

**TOWNSHIP OF BORDENTOWN
COUNTY OF BURLINGTON
REPORT OF AUDIT
FOR THE YEAR 2012**



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TOWNSHIP OF BORDENTOWN
PART I
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Bordentown
Bordentown, New Jersey 08505

Report on the Financial Statements

We have audited the accompanying statement of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Bordentown, in the County of Burlington, State of New Jersey, as of December 31, 2012, and the related statement of operations and changes in fund balance - regulatory basis for the year then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed assets group of accounts for the year ended December 31, 2012 and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents. The financial statements for the year ended December 31, 2011 were audited by other auditors whose report dated May 16, 2012 expressed an adverse opinion under accounting principles generally accepted in the United States of America and an unqualified opinion under the regulatory basis of accounting.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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.

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

As described in Note 1 of the financial statements, the financial statements are prepared by the Township of Bordentown 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 U.S. Generally Accepted Accounting Principles

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 of Bordentown, in the County of Burlington, State of New Jersey, as of December 31, 2012, or the results of its operations and changes in fund balance for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Bordentown, in the County of Burlington, State of New Jersey, as of December 31, 2012, and the results of its operations and changes in fund balance - regulatory basis of such funds for the year then ended, and the revenues - regulatory basis, expenditures - regulatory basis of the various funds, and general fixed assets, for the year ended December 31, 2012 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in Note 1.

Other 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 financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 17, 2013 on our consideration of the Township of Bordentown's, in the County of Burlington, State of New Jersey, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Township of Bordentown's internal control over financial reporting.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Kirk N. Applegate

Kirk N. Applegate
Certified Public Accountant
Registered Municipal Accountant

Voorhees New Jersey
June 17, 2013

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Bordentown
Bordentown, New Jersey 08505

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey of the Township of Bordentown, in the County of Burlington, State of New Jersey, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 17, 2013. That report indicated that the Township of Bordentown's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township of Bordentown'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 of Bordentown's internal control. Accordingly, we do not express an opinion on the effectiveness of Township of Bordentown's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Bordentown'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,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Kirk N. Applegate

Kirk N. Applegate
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
June 17, 2013

TOWNSHIP OF BORDENTOWN
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2012 and 2011

<u>ASSETS</u>	<u>Ref.</u>	<u>Year 2012</u>	<u>Year 2011</u>
Regular Fund:			
Cash--Treasurer	SA-1	\$ 2,104,573.29	\$ 1,567,350.33
Cash--Change Fund	SA-1	550.00	550.00
Total Regular Fund		<u>2,105,123.29</u>	<u>1,567,900.33</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-3	453,232.52	381,983.75
Tax Title Liens Receivable	SA-4	8,283.38	
Property Acquired for Taxes--Assessed Valuation	A	515,200.00	515,200.00
Revenue Accounts Receivable	SA-5	86,473.56	
Due from Animal Control Fund	SB-2	2,443.28	2,297.00
Due from Bond & Interest Account	D	29.33	29.33
Due from Bordentown City - EMS Operations	B		3,950.00
Total Receivable & Other Assets With Full Reserves		<u>1,065,662.07</u>	<u>903,460.08</u>
Deferred Charges:			
Emergency Authorizations	SA-8	3,500.00	44,400.00
Special Emergency Authorizations - Revaluation	SA-8	75,000.00	150,000.00
Total Deferred Charges		<u>78,500.00</u>	<u>194,400.00</u>
Total		<u>3,249,285.36</u>	<u>2,665,760.41</u>
Federal and State Grant Fund:			
Federal & State Grants Receivable	SA-16	101,400.00	22,900.89
Due from Current Fund	A	159,388.12	126,397.00
Total Federal & State Grants		<u>260,788.12</u>	<u>149,297.89</u>
Total Assets		<u>\$ 3,510,073.48</u>	<u>\$ 2,815,058.30</u>

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2012 and 2011

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Year 2012</u>	<u>Year 2011</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3 & SA-7	\$ 336,891.21	\$ 288,280.22
Encumbrances Payable	A-3 & SA-7	118,552.19	122,873.75
Accounts Payable	A-3 & SA-1	42,015.90	9,547.00
Due to State of New Jersey:			
SBI Fingerprinting	A	3,252.00	3,252.00
Senior Citizens' and Veterans' Deductions	SA-2	28,523.22	27,909.53
Training Fees for New Construction	SA-9	3,744.00	5,404.00
Marriage License Fees	SA-10	275.00	425.00
Prepaid Taxes	SA-11	172,504.49	217,128.48
Tax Overpayments	SA-12	13,713.86	17,565.22
Due County for Added and Omitted Taxes	SA-14	14,153.38	17,569.89
Due to Bank	A	189.88	189.88
Reserve for:			
Key Deposit	SA-6	7,354.00	6,354.00
EMS Billings Refund	SA-6	50.00	50.00
Revenue Reimbursement	SA-6	5.00	5.00
Tax Sale Premiums	SA-6	123,525.00	37,850.00
Elevator Inspection	SA-6	212.00	212.00
Codification of Ordinance	SA-6	2,860.02	2,860.02
Master Plan Re-Examination	SA-6	1,620.70	1,620.70
Garden State Trust Fund	SA-6	3,558.00	3,558.00
2012 FEMA Grant	SA-6	6,269.17	24,003.59
EMS Operating Surplus	SA-6	0.62	0.62
Tax Appeals	SA-6	209,000.00	
Special Emergency Note Payable	SA-8	75,000.00	150,000.00
Due to:			
Federal & State Grant Fund	A	159,388.12	126,397.00
Other Trust Funds	SB-2	350,429.65	352,406.41
Total Liabilities		1,673,087.41	1,415,462.31
Reserves for Receivables and Other Assets	A	1,065,662.07	903,460.08
Fund Balance	A-1	510,535.88	346,838.02
Total Regular Fund		3,249,285.36	2,665,760.41
State & Federal Grants:			
Unappropriated Reserves	SA-17	24,139.03	
Encumbrances Payable	SA-18	49,750.56	
Appropriated Reserves	SA-18	186,898.53	149,297.89
Total State & Federal Grants		260,788.12	149,297.89
Total Liabilities, Reserves & Fund Balance		\$ 3,510,073.48	\$ 2,815,058.30

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

TOWNSHIP OF BORDENTOWN
CURRENT FUND

Statement of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2012 and 2011

<u>Revenue and Other Income Realized</u>	<u>Year 2012</u>	<u>Year 2011</u>
Fund Balance Utilized	\$ 302,000.00	\$ 482,000.00
Miscellaneous Revenues Anticipated	3,765,141.69	3,724,544.00
Receipts from Delinquent Taxes	393,330.45	278,552.00
Receipts from Current Taxes	33,903,048.07	33,202,342.00
Non-Budget Revenue	36,127.28	86,203.00
Other Credits to Income:		
Cancellation of Prior Year Liability		3,184.00
Cancellation of Tax Overpayments	952.85	444,829.00
Prior Year Interfunds Returned		28,996.00
Cancellation of Current Year Appropriations	483,588.45	318,027.00
Unexpended Balance of Appropriation Reserves	16,445.28	56,163.00
Liquidation of Reserves for:		
Due from Trust - Animal Control Fund	2,297.00	
Total Income	38,902,931.07	38,624,840.00
<u>Expenditures</u>		
Budget & Emergency Appropriations:		
Apropriations--Within "CAPS":		
Operations:		
Salaries and Wages	3,421,661.00	3,239,934.00
Other Expenses	2,925,255.00	2,851,664.00
Deferred Charges and Statutory Expenditures		
Municipal--Within "CAPS"	900,889.00	986,817.00
Operations--Excluded from "CAPS":		
Salaries and Wages	279,790.00	
Other Expenses	355,943.00	1,017,524.00
Capital Improvements--Excluded from "CAPS"	32,250.00	66,500.00
Municipal Debt Service--Excluded from "CAPS"	1,991,725.00	1,631,973.00
Deferred Charges and Statutory Expenditures		
Municipal--Excluded from "CAPS"	164,900.00	80,000.00
Judgements & Settlements	25.00	19,800.00
County Taxes Payable	5,095,273.65	5,672,037.00
Due County for Added and Omitted	14,153.38	17,569.00
Regional School District Taxes	20,685,965.54	20,410,078.00
Special District Taxes Payable:		
Fire District No 1 & 2	2,010,403.33	1,921,717.00
Municipal Open Space Taxes	352,249.31	447,397.00
Creation of Reserve for:		
Tax Appeals Pending State Division of Tax Appeals	209,000.00	
Cancellation of Federal and State Grants Receivable		2,804.00
Refund of Prior Year Revenue		8,201.00
Prior Year Senior Citizens Deduction Disallowed	1,250.00	
Total Expenditures	38,440,733.21	38,374,015.00

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2012 and 2011

	<u>Year 2012</u>	<u>Year 2011</u>
Excess in Revenue	\$ 462,197.86	\$ 250,825.00
Adjustment to Income Before Fund Balance:		
Expenditures Included above which are by Statute Deferred Charges to Budget of Succeeding Year	<u>3,500.00</u>	<u>44,400.00</u>
Statutory Excess to Fund Balance	465,697.86	295,225.00
Fund Balance Jan. 1	<u>346,838.02</u>	<u>533,613.02</u>
Total	812,535.88	828,838.02
Decreased by:		
Utilized as Revenue	<u>302,000.00</u>	<u>482,000.00</u>
Fund Balance Dec. 31	<u>\$ 510,535.88</u>	<u>\$ 346,838.02</u>

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

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2012

	Anticipated <u>Budget</u>	Special <u>NJSA 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 302,000.00	\$ -	\$ 302,000.00	\$ -
Miscellaneous Revenues:				
Licenses--Clerk	81,000.00		81,117.00	117.00
Fees and Permits -- Other	40,000.00		42,900.00	2,900.00
Fines and Costs--Municipal Court	574,500.00		585,601.62	11,101.62
Interest and Costs on Taxes	65,000.00		83,575.07	18,575.07
Interest on Investments and Deposits	2,500.00		3,123.60	623.60
Verizon FIOS Franchise Fee	41,162.00		41,162.49	0.49
Comcast Franchise Fee	36,705.00		36,705.00	
Consolidated Municipal Property Tax Relief Act	78,945.00		78,945.00	
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	811,529.00		811,529.00	
Garden State Trust Fund	3,558.00		3,558.00	
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17)				
Uniform Construction Code Fees	208,000.00		263,870.00	55,870.00
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Inter-local Service Agreements Offset With Appropriations:				
Inter-Local Service Agreement--Municipal Court	90,845.00		74,964.98	(15,880.02)
Additional Revenue Offset with Appropriations (N.J.S. 40A:4-445.3h)				
EMS Billing Fees	420,000.00		407,981.96	(12,018.04)
Public and Private Revenues Offset with Appropriations:				
Drunk Driving Enforcement Fund	29,659.00		29,659.00	
Clean Communities Program	17,643.00		17,643.00	
Municipal Alliance on Alcoholism & Drug Abuse	22,900.00		22,900.00	
Municipal Alliance on Alcoholism & Drug Abuse - City of Bordentown	2,863.00		2,863.00	
DVRPC Grant		75,000.00	75,000.00	
DVRPC Grant (County Match)		18,750.00	18,750.00	
ANJEC - Sustainable Land Use Grant		3,500.00	3,500.00	

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Anticipated Budget</u>	<u>Special NJSA 40A:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Miscellaneous Revenues (Continued):				
Other Special Items:				
Reserve for Payment of Debt	\$ 400,000.00		\$ 400,000.00	
Reserve for Payment of Debt - Open Space	308,000.00		308,000.00	
Hotel & Motel Occupancy Fees	228,000.00		224,545.81	\$ (3,454.19)
Pilot Affordable Housing	53,500.00		61,374.07	7,874.07
Maintenance of Land for Recreation and Conservation	42,903.00		42,903.00	
NJ DMV Motor Vehicle Inspections	18,000.00		18,966.50	966.50
FEMA 2011 Weather Event	24,004.00		24,003.59	(0.41)
	<u>3,601,216.00</u>	<u>\$ 97,250.00</u>	<u>3,765,141.69</u>	<u>66,675.69</u>
Receipts from Delinquent Taxes	<u>375,000.00</u>	<u>-</u>	<u>393,330.45</u>	<u>18,330.45</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Taxes	<u>6,118,020.00</u>	<u>-</u>	<u>5,960,550.86</u>	<u>(157,469.14)</u>
Budget Totals	<u>10,396,236.00</u>	<u>97,250.00</u>	<u>10,421,023.00</u>	<u>(72,463.00)</u>
Non-Budget Revenue	<u>-</u>	<u>-</u>	<u>36,127.28</u>	<u>36,127.28</u>
Total Revenue	<u>\$ 10,396,236.00</u>	<u>\$ 97,250.00</u>	<u>\$ 10,457,150.28</u>	<u>\$ (36,335.72)</u>

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2012

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	\$ 33,903,048.07
Less:	
Reserve for Tax Appeals Pending State Division of Tax Appeals	209,000.00
Allocated to:	
School, County and Special District Taxes	28,158,045.21
Balance for Support of Municipal Budget Appropriations	5,536,002.86
Add: Appropriation "Reserve for Uncollected Taxes"	424,548.00
Amount for Support of Municipal Budget Appropriations	\$ 5,960,550.86

Receipts from Delinquent Taxes

Taxes Receivable	\$ 391,465.05
Tax Title Liens Receivable	1,865.40
	\$ 393,330.45

Licenses--Clerk:

Alcoholic Beverages	\$ 24,380.00
Other	56,737.00
	\$ 81,117.00

Analysis of Non-Budget Revenue

Miscellaneous	\$ 830.05
Property Tax List	220.00
Duplicate Bills	300.00
Photocopies	706.74
Accident Reports	2,385.00
Police - Discoveries	1,987.86
Police - Fire Arms Permits	422.00
Police - Alarm Fees	64.00
Returned Check Charges	220.00
Tax Sale Costs	1,321.42
Senior & Veterans Admin Fee	2,282.27
Prior Year Shared Services Adjustment	380.00
Municipal Signs	685.31
Park Application Fees	2,050.00
Current Year Shared Services Adjustment	7,921.45
Burial & Death Certificates	110.00
Sale of Municipal Assets	6,885.36
Homestead Rebate Admin Fee	729.00
EMS - Bordentown City Prior Year Operation Deficit	4,289.82
JIF Refund	2,337.00
	\$ 36,127.28

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

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS"						
<u>General Government Functions</u>						
Administrative & Executive						
Salaries and Wages	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00			
Other Expenses	35,535.00	57,535.00	39,682.99	\$ 4,158.31	\$ 13,693.70	
Mayor & Committee						
Salaries and Wages	55,070.00	55,070.00	52,500.29		69.71	\$ 2,500.00
Other Expenses	1,150.00	1,150.00	692.00		458.00	
Municipal Clerk						
Salaries and Wages	85,240.00	89,240.00	89,012.36		227.64	
Other Expenses	10,950.00	10,950.00	9,772.51	768.95	408.54	
Financial Administration (Treasury)						
Salaries and Wages	131,325.00	131,325.00	131,325.00			
Other Expenses	26,250.00	28,250.00	22,293.52	2,241.94	3,714.54	
Annual Audit						
Other Expenses	30,000.00	30,000.00	30,000.00			
Revenue Administration (Tax Collection)						
Salaries and Wages	64,646.00	64,646.00	64,644.54		1.46	
Other Expenses	14,880.00	14,880.00	13,670.65	82.23	1,127.12	
Tax Assessment Administration						
Salaries and Wages	30,700.00	20,700.00	20,650.00		50.00	
Other Expenses	18,345.00	20,845.00	19,437.81		1,407.19	
Legal Services (Legal Department)						
Other Expenses	50,000.00	75,000.00	54,717.52	2,134.20	18,148.28	
Engineering Services						
Other Expenses	19,000.00	14,000.00	8,513.50		486.50	5,000.00
Economic Development Commission						
Other Expenses	100.00	100.00			100.00	
Planning Board						
Other Expenses	4,980.00	4,980.00	2,423.30		2,556.70	
Township Planner	1,100.00	1,100.00	150.00		950.00	

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS--WITHIN "CAPS" (CONT'D)						
<u>General Government Functions (Cont'd)</u>						
Zoning Board of Adjustments						
Other Expenses	\$ 2,750.00	\$ 2,750.00	\$ 1,662.92		\$ 1,087.08	
Community Development						
Salaries and Wages	40,000.00	31,000.00	20,925.00		75.00	\$ 10,000.00
Other Expenses	4,900.00	5,900.00	4,382.36		1,517.64	
Municipal Court						
Salaries and Wages	257,196.00	257,196.00	253,377.97		318.03	3,500.00
Other Expenses	27,708.00	27,708.00	22,812.65	\$ 1,750.53	3,144.82	
Municipal Prosecutor's Office						
Other Expenses	35,640.00	37,640.00	35,640.00		2,000.00	
Public Defender						
Other Expenses	16,500.00	16,500.00	11,500.00			5,000.00
<u>Public Works Functions</u>						
Road Repairs and Maintenance						
Salaries and Wages	361,121.00	354,121.00	331,153.15		467.85	22,500.00
Other Expenses	72,435.00	82,435.00	67,723.00	8,100.90	6,611.10	
Solid Waste Collection						
Other Expenses	1,564.00	1,564.00			1,564.00	
Contractual	184,484.00	184,484.00	184,057.41		426.59	
Buildings and Grounds						
Salaries and Wages	37,755.00	23,255.00	22,785.35		469.65	
Other Expenses	50,800.00	55,800.00	29,081.70	22,357.01	4,361.29	
Vehicle Maintenance (Including Police Vehicles)						
Salaries and Wages	85,439.00	86,439.00	85,248.02		1,190.98	
Other Expenses	106,000.00	96,000.00	70,937.89	13,929.52	3,132.59	8,000.00
Sewerage Processing & Disposal						
Other Expenses	4,000.00	4,375.00	4,354.98		20.02	
Landfill / Solid Waste Disposal Costs						
Other Expenses	324,500.00	309,500.00	271,368.29		38,131.71	

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Health & Welfare</u>						
Public Health Services (Board of Health)						
Other Expenses	\$ 250.00	\$ 250.00			\$ 250.00	
Environmental Health Services						
Other Expenses	700.00	700.00	\$ 394.22		305.78	
Green Team Advisory Committee						
Other Expenses	175.00	175.00			175.00	
<u>Insurance</u>						
General Liability Insurance	83,525.00	83,525.00	82,275.00		1,250.00	
Workers Compensation Insurance	200,105.00	200,105.00	200,105.00			
Employee Group Health	750,098.00	750,098.00	708,961.80		1,136.20	\$ 40,000.00
Health Benefits Waiver	26,800.00	33,075.00	25,903.12		7,171.88	
<u>Public Safety Functions</u>						
Office of Emergency Management						
Salaries and Wages	12,095.00	12,095.00	8,160.00		435.00	3,500.00
Other Expenses	6,900.00	1,900.00	21.84		1,878.16	
Police Department						
Salaries and Wages	2,052,297.00	2,052,297.00	1,684,925.52		107,371.48	260,000.00
Other Expenses	136,391.00	136,391.00	62,149.90	\$ 62,956.70	1,284.40	10,000.00
<u>Parks & Recreation Functions</u>						
Senior Community Center						
Other Expenses	8,300.00	8,800.00	5,028.05	21.90	3,750.05	
Community Services Act (Condominium Community Costs)						
Other Expenses	108,850.00	110,350.00	98,254.14		12,095.86	
Maintenance of Parks						
Salaries and Wages	25.00	25.00			25.00	
Other Expenses	50.00	50.00			50.00	

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Parks & Recreation Functions (Cont'd)</u>						
Maintenance Open Space - Land for Recreation & Conservation						
Salaries and Wages	\$ 42,903.00	\$ 56,403.00	\$ 53,547.96		\$ 355.04	\$ 2,500.00
Celebration of Public Events						
Other Expenses	8,500.00	8,500.00	6,134.90		365.10	2,000.00
<u>Uniform Construction Code</u>						
Construction Official						
Salaries and Wages	138,124.00	127,849.00	124,783.74		65.26	3,000.00
Other Expenses	10,690.00	6,190.00	4,508.15		1,681.85	
<u>Utility Expenses and Bulk Purchases</u>						
Traffic Signals & Control Devices	500.00	500.00			500.00	
Electricity	40,000.00	50,000.00	42,050.35		7,949.65	
Street Lighting	185,000.00	185,000.00	153,325.43		19,674.57	12,000.00
Telecommunication Costs	65,000.00	65,000.00	57,863.36		7,136.64	
Water	3,500.00	4,500.00	3,061.93		1,438.07	
Gas (Natural or Propane)	38,000.00	38,000.00	14,568.00		13,432.00	10,000.00
Gasoline, Diesel and Oil	143,500.00	143,500.00	109,512.50		18,987.50	15,000.00
<u>Other Common Operating Functions (Unclassified)</u>						
Veterans Advisory Committee						
Other Expenses	100.00	100.00	75.00		25.00	
Certificate of Fire Compliance						
Other Expenses	9,600.00	15,100.00	13,580.00		1,520.00	
Total Operations including Contingent--Within "CAPS"	6,324,041.00	6,346,916.00	5,495,686.59	\$ 118,502.19	318,227.22	414,500.00
Detail:						
Salaries and Wages	3,453,936.00	3,421,661.00	3,003,038.90	-	111,122.10	307,500.00
Other Expenses	2,870,105.00	2,925,255.00	2,492,647.69	118,502.19	207,105.12	107,000.00

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	
DEFERRED CHARGES AND STATUTORY EXPENDITURES						
<u>MUNICIPAL-- WITHIN "CAPS"</u>						
Deferred Charges:						
Prior Year Bills	\$ 5,000.00	\$ 11,125.00	\$ 11,125.00			
Statutory Expenditures:						
Public Employees' Retirement System	162,008.00	162,008.00	162,008.00			
Social Security System (O.A.S.I.)	300,000.00	271,000.00	251,553.38		\$ 6,946.62	\$ 12,500.00
Police and Fireman's Retirement System of NJ	411,656.00	411,656.00	411,656.00			
Defined Contribution Retirement Plan	100.00	100.00			100.00	
Disability/Unemployment Compensation Insurance	45,000.00	45,000.00	35,000.00			10,000.00
Total Deferred Charges and Statutory Expenditures -- Municipal -- Within "CAPS"	923,764.00	900,889.00	871,342.38	\$ -	7,046.62	22,500.00
Total General Appropriations for Municipal Purposes Within--"CAPS"	7,247,805.00	7,247,805.00	6,367,028.97	118,502.19	325,273.84	437,000.00
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>						
<u>Mandated Expenditures Per N.J.S.A.40A:4-45.3g</u>						
<u>Excluded from "CAPS"</u>						
Tax Appeals						
Other Expenses	25.00	25.00			25.00	
Interest on Tax Appeals						
Other Expenses	25.00	25.00			25.00	
Recycling Tax Appropriations						
Recycling Tax (NJSA 13:1E-96.5)	13,200.00	13,200.00	11,514.00		1,686.00	
<u>Interlocal Services Agreement</u>						
Municipal Court Services - City						
Other Expenses	90,845.00	90,845.00	90,845.00			
<u>Additional Appropriations Offset by Revenues</u>						
EMS Services						
Salaries and Wages	279,790.00	279,790.00	255,919.85		870.15	23,000.00
Other Expenses	72,159.00	72,159.00	58,097.78	50.00	9,011.22	5,000.00

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Expended	Encumbered	Reserved	
OPERATIONS EXCLUDED FROM "CAPS"						
<u>Mandated Expenditures Per N.J.S.A.40A:4-45.3g</u>						
<u>Excluded from "CAPS" - (CONT'D)</u>						
<u>State and Federal Programs Offset by Revenues</u>						
Clean Communities Grant	\$ 17,643.00	\$ 17,643.00	\$ 17,643.00			
Municipal Alliance on Alcoholism & Drug Abuse	22,900.00	22,900.00	22,900.00			
Matching Funds for Grant	2,862.00	2,862.00	2,862.00			
Bordentown City	2,863.00	2,863.00	2,863.00			
DVRPC -TCDI Grant (N.J.S.A. 40A:4-87, \$75,000.00+)		75,000.00	75,000.00			
DVRPC -TCDI Grant (County Match) (N.J.S.A. 40A:4-87, \$18,750.00+)		18,750.00	18,750.00			
Drunk Driving Enforcement Grant	29,659.00	29,659.00	29,659.00			
ANJEC - Sustainable Land Use Grant (Emergency +\$3,500.00) (N.J.S.A. 40A:4-87, \$3,500.00+)		7,000.00	7,000.00			
SFSP Fire District Payments	3,012.00	3,012.00	3,012.00			
Total Operations--Excluded from "CAPS"	534,983.00	635,733.00	596,065.63	\$ 50.00	\$ 11,617.37	\$ 28,000.00
Detail:						
Salaries and Wages	279,790.00	279,790.00	255,919.85	-	870.15	23,000.00
Other Expenses	255,193.00	355,943.00	340,145.78	50.00	10,747.22	5,000.00
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	32,250.00	32,250.00	32,250.00	-	-	-
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	691,000.00	691,000.00	691,000.00			
Payment of Bond Anticipation Notes & Capital Notes	330,000.00	330,000.00	330,000.00			
Interest on Bonds	375,591.00	375,591.00	375,584.48			6.52
Interest on Notes	40,979.00	40,979.00	22,426.65			18,552.35
Pooled Lease Program	554,155.00	554,155.00	554,150.42			4.58
Total Municipal Debt Service--Excluded from "CAPS"	1,991,725.00	1,991,725.00	1,973,161.55	-	-	18,563.45

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After</u> <u>Modification</u>	<u>Expended</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u> <u>Canceled</u>
DEFERRED CHARGES -- MUNICIPAL --						
EXCLUDED FROM "CAPS"						
Deferred Charges:						
Emergency Authorization	\$ 44,400.00	\$ 44,400.00	\$ 44,400.00			
Special Emergency Authorizations - 5 Years	75,000.00	75,000.00	75,000.00			
Unfunded Ordinances 08-18, 07-33, 11-13	45,500.00	45,500.00	45,500.00			
Total Deferred Charges - Municipal - Excluded from "CAPS"	164,900.00	164,900.00	164,900.00	\$ -	\$ -	\$ -
Judgements and Settlements	25.00	25.00	-	-	-	25.00
Total General Appropriations for Municipal Purposes--Excluded from "CAPS"	2,723,883.00	2,824,633.00	2,766,377.18	50.00	11,617.37	46,588.45
Subtotal General Appropriations	9,971,688.00	10,072,438.00	9,133,406.15	118,552.19	336,891.21	483,588.45
Reserve for Uncollected Taxes	424,548.00	424,548.00	424,548.00	-	-	
Total General Appropriations	<u>\$ 10,396,236.00</u>	<u>\$ 10,496,986.00</u>	<u>\$ 9,557,954.15</u>	<u>\$ 118,552.19</u>	<u>336,891.21</u>	<u>\$ 483,588.45</u>
Adopted Budget		\$ 10,396,236.00				
Appropriated by N.J.S.A. 40A:4-87		97,250.00				
Emergency Appropriations		3,500.00				
		<u>\$ 10,496,986.00</u>				
Deferred Charges:						
Emergency Appropriation			\$ 44,400.00			
Special Emergency Appropriation			75,000.00			
Accounts Payable			42,015.90			
Reserve for Uncollected Taxes			424,548.00			
Reserve for Federal and State Grants			176,677.00			
Disbursed			8,795,313.25			
			<u>\$ 9,557,954.15</u>			

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

TOWNSHIP OF BORDENTOWN
TRUST FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2012 and 2011

<u>ASSETS</u>	<u>Ref.</u>	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Animal Control License Fund:			
Cash--Treasurer	SB-1	\$ 18,531.88	\$ 15,586.70
Open Space Trust Fund:			
Cash--Treasurer	SB-1	84,666.05	86,876.07
Due from Current Fund	SB-2	133,584.09	132,598.78
		<u>218,250.14</u>	<u>219,474.85</u>
Other Trust Funds:			
Cash--Treasurer	SB-1	2,656,237.38	2,582,186.51
Due from Property Owners		800.00	800.00
Due from Current Fund	SB-2	216,845.56	219,807.63
		<u>2,873,882.94</u>	<u>2,802,794.14</u>
		<u>\$ 3,110,664.96</u>	<u>\$ 3,037,855.69</u>

(Continued)

TOWNSHIP OF BORDENTOWN
TRUST FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2012 and 2011

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Animal Control License Fund:			
Due to Current Fund	SB-2	\$ 2,443.28	\$ 2,297.00
Due to State of NJ	SB-3	84.60	68.40
Reserve for Animal Control	SB-3	16,004.00	13,221.30
		<u>18,531.88</u>	<u>15,586.70</u>
Open Space Trust Fund:			
Reserve - Municipal Open Space	SB-4	218,250.14	219,474.85
Other Funds:			
Reserve - Builders Trust	SB-5	1,526,893.31	1,476,086.01
Reserve - Off Duty Police Employment	SB-5	65,222.08	49,160.23
Reserve - UC & TDI Fund	SB-5	31,318.01	990.31
Reserve - Street Opening Fund	SB-5	28,219.50	28,219.50
Reserve - Special Law Enforcement Fund	SB-5	122,088.64	121,709.83
Reserve - Federal Forfeit Trust Fund	SB-5	12,733.11	217.50
Reserve - First Aid Contributions	SB-5	4,185.00	4,185.00
Reserve - Public Defender Fees	SB-5	7,983.09	7,103.59
Reserve - POAA	SB-5	810.00	758.00
Reserve - Housing Fees COAH	SB-5	821,351.58	859,118.26
Reserve - Sign Donations	SB-5	2,520.00	2,520.00
Reserve - READ Foundation	SB-5	3,597.00	3,357.00
Reserve - Roadway Contrib Dunns/Rising	SB-5	77,580.00	77,580.00
Reserve - Snow Removal	SB-5	25,000.00	
Reserve - Community Map Sponsors	SB-5	3,050.00	3,050.00
Reserve - Fourth of July Celebration	SB-5	683.58	735.00
Reserve - Civic Events Donations	SB-5	4,578.99	5,386.58
Reserve - Veteran's Day Donations	SB-5	1,815.05	1,915.05
Reserve - Veteran's Park Donations	SB-5	1,854.59	516.59
Reserve - Tree Planting Donations	SB-5	40,252.00	76,950.00
Reserve - Recycling Program	SB-5	588.88	550.00
Reserve - Other Misc	SB-5	42,450.00	35,300.00
Reserve - Payroll Deductions Payable	SB-5	49,108.53	47,385.69
		<u>2,873,882.94</u>	<u>2,802,794.14</u>
		<u>\$ 3,110,664.96</u>	<u>\$ 3,037,855.69</u>

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

TOWNSHIP OF BORDENTOWN
TRUST - OPEN SPACE
 Statements of Operations and Changes in Reserve for Use -- Regulatory Basis
 For the Years Ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
REVENUE REALIZED:		
Amount to be Raised by Taxation	\$ 352,249.31	\$ 447,397.00
Reserves Utilized	219,474.00	376,975.00
Miscellaneous Revenue Not Anticipated	57,596.95	6,538.00
	<hr/>	<hr/>
Total Income	629,320.26	830,910.00
	<hr/>	<hr/>
EXPENDITURES:		
Budget Appropriations:		
Maintenance of Lands for Recreation and Conservation:		
Salaries and Wages	42,903.00	55,740.00
Other Expenses		2,000.00
Payment of Bond Principal	308,000.00	311,800.00
Capital Improvement Fund		177,235.00
Reserve for Future Use	60,167.97	64,661.00
	<hr/>	<hr/>
Total Budget Appropriations	411,070.97	611,436.00
	<hr/>	<hr/>
Statutory Excess to Reserve For Future Use	218,249.29	219,474.00
	<hr/>	<hr/>
RESERVE FOR FUTURE USE:		
Balance January 1	219,474.85	376,975.85
	<hr/>	<hr/>
Decreased by:		
Utilized as Revenue	219,474.00	376,975.00
	<hr/>	<hr/>
Balance December 31	\$ 218,250.14	\$ 219,474.85
	<hr/> <hr/>	<hr/> <hr/>

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

TOWNSHIP OF BORDENTOWN
TRUST - OPEN SPACE
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2012

	<u>Modified Budget</u>	<u>Realized</u>	<u>Excess</u>
Amount to be Raised by Taxation	\$ 351,264.00	\$ 352,249.31	\$ 985.31
Reserve - Other	219,474.00	219,474.00	
Miscellaneous Revenue Not Anticipated		57,596.95	57,596.95
	<u>\$ 570,738.00</u>	<u>\$ 629,320.26</u>	<u>\$ 58,582.26</u>

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

TOWNSHIP OF BORDENTOWN
TRUST - OPEN SPACE
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2012

	<u>Appropriations</u>		<u>Expended</u>	<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>		
Maintenance of Lands for Recreation and Conservation:				
Salaries and Wages	\$ 42,903.00	\$ 42,903.00	\$ 42,903.00	
Payment of Bond Principal	308,000.00	308,000.00	308,000.00	
Reserve for Future Use	219,835.00	219,835.00	60,167.97	\$ 159,667.03
	<u>\$ 570,738.00</u>	<u>\$ 570,738.00</u>	<u>\$ 411,070.97</u>	<u>\$ 159,667.03</u>

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

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2012 and 2011

<u>ASSETS</u>	<u>Ref.</u>	<u>Year 2012</u>	<u>Year 2011</u>
Cash & Investments	SC-2	\$ 2,185,984.12	\$ 1,553,711.63
Deferred Charges to Future Taxation:			
Funded	SC-3	8,459,000.00	9,659,000.00
Unfunded	SC-4	16,422,702.97	3,140,008.97
Grants Receivable	SC-7	2,961,431.97	2,791,442.97
		<hr/>	<hr/>
Total Assets		\$ 30,029,119.06	\$ 17,144,163.57
		<hr/> <hr/>	<hr/> <hr/>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Capital Improvement Fund	SC-5	\$ 71,875.00	\$ 79,320.00
Improvement Authorizations:			
Funded	SC-6	253,161.84	48,426.38
Unfunded	SC-6	13,883,303.72	1,135,855.53
Capital Lease Payable	SC-8	572,000.00	1,081,000.00
Bond Anticipation Notes	SC-9	3,254,000.00	1,693,333.00
General Serial Bonds	SC-10	7,887,000.00	8,578,000.00
Reserves for:			
Encumbrances	SC-6	291,208.27	465,655.65
Payment of Debt Service	SC-2	1,023,620.82	1,248,268.04
Grants Receivable	SC-2	2,761,431.97	2,791,442.97
Fund Balance	C-1	31,517.44	22,862.00
		<hr/>	<hr/>
		\$ 30,029,119.06	\$ 17,144,163.57
		<hr/> <hr/>	<hr/> <hr/>

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

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2012

Balance Dec. 31, 2011	\$ 22,862.00
Premium of Sale of Bond Anticipation Note	<u>8,655.44</u>
Balance Dec. 31, 2012	<u><u>\$ 31,517.44</u></u>

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

TOWNSHIP OF BORDENTOWN
 Bond and Interest Account
 Statements of Assets, Liabilities and Reserves -- Regulatory Basis
 As of December 31, 2012 and 2011

	<u>Ref.</u>	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
<u>ASSETS</u>			
Cash--Treasurer		\$ 2,499.33	\$ 2,499.33
 <u>LIABILITIES AND RESERVES</u>			
Due to Current Fund		\$ 29.33	\$ 29.33
Interest Payable		2,470.00	2,470.00
		\$ 2,499.33	\$ 2,499.33

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

TOWNSHIP OF BORDENTOWN
General Fixed Asset Account Group
Statement of Fixed Assets - Regulatory Basis
As Of December 31, 2012

	Balance <u>Dec. 31, 2012</u>
General Fixed Assets:	
Land and Buildings	\$ 13,918,900.00
Equipment & Vehicles	<u>3,206,685.00</u>
Total General Fixed Assets	<u>\$ 17,125,585.00</u>
Total Investment in General Fixed Assets	<u>\$ 17,125,585.00</u>

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

TOWNSHIP OF BORDENTOWN
Notes to Financial Statements
For the Year Ended December 31, 2012

Note 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Description of Financial Reporting Entity - The Township of Bordentown, in the County of Burlington, incorporated in 1852, is located in the center of New Jersey approximately seven miles from Trenton. The population according to the latest census is 11,367 with a land area of 10 square miles. The Township provides to its citizens the following services: public safety, sanitation, recreation, public improvements, planning and zoning and general administrative services.

The Township is governed by an elected committee ("Committee") consisting of five members who serve three-year terms. The Mayor is chief executive officer of the Township and is annually appointed by the Committee at the beginning of each fiscal year. The functions of the Committee, as the governing body, are legislative.

Administrative responsibilities are assigned to the Township Administrator. The Committee establishes policy. The Administrator is responsible for the day-to-day operations of the Township and implementing and administering policy.

Component Units - The Township of Bordentown had no component units as defined by Governmental Accounting Standards Board Statement No. 14.

Basis of Accounting, Measurement Focus and Basis of Presentation - The financial statements of the Township of Bordentown 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 States of America applicable to local government units. The more significant differences are explained in this Note.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$5,000, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

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

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

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

Fund Balance - Fund Balance included in the current fund represents amounts available for anticipation as revenue in future years budgets, with certain restrictions.

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

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

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of Burlington, Township of Bordentown Regional School District and Township of Bordentown Fire Districts No. 1 and No. 2. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The municipality is responsible for levying, collecting and remitting school taxes for the Township of Bordentown Regional School District. Operations is charged for the full amount required to be raised from taxation to operate the regional school district for the period from January 1 to December. The Township does not defer any school taxes.

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 10 of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Fire District Taxes - The municipality is responsible for levying, collecting, and remitting Fire District Taxes for Township of Bordentown Fire Districts No. 1 and No. 2. Operations are charged for the full amount required to be raised by taxation to support the districts for the year.

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

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

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

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

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

Long-Term Debt - Long-Term Debt, relative to the acquisition of capital assets, is recorded as a liability in the General Capital 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 and Postemployment Benefits - Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

Note 2: **CASH AND CASH EQUIVALENTS**

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

As of December 31, 2012, the Township's bank balances of \$7,479,879.93 were exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$ 61,712.07
Uninsured and Collateralized with Securities Held by Pledging Financial Institutions	6,692,506.66
Insured	<u>725,661.20</u>
Total	<u><u>\$ 7,479,879.93</u></u>

Note 3: **PROPERTY TAXES**

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

Comparative Schedule of Tax Rates

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Tax Rate	<u>\$ 2.927</u>	<u>\$ 2.422</u>	<u>\$ 2.321</u>	<u>\$ 2.221</u>
Apportionment of Tax Rate:				
Municipal	\$.523	\$.379	\$.355	\$.306
Municipal Open Space	.030	.030	.030	.030
County	.435	.383	.360	.366
Regional School District	1.767	1.371	1.332	1.282
Special District Rates:				
Fire District No. 1 & 2	.172	.259	.244	.237

Assessed Valuation

2012	\$ 1,170,881,460.00
2011	1,486,722,428.00
2010	1,497,835,374.00
2009	1,512,998,996.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2012	\$ 34,378,205.97	\$ 33,903,048.07	98.61%
2011	33,598,186.00	33,202,342.00	98.82%
2010	32,986,038.00	32,647,476.00	98.97%
2009	31,888,051.00	31,485,527.00	98.74%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2012	\$ 8,283.38	\$ 435,232.52	\$ 443,515.90	1.29%
2011		381,983.00	381,983.00	1.14%
2010		267,152.00	267,152.00	.81%
2009		341,962.00	341,962.00	1.07%

The following comparison is made of the number of tax title liens receivable on December 31 of the last four years:

<u>Year</u>	<u>Number</u>
2012	1 *
2011	-
2010	-
2009	-

* The one tax title lien consists of one property with liens from the 2011 and 2012 tax year.

Note 3: **PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION**

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

<u>Year</u>	<u>Amount</u>
2012	\$ 515,200.00
2011	515,200.00
2010	515,200.00
2009	515,200.00
2008	412,500.00

Note 4: **FUND BALANCES APPROPRIATED**

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

<u>Year</u>	<u>Balance Dec. 31</u>	<u>Utilized In Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
<u>Current Fund</u>			
2012	\$ 510,535.88	\$ 400,000.00	78.36%
2011	346,838.00	302,000.00	87.07%
2010	531,817.00	482,000.00	90.33%
2009	531,817.00	500,000.00	94.02%
2008	998,598.00	900,000.00	90.13%

Note 5: **INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2012:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 29.33	\$ 509,817.77
Federal & State Grant Fund	159,388.12	
Trust-- Other Funds	350,429.65	
Bond and Coupon Fund		29.33
	<u>\$ 509,847.10</u>	<u>\$ 509,847.10</u>

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During 2013, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 6: **PENSION PLANS**

The Township of Bordentown contributes to two cost-sharing multiple-employer defined benefit pension plans, the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS), which are administered by the New Jersey Division of Pensions and Benefits. In addition, Township employees may participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan and is also administered by the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
 Division of Pensions and Benefits
 P.O. Box 295
 Trenton, New Jersey 08625-0295

Public Employees' Retirement System - The PERS was established in 1955. The PERS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase is effective with the payroll period that begins immediately after July 1, 2008. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased to 6.5% plus an additional 1.0% phased-in over seven years. The phase-in of the additional incremental member contribution amount began July 1, 2012 and increases each subsequent July 1. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The Township is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Contributory Insurance</u>	<u>Total Liability</u>	<u>Paid by Township</u>
2012	\$ 52,717.00	\$ 105,434.00	\$ 10,076.00	\$ 168,227.00	\$ 168,227.00
2011	64,176.00	102,260.00	12,641.00	179,077.00	179,077.00
2010	50,440.00	64,809.00	15,982.00	131,231.00	131,231.00

Police and Firemen's Retirement System - The PFRS was established in 1944. The PFRS provides retirement, death, and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:16A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the Police and Firemen's Retirement System are required to contribute 8.5% of their annual covered salary. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate will be increased to 10% in October, 2011. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

Note 6: **PENSION PLANS (CONT'D)**

The Township is billed annually for its normal contribution plus any accrued liability. These contributions, equal to the required contributions, were as follows:

<u>Year</u>	<u>Normal Contribution</u>	<u>Accrued Liability</u>	<u>Contributory Insurance</u>	<u>Total Liability</u>	<u>Paid by Township</u>
2012	\$ 186,838.00	\$ 210,272.00	\$ 14,546.00	\$ 411,656.00	\$ 411,656.00
2011	228,983.00	183,607.00	17,946.00	430,536.00	430,536.00
2010	214,214.00	152,613.00	18,650.00	385,477.00	385,477.00

Defined Contribution Retirement Program - The Defined Contribution Retirement Program (DCRP) is a cost-sharing multiple-employer defined contribution pension fund which was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.) and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The Township had no employees participating in this plan.

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

Note 7: **OTHER POST EMPLOYMENT BENEFITS**

Plan Description - The Township contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. The Township authorized participation in the SHBP's post-retirement benefit program through resolution number.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions/.

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Township on a monthly basis. The Township contributions to SHBP for the years ended December 31, 2012 and 2011 were \$708,961.80 and \$690,382.00, respectively, which equaled the required contributions for each year.

Note 8: COMPENSATED ABSENCES

Full-time employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days not used during the year may not be accumulated and carried forward.

The Township of Bordentown compensates employees for unused sick leave upon termination or retirement. The current policy provides one compensated day for every two days accumulated. There is a maximum pay-out of fifty days pay, and is paid at the rate of pay upon termination or retirement.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2012, accrued benefits for compensated absences are valued at \$255,771.40.

Note 9: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

Note 10: CAPITAL DEBT**Summary of Debt**

	<u>Year 2012</u>	<u>Year 2011</u>	<u>Year 2010</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 11,713,000.00	\$ 10,271,333.00	\$ 9,257,000.00
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	13,168,702.97	13,946,676.00	2,101,903.00
Deductions:			
Funds Temporarily Held to Pay Notes and and Dedicated Grants	3,785,052.79	4,039,712.00	3,860,406.00
Net Debt	<u>\$ 21,096,650.18</u>	<u>\$ 20,178,297.00</u>	<u>\$ 7,498,497.00</u>

Note 10: **CAPITAL DEBT (CONT'D)**

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicated a statutory net debt of 1.520%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Regional School District	\$ 33,834,055.31	\$ 33,834,055.31	
General	24,881,702.97	3,785,052.79	\$ 21,096,650.18
	<u>\$ 58,715,758.28</u>	<u>\$ 37,619,108.10</u>	<u>\$ 21,096,650.18</u>

Net Debt \$21,096,650.18 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$1,387,926,587.00 equals 1.520%

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 48,577,430.55
Net Debt	<u>21,096,650.18</u>
Remaining Borrowing Power	<u>\$ 27,480,780.37</u>

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

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding

<u>Year</u>	<u>General Bonds</u>		<u>General Capital Leases</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2013	\$ 674,000.00	\$ 350,102.12	\$ 572,000.00	\$ 19,305.00	\$ 1,615,407.12
2014	498,000.00	321,287.58			819,287.58
2015	508,000.00	303,037.59			811,037.59
2016	522,000.00	280,967.59			802,967.59
2017	538,000.00	258,162.59			796,162.59
2018-22	2,937,000.00	912,852.95			3,849,852.95
2023-28	2,210,000.00	265,077.85			2,475,077.85
	<u>\$ 7,887,000.00</u>	<u>\$ 2,691,488.27</u>	<u>\$ 572,000.00</u>	<u>\$ 19,305.00</u>	<u>\$ 11,169,793.27</u>

Note 11: **DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2012, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

	<u>Balance Dec. 31, 2012</u>	<u>2013 Budget Appropriation</u>
Current Fund:		
Special Emergency Authorizations	\$75,000.00	\$75,000.00
Emergency Authorizations	3,500.00	3,500.00

The appropriations in the 2013 Budget as adopted are not less than that required by the statutes.

Note 12: **JOINT INSURANCE POOL**

The Township of Bordentown is a member of several joint insurance funds. The Township maintains the following funds and coverage:

Statewide Excess Liability Fund – Umbrella Liability Coverage
 Statewide Workers' Compensation Fund – Workers' Compensation Coverage

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

The Funds publishes its own financial report for the year ended December 31, 2012, which can be obtained from:

Burlington County Municipal Joint Insurance Fund
 6000 Sagamore Drive, Suite 6203
 Marlton, New Jersey 08053

Note 13: **NEW JERSEY UNEMPLOYMENT COMPENSATION INSURANCE**

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

<u>Year</u>	<u>Township Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2012	None	None	\$ 31,318.01
2011	\$ 25,000.00	\$ 38,998.00	990.31
2010	None	7,934.00	14,988.00

Note 14: **LITIGATION**

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

Note 15: **MUNICIPAL OPEN SPACE TRUST FUND**

The Township has established an open space trust fund for the purchase and maintenance of open space property. The purchase of open space property is financed through Township improvement authorizations. The debt on the improvement authorizations is then paid down through a combination of an Interlocal Service Agreement with the County of Burlington, the State of New Jersey Department of Environmental Protection Green Acres Program and a local tax levy.

Note 15: **MUNICIPAL OPEN SPACE TRUST FUND (CONT'D)**

The Interlocal Service Agreement with Burlington County reimburses the Township for 25% of the land cost at the certified market value at the time of purchase. The State of New Jersey Department of Environmental Protection Green Acres Program has made commitments to reimburse the Township for 50% of the land cost at the certified market value at the time of purchase however, there are no signed agreements or payment schedules. It is not known when the State will make the payments or if they will be in the full amount. If the State does not make the payments in a timely manner then the Township must raise the deficit in order to pay the debt on the improvement authorizations. The receivables for the County and State grants have been recorded in the Capital Fund.

The following properties were bought with Open Space Trust Funds:

<u>Property</u>	<u>Block</u>	<u>Lot</u>	<u>Acquisition Date</u>	<u>Acquisition Price</u>	<u>Certified Market Value</u>
Palmer Avenue	118	3.4 & 5.02	2002	\$ 70,000.00	\$ 70,000.00
Federal Estates	93	3 & 9.01	2003	3,900,000.00	3,900,000.00
Samost	90	4 & 6	2003	5,000,000.00	5,000,000.00
Luyber	92	7.01	2004	1,570,000.00	1,530,500.00
Shields*	92	8.01	2006	1,150,000.00	1,150,000.00
				<u>\$11,690,000.00</u>	<u>\$11,650,500.00</u>

* Neither the County nor the State have awarded a grant for the Shields property and no receivable has been recorded.

The current year activity on the County receivable is as follows:

<u>Property</u>	<u>Award Amount</u>	<u>Payment Schedule</u>	<u>Balance Dec. 31, 2011</u>	<u>2012 Receipts</u>	<u>Balance Dec. 31, 2012</u>
Palmer Avenue	\$ 17,500.00	Complete	-		-
Federal Estates	975,000.00	11/03 – 11/18	\$ 420,000.00	\$ 60,000.00	\$ 360,000.00
Luyber	382,625.00	11/08 – 11/27	304,000.00	19,000.00	285,000.00
Samost	<u>1,250,000.00</u>	11/08 – 11/27	<u>992,000.00</u>	<u>62,000.00</u>	<u>930,000.00</u>
	<u>\$2,625,125.00</u>		<u>\$1,716,000.00</u>	<u>\$141,000.00</u>	<u>\$1,575,000.00</u>

The current year activity on the State Green Acres receivable is as follows:

<u>Property</u>	<u>Award Amount</u>	<u>Balance Dec. 31, 2011</u>	<u>2012 Receipts</u>	<u>Balance Dec. 31, 2012</u>
Palmer Avenue	\$ 41,930.00	-		-
Federal Estates	2,023,729.00	-		-
Luyber	784,341.00	-		-
Samost	<u>1,875,000.00</u>	<u>\$775,000.00</u>		<u>\$775,000.00</u>
	<u>\$4,725,000.00</u>	<u>\$775,000.00</u>	-	<u>\$775,000.00</u>

Note 16: **SUBSEQUENT EVENTS**

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

	<u>Purpose</u>	<u>Date</u>	<u>Amount</u>
General Capital:			
Bonds and Notes:			
	Acquisition of Land and Building for Public Works	January 28, 2013	<u>\$570,000.00</u>

On March 11, 2013, the Township issued \$3,210,000 in General Obligation Bonds with interest rates ranging from 2.00% to 5.00% to refund \$3,445,000 of outstanding 2004 Series bonds with interest rates ranging from 5.00% to 5.25%. The gross savings (difference between the present values of the debt service payments of the old and new debt) is \$511,203.00.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS
CURRENT FUND

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Current Cash per N.J.S.A. 40A:5-5--Treasurer
For the Year Ended December 31, 2012

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Balance Dec. 31, 2011	\$ 1,567,350.33	\$ -
Increased by Receipts:		
Revenue Accounts Receivable	\$ 1,051,577.20	
Interest and Cost on Taxes	83,575.07	
Verizon FIOS Franchise Fee	41,162.49	
Comcast Franchise Fee	36,705.00	
Consolidated Municipal Property Tax Relief Act	78,945.00	
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	811,529.00	
Garden State Trust Fund	3,558.00	
EMS Fees	407,981.96	
Reserve for Payment of Debt	400,000.00	
Reserve for Payment of Debt - Open Space	308,000.00	
Hotel & Motel Occupancy Fees	224,545.81	
Pilot Affordable Housing	61,374.07	
Maintenance of Land for Recreation and Conservation	42,903.00	
NJ DMV Motor Vehicle Inspections	18,966.50	
Miscellaneous Revenue Not Anticipated	36,127.28	
Due from State of New Jersey--Senior Citizens' and Veterans' Deductions	114,113.69	
Taxes Receivable	33,962,634.64	
Tax Title Liens	1,865.40	
Prepaid Taxes	172,504.49	
Tax Overpayments	13,713.86	
Due to State of New Jersey--State Training Fees for New Construction	19,872.00	
Due to State of New Jersey--Marriage License Fees	1,300.00	
Other Reserves	104,494.17	
Due from Trust Fund - Animal Control	2,297.00	
Due to Federal and State Grant Fund	32,991.12	

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Current Cash per N.J.S.A. 40A:5-5--Treasurer
For the Year Ended December 31, 2012

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Increased by Receipts (Cont'd):		
Federal and State Grant Fund:		
Matching Funds for Grants		\$ 6,362.00
Federal and State Grants		<u>115,954.92</u>
	<u>\$ 38,032,736.75</u>	<u>\$ 122,316.92</u>
	39,600,087.08	122,316.92
Decreased by Disbursements:		
2012 Appropriations	\$ 8,795,313.25	
2011 Appropriation Reserves	394,708.69	
Accounts Payable	9,547.00	
County Taxes	5,095,273.65	
County Share of Added and Omitted Taxes	17,569.89	
Regional District School Taxes	20,685,965.54	
Special Fire District Taxes	2,010,403.33	
Municipal Open Space Taxes	351,264.00	
Tax Overpayments	16,612.37	
Due to State of New Jersey--State Training Fees for New Construction	21,532.00	
Due to State of New Jersey--Marriage License Fees	1,450.00	
Special Emergency Note Payable	75,000.00	
Matching Funds for Grants	6,362.00	
Other Reserves	11,550.00	
Due from Trust Fund - Builders' Trust		
Due from Trust Fund - Other	2,962.07	
Federal and State Grant Fund:		
Due to Current Fund		\$ 32,991.12
Reserve for Federal and State Grant Funds--Appropriated		<u>89,325.80</u>
	<u>37,495,513.79</u>	<u>122,316.92</u>
Balance Dec. 31, 2012	<u>\$ 2,104,573.29</u>	<u>\$ -</u>

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Due to State of New Jersey for Senior Citizens' and Veterans' Deductions
For the Year Ended December 31, 2012

Balance Dec. 31, 2011		\$ 27,909.53
Increased by:		
2011 Deductions Disallowed by Tax Collector	\$ 1,250.00	
Collections	114,113.69	
		115,363.69
		143,273.22
Decreased by:		
Accrued in 2012 to Municipality:		
Senior Citizens' Deductions per Tax Billings	16,750.00	
Veterans' Deductions per Tax Billings	97,250.00	
Deductions Allowed by Tax Collector	750.00	
Subtotal 2012 Tax Accrual		114,750.00
Balance Dec. 31, 2012		\$ 28,523.22

TOWNSHIP OF BORDENTOWN
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2012

Year	Balance Dec. 31, 2011	2012 Levy	Added Taxes	<u>C o l l e c t i o n s</u>		Due from State of New Jersey	Overpayment Applied	Canceled	Transfer to Tax Title Liens	Balance Dec. 31, 2012
				<u>2011</u>	<u>2012</u>					
2010	\$ 499.75				\$ 499.75					
2011	381,484.00		\$ 14,328.17		390,965.30				\$ 4,846.87	
	381,983.75	\$ -	14,328.17	\$ -	391,465.05	\$ -	\$ -	\$ -	4,846.87	\$ -
2012	-	34,378,205.97	-	217,128.48	33,571,169.59	114,750.00	-	16,623.47	5,301.91	453,232.52
	<u>\$ 381,983.75</u>	<u>\$ 34,378,205.97</u>	<u>\$ 14,328.17</u>	<u>\$ 217,128.48</u>	<u>\$ 33,962,634.64</u>	<u>\$ 114,750.00</u>	<u>\$ -</u>	<u>\$ 16,623.47</u>	<u>\$ 10,148.78</u>	<u>\$ 453,232.52</u>

Analysis of 2012 Tax Levy

Tax Yield

General Purpose Tax	\$ 34,296,363.63
Added Taxes (54:4-63.1 et seq.)	<u>81,842.34</u>

\$ 34,378,205.97

Tax Levy

Regional District School Tax	20,685,965.54
Municipal Open Space	352,249.31
Special Fire District	2,010,403.33
County Taxes:	
County Tax	\$ 5,095,273.65
Due County for Added Taxes	<u>14,153.38</u>

Total County Taxes 5,109,427.03

Local Tax for Municipal Purposes	6,118,020.00
Add: Additional Tax Levied	<u>102,140.76</u>

Local Tax for Municipal Purposes Levied 6,220,160.76

\$ 34,378,205.97

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Tax Title Liens Receivable
For the Year Ended December 31, 2012

Transfer from 2011 Taxes Receivable	\$ 4,846.87
Transfer from 2012 Taxes Receivable	<u>5,301.91</u>
	10,148.78
Decreased by:	
Collections	<u>1,865.40</u>
Balance Dec. 31, 2012	<u><u>\$ 8,283.38</u></u>

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2012

	Accrued in <u>2012</u>	<u>Collections</u>	Balance <u>Dec. 31, 2012</u>
Licenses:			
Alcoholic Beverages	\$ 24,380.00	\$ 24,380.00	
Other	56,737.00	56,737.00	
Fees and Permits	42,900.00	42,900.00	
Interlocal Service Agreement - Court Municipal Court	117,259.15	74,964.98	\$ 42,294.17
Fines and Costs	629,781.01	585,601.62	44,179.39
Construction Code Official Fees and Permits	263,870.00	263,870.00	
Interest on Investments and Deposits	3,123.60	3,123.60	
	<u>\$ 1,138,050.76</u>	<u>\$ 1,051,577.20</u>	<u>\$ 86,473.56</u>

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Other Reserves
For the Year Ended December 31, 2012

	<u>Balance</u> <u>Dec. 31, 2011</u>	<u>Cash</u> <u>Receipts</u>	<u>Current Year</u> <u>Tax Collections</u>	<u>Realized as</u> <u>Revenue</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>Dec. 31, 2012</u>
Key Deposit	\$ 6,354.00	\$ 5,750.00			\$ 4,750.00	\$ 7,354.00
EMS Billings Refund	50.00					50.00
Revenue Reimbursement	5.00					5.00
Tax Sale Premiums	37,850.00	92,475.00			6,800.00	123,525.00
Elevator Inspection	212.00					212.00
Codefecation of Ordinance	2,860.02					2,860.02
Master Plan Re-Examination	1,620.70					1,620.70
Garden State Trust Fund	3,558.00					3,558.00
2012 FEMA Grant	24,003.59	6,269.17		\$ 24,003.59		6,269.17
EMS Operating Surplus	0.62					0.62
Tax Appeals			\$ 209,000.00			209,000.00
	<u>\$ 76,513.93</u>	<u>\$ 104,494.17</u>	<u>\$ 209,000.00</u>	<u>\$ 24,003.59</u>	<u>\$ 11,550.00</u>	<u>\$ 354,454.51</u>

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2012

	Balance Dec. 31, 2011		Balance After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
OPERATIONS--WITHIN "CAPS"					
<u>General Government Functions</u>					
Adimistrative & Executive					
Salaries and Wages		\$ 40.00	\$ 40.00		\$ 40.00
Other Expenses	\$ 172.00	2,492.01	24,464.01	\$ 24,464.01	
Mayor & Committee					
Salaries and Wages		38.42	3.42		3.42
Other Expenses	460.00	15.00	475.00	460.00	15.00
Municipal Clerk					
Other Expenses	458.00	4,072.95	540.95	537.98	2.97
Financial Administration (Treasury)					
Other Expenses	2,105.00	1,786.96	3,706.96	3,702.91	4.05
Revenue Administration (Tax Collection)					
Salaries and Wages	1,000.00	1.00	1,001.00	1,000.00	1.00
Other Expenses	47.00	972.97	49.97	46.50	3.47
Tax Assessment Administration					
Salaries and Wages		92.76	92.76		92.76
Other Expenses	60.00	5,461.18	2,421.18	2,415.00	6.18
Legal Services (Legal Department)					
Other Expenses		4,407.11	3,837.11	3,832.82	4.29
Engineering Services					
Other Expenses		256.67	456.67	412.00	44.67
Economic Development Commission					
Other Expenses		100.00			
Planning Board					
Other Expenses		1,725.28	0.28		0.28
Township Planner					
Other Expenses		100.00			
Zoning Board of Adjustments					
Other Expenses		2,309.98	309.98	270.00	39.98
Community Development					
Salaries and Wages		386.33	1.33		1.33
Other Expenses		567.44	277.44	273.79	3.65
Municipal Court					
Salaries and Wages		392.23	17.23		17.23
Other Expenses	201.00	3,821.79	3,722.79	3,709.05	13.74
Municipal Prosecutor's Office					
Other Expenses		600.00	600.00	600.00	
<u>Public Works Functions</u>					
Road Repairs and Maintenance					
Salaries and Wages		335.49	0.49		0.49
Other Expenses	25,159.00	11,338.66	25,207.66	25,207.47	0.19
Solid Waste Collection					
Other Expenses		1,563.99	4.99		4.99
Contractual	16,453.00	16,694.00	32,906.00	32,906.00	
Buildings and Grounds					
Salaries and Wages		309.81	9.81		9.81
Other Expenses	2,468.00	4,697.79	2,515.79	2,512.20	3.59
Vehicle Maintenance (Including Police Vehicles)					
Salaries and Wages		417.84	2.84		2.84
Other Expenses	13,480.00	3,872.75	26,657.75	26,600.92	56.83
Sewerage Processing & Disposal					
Other Expenses		769.42	4.42		4.42
Landfill / Solid Waste Disposal Costs					
Other Expenses		34,407.85	15,037.85	15,036.81	1.04

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2012

	Balance Dec. 31, 2011		Balance After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
OPERATIONS--WITHIN "CAPS" (CONT'D)					
<u>Health & Welfare</u>					
Public Health Services (Board of Health)					
Other Expenses		\$ 250.00			
Environmental Health Services					
Other Expenses		269.34	\$ 4.39		\$ 4.39
<u>Insurance</u>					
Employee Group Health		8,981.64	6.64		6.64
<u>Public Safety Functions</u>					
Office of Emergency Management					
Salaries and Wages		934.00	34.00		34.00
Other Expenses		1,321.40	1.40		1.40
Police Department					
Salaries and Wages		28,129.46	14,214.46	\$ 10,463.96	3,750.50
Other Expenses	\$ 44,149.25	2,433.37	53,587.17	53,464.84	122.33
<u>Parks & Recreation Functions</u>					
Senior Community Center					
Other Expenses		985.85	490.85	490.00	0.85
Recreation Services & Programs					
Other Expenses		9,679.97	9,384.97	9,380.29	4.68
Maintenance of Parks					
Salaries and Wages		25.00			
Other Expenses		50.00			
Maintenance Open Space - Land for Recreation & Conservation					
Other Expenses		250.00			
<u>Uniform Construction Code</u>					
Construction Official					
Salaries and Wages		627.62	2.62		2.62
Other Expenses		710.89	0.89		0.89
<u>Utility Expenses and Bulk Purchases</u>					
Traffic Signals & Control Devices		500.00			
Electricity		5,303.03	3,158.48	3,156.19	2.29
Street Lighting		33,451.25	24,651.25	24,616.80	34.45
Telecommunication Costs	4,984.00	4,442.23	9,071.23	8,398.30	672.93
Water		1,365.64	770.64	766.80	3.84
Gas (Natural or Propane)		12,969.53	1.24		1.24
Gasoline, Diesel and Oil		23,670.32	8,823.61	8,818.84	4.77
<u>Other Common Operating Functions (Unclassified)</u>					
Certificate of Fire Compliance					
Other Expenses		1,980.00	940.00	940.00	
Total Operations including Contingent--Within "CAPS"	111,196.25	242,378.22	269,509.52	264,483.48	5,026.04
Detail:					
Salaries and Wages	1,000.00	31,729.96	15,419.96	11,463.96	3,956.00
Other Expenses	110,196.25	210,648.26	254,089.56	253,019.52	1,070.04

(Continued)

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2012

	Balance Dec. 31, 2011		Balance After Modification	Disbursed	Balance Lapsed
	Encumbered	Reserved			
DEFERRED CHARGES AND STATUTORY					
EXPENDITURES MUNICIPAL-- WITHIN "CAPS"					
Statutory Expenditures:					
Public Employees' Retirement System		\$ 238.00	\$ 2.95		\$ 2.95
Social Security System (O.A.S.I.)	\$ 77.00	9,792.84	119.84	\$ 76.50	43.34
Defined Contribution Retirement Plan		100.00	100.00		100.00
Disability/Unemployment Compensation Insurance		15,175.00	39,925.00	39,925.00	
Total General Appropriations for Municipal Purposes Within--"CAPS"	111,273.25	267,684.06	309,657.31	304,484.98	5,172.33
OPERATIONS EXCLUDED FROM "CAPS"					
Mandated Expenditures Per N.J.S.A.40A:4-45.3g					
Excluded from "CAPS"					
Tax Appeals					
Other Expenses		25.15	25.15		25.15
Interest on Tax Appeals					
Other Expenses		25.00	25.00		25.00
Reassessment	11,100.00		11,100.00	11,100.00	
Recycling Tax Appropriations					
Recycling Tax (NJSA 13:1E-96.5)		3,136.00	3,436.00	3,422.00	14.00
Additional Appropriations Offset by Revenues					
EMS Services					
Salaries and Wages		891.40	891.40		891.40
Other Expenses		16,499.61	16,499.61	6,182.71	10,316.90
Total Operations--Excluded from "CAPS"	11,100.00	20,577.16	31,977.16	20,704.71	11,272.45
Detail:					
Salaries and Wages		891.40	891.40		891.40
Other Expenses	11,100.00	19,685.76	31,085.76	20,704.71	10,381.05
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"					
Interest on Bonds	500.50	-	500.50	500.00	0.50
Judgements and Settlements		19.00	69,019.00	69,019.00	
Total General Appropriations for Municipal Purposes--Excluded from "CAPS"	11,600.50	20,596.16	101,496.66	90,223.71	11,272.95
Total General Appropriations	\$ 122,873.75	\$ 288,280.22	\$ 411,153.97	\$ 394,708.69	\$ 16,445.28

TOWNSHIP OF BORDENTOWN
CURRENT FUND
 Statement of Deferred Charges
 For the Year Ended December 31, 2012

	Balance <u>Dec. 31, 2011</u>	Added in <u>2012</u>	Raised in <u>2012 Budget</u>	Balance <u>Dec. 31, 2012</u>
Emergency Authorization	\$ 44,400.00	\$ 3,500.00	\$ 44,400.00	\$ 3,500.00
Special Emergency - Revaluation	150,000.00		75,000.00	75,000.00
	<u>\$ 194,400.00</u>	<u>\$ 3,500.00</u>	<u>\$ 119,400.00</u>	<u>\$ 78,500.00</u>

TOWNSHIP OF BORDENTOWN
CURRENT FUND
 Statement of Due to New Jersey Department of Community Affairs
 State Training Fees for New Construction
 For the Year Ended December 31, 2012

Balance Dec. 31, 2011	\$ 5,404.00
Increased by:	
Training Fees Collected	<u>19,872.00</u>
	25,276.00
Decreased by:	
Training Fees Disbursed	<u>21,532.00</u>
Balance Dec. 31, 2012	<u><u>\$ 3,744.00</u></u>

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Due to State of New Jersey - Youth and Family Services
State Fee for Marriage Licenses
For the Year Ended December 31, 2012

Balance Dec. 31, 2011	\$ 425.00
Increased by:	
State Fees Collected	1,300.00
	1,725.00
Decreased by:	
State Fees Disbursed	1,450.00
Balance Dec. 31, 2012	\$ 275.00

Exhibit SA-11

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2012

Balance Dec. 31, 2011 (2012 Taxes)	\$ 217,128.48
Increased by:	
Collections--2013 Taxes	172,504.49
	389,632.97
Decreased by:	
Application to 2012 Taxes Receivable	217,128.48
Balance Dec. 31, 2012 (2013 Taxes)	\$ 172,504.49

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2012

Balance Dec. 31, 2011		\$ 17,565.22
Increased by:		
Overpayments		13,713.86
		31,279.08
Decreased by:		
Canceled	\$ 952.85	
Refunds	16,612.37	
		17,565.22
Balance Dec. 31, 2012		\$ 13,713.86

Exhibit SA-13

TOWNSHIP OF BORDENTOWN
CURRENT FUND
Statement of Due Municipal Open Space Trust Fund
For the Year Ended December 31, 2012

Balance Dec. 31, 2011		\$ 132,598.78
Increased by:		
2012 Tax Levy	\$351,264.00	
Added and Omitted Tax Levy	985.31	
		352,249.31
		484,848.09
Decreased by:		
Disbursements		351,264.00
Balance Dec. 31, 2012		\$ 133,584.09

TOWNSHIP OF BORDENTOWN
CURRENT FUND
 Statement of Due County for Added and Omitted Taxes
 For the Year Ended December 31, 2012

Balance Dec. 31, 2011:		
Omitted and Added Assessments		\$ 17,569.89
Increased by County Share of:		
Added Taxes (2011)	\$ 545.30	
Added Taxes (2012)	12,952.28	
Omitted and Added Assessments 2011	655.80	
		14,153.38
		31,723.27
Decreased by:		
Payments		17,569.89
Balance Dec. 31, 2012:		
Added Taxes (2011)	545.30	
Added Taxes (2012)	12,952.28	
Omitted and Added Assessments 2011	655.80	
		\$ 14,153.38

TOWNSHIP OF BORDENTOWN
CURRENT FUND
 Statement of Regional School Tax Payable
 For the Year Ended December 31, 2012

Levy--Calendar Year 2012		\$ 20,685,965.54
Payments		\$ 20,685,965.54

TOWNSHIP OF BORDENTOWN
FEDERAL AND STATE GRANT FUND
 Statement of State Grants Receivable
 For the Year Ended December 31, 2012

<u>Program</u>	<u>Balance Dec. 31, 2011</u>	<u>2012 Revenue</u>	<u>Receipts</u>	<u>Balance Dec. 31, 2012</u>
State Grants:				
Municipal Alliance on Alcoholism & Drug Abuse	\$ 22,900.89	\$ 25,763.00	\$ 25,763.89	\$ 22,900.00
DVRPC - TCDI Grant		93,750.00	18,750.00	75,000.00
DDEF Grant		29,659.00	29,659.00	
Clean Communities Grant		17,643.00	17,643.00	
ANJEC - Sustainable Land Use Grant		3,500.00		3,500.00
Recycling Tonnage		14,827.23	14,827.23	
Alcohol Education Rehabilitation		4,586.86	4,586.86	
Body Armor Replace		4,724.94	4,724.94	
	<u>\$ 22,900.89</u>	<u>\$ 194,454.03</u>	<u>\$ 115,954.92</u>	<u>\$ 101,400.00</u>

TOWNSHIP OF BORDENTOWN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for State Grants - Unappropriated
For the Year Ended December 31, 2012

<u>Program</u>	<u>Grants Receivable</u>	<u>Revenue 2012 Budget</u>	<u>Balance Dec. 31, 2012</u>
State Grants:			
Municipal Alliance on Alcoholism & Drug Abuse	\$ 25,763.00	\$ 25,763.00	
DVRPC - TCDI Grant	93,750.00	93,750.00	
Drunk Driving Enforcement Grant	29,659.00	29,659.00	
Clean Communities Grant	17,643.00	17,643.00	
ANJEC - Sustainable Land Use Grant	3,500.00	3,500.00	
Recycling Tonnage	14,827.23		\$ 14,827.23
Alcohol Education Rehabilitation	4,586.86		4,586.86
Body Armor Replace	4,724.94		4,724.94
	<u>\$ 194,454.03</u>	<u>\$ 170,315.00</u>	<u>\$ 24,139.03</u>

TOWNSHIP OF BORDENTOWN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants - Appropriated
For the Year Ended December 31, 2012

<u>Program</u>	<u>Balance Dec. 31, 2011</u>	<u>2012 Budget Appropriations</u>	<u>Paid or Charged</u>	<u>Balance Dec. 31, 2012</u>
Local Grants:				
Comcast Cable TV Technology Grant	\$ 6,312.56	\$ -	\$ 5,789.68	\$ 522.88
State Grants:				
Drunk Driving Enforcement Fund	29,592.00		29,592.00	
Stop the Violence Against Women	903.44			903.44
Clean Communities Grant	29,072.10	17,643.00	3,356.85	43,358.25
Compliance Inspection Fire Services	650.00			650.00
Municipal Alliance on Alcoholism & Drug Abuse	13,124.93	28,625.00	41,749.93	
Recycling Tonnage Grant	31,604.29		17,123.00	14,481.29
Body Armor Replacement Grant	8,851.99		4,967.87	3,884.12
Municipal Stormwater Program	233.50			233.50
Alcohol Education & Rehabilitation Program	20,083.08		6,838.03	13,245.05
Police Appreciation	500.00			500.00
Make It Click Grant	6,370.00			6,370.00
Buckle Up South Jersey Grant	2,000.00			2,000.00
DVRPC - TCDI Grant		93,750.00		93,750.00
DDEF Grant		29,659.00	29,659.00	
ANJEC - Sustainable Land Use Grant		7,000.00		7,000.00
Total State Grants	142,985.33	176,677.00	133,286.68	186,375.65
	\$ 149,297.89	\$ 176,677.00	\$ 139,076.36	\$ 186,898.53
			Current Year Encumbrances	\$ 49,750.56
			Disbursed	89,325.80
				\$ 139,076.36

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF BORDENTOWN
TRUST FUND
Statement of Cash per N.J.S. 40A:5-5--Treasurer
For Year Ended December 31, 2012

	<u>Animal Control</u>	<u>Open Space</u>	<u>Other</u>
Balance Dec. 31, 2011	\$ 15,586.70	\$ 86,876.07	\$ 2,582,186.51
Increased by Receipts:			
Dog License Fees	\$ 6,089.60		
Cat License Fees	3,549.80		
Due from Current Fund			\$ 2,962.07
Reserve - Open Space Trust Fund		\$ 408,860.95	
Reserve - Builders Trust			50,807.30
Reserve - Off Duty Police Employment			184,674.32
Reserve - UC & TDI Fund			30,327.70
Reserve - Street Opening Fund			1,575.00
Reserve - Special Law Enforcement Fund			378.81
Reserve - Federal Forfeit Trust Fund			25,429.84
Reserve - Public Defender Fees			26,180.09
Reserve - POAA			136.00
Reserve - Housing Fees COAH			2,981.73
Reserve - READ Foundation			240.00
Reserve - Snow Removal			25,000.00
Reserve - Civic Events Donations			4,650.00
Reserve - Veteran's Park Donations			4,089.18
Reserve - Recycling Program			950.00
Reserve - Other Misc			7,150.00
Reserve - Payroll Deductions Payable			1,722.84
	<u>9,639.40</u>	<u>408,860.95</u>	<u>369,254.88</u>
Balance (Carried Forward)	25,226.10	495,737.02	2,951,441.39

(Continued)

TOWNSHIP OF BORDENTOWN
TRUST FUND
Statement of Cash per N.J.S. 40A:5-5--Treasurer
For Year Ended December 31, 2012

	<u>Animal Control</u>	<u>Open Space</u>	<u>Other</u>
Balance (Brought Forward)	\$ 25,226.10	\$ 495,737.02	\$ 2,951,441.39
Decreased by Disbursements:			
Due to State of NJ	\$ 1,241.40		
Due to Current Fund	2,297.00		
Reserve - Animal Control Fund	3,155.82		
Reserve - Open Space Trust Fund		\$ 411,070.97	
Reserve - Off Duty Police Employment			\$ 168,612.47
Reserve - Street Opening Fund			1,575.00
Reserve - Federal Forfeit Trust Fund			12,914.23
Reserve - Public Defender Fees			25,300.59
Reserve - POAA			84.00
Reserve - Housing Fees COAH			40,748.41
Reserve - Fourth of July Celebration			51.42
Reserve - Civic Events Donations			5,457.59
Reserve - Veteran's Day Donations			100.00
Reserve - Veteran's Park Donations			2,751.18
Reserve - Tree Planting Donations			36,698.00
Reserve - Recycling Program			911.12
	<u>6,694.22</u>	<u>411,070.97</u>	<u>295,204.01</u>
Balance Dec. 31, 2012	<u><u>\$ 18,531.88</u></u>	<u><u>\$ 84,666.05</u></u>	<u><u>\$ 2,656,237.38</u></u>

TOWNSHIP OF BORDENTOWN
TRUST FUNDS
 Statement of Due (To) / From Current Fund
 For Year Ended December 31, 2012

	<u>Animal Control Fund</u>	<u>Open Space Trust Fund</u>	<u>Trust Other Fund</u>
Balance Dec. 31, 2011	\$ (2,297.00)	\$ 132,598.78	\$ 219,807.63
Increased by:			
Interfund Returned	2,297.00		
Amount to be Raised by Taxes		352,249.31	
	-	484,848.09	219,807.63
Decreased by:			
Statutory Excess in Reserve for Animal Control Expenditures Received from Current Fund	2,443.28	351,264.00	2,962.07
Balance Dec. 31, 2012	<u>\$ (2,443.28)</u>	<u>\$ 133,584.09</u>	<u>\$ 216,845.56</u>

TOWNSHIP OF BORDENTOWN
TRUST FUND
 Statement of Reserve for Animal Control Expenditures
 For Year Ended December 31, 2012

Balance Dec. 31, 2011		\$ 13,221.30
Increased by:		
Receipts:		
Dog License Fees Collected	\$ 6,089.60	
Cat License Fees Collected	<u>3,549.80</u>	
		<u>9,639.40</u>
		22,860.70
Decreased by:		
Due to State of New Jersey	1,257.60	
Statutory Excess Due Current Fund	2,443.28	
Expenditures Under R.S.4:19-15.11	<u>3,155.82</u>	
		<u>6,856.70</u>
Balance Dec. 31, 2012		<u><u>\$ 16,004.00</u></u>

Animal License Fees Collected

<u>Year</u>	<u>Amount</u>
2010	\$ 6,992.00
2011	<u>9,012.00</u>
	<u><u>\$ 16,004.00</u></u>

TOWNSHIP OF BORDENTOWN
TRUST - OPEN SPACE
Statement of Reserve Open Space Trust Fund
For Year Ended December 31, 2012

Balance Dec. 31, 2011		\$ 219,474.85
Increased by:		
Received:		
Miscellaneous Revenues not Anticipated	\$ 57,596.95	
Open Space Taxes - Due from Current Fund	<u>351,264.00</u>	
	408,860.95	
Due from Current Fund	<u>985.31</u>	
		<u>409,846.26</u>
		629,321.11
Decreased by:		
Disbursed:		
Salaries and Wages	42,903.00	
Principal on Debt Service	308,000.00	
Reserve for Future Use	<u>60,167.97</u>	
		<u>411,070.97</u>
Balance Dec. 31, 2012		<u><u>\$ 218,250.14</u></u>

TOWNSHIP OF BORDENTOWN
TRUST FUND
Statement of Miscellaneous Trust Reserves
For Year Ended December 31, 2012

	Balance Dec. 31, 2011	Receipts	Disbursements	Balance Dec. 31, 2012
Reserve - Builders Trust	\$ 1,476,086.01	\$ 50,807.30		\$ 1,526,893.31
Reserve - Off Duty Police Employment	49,160.23	184,674.32	\$ 168,612.47	65,222.08
Reserve - UC & TDI Fund	990.31	30,327.70		31,318.01
Reserve - Street Opening Fund	28,219.50	1,575.00	1,575.00	28,219.50
Reserve - Special Law Enforcement Fund	121,709.83	378.81		122,088.64
Reserve - Federal Forfeit Trust Fund	217.50	25,429.84	12,914.23	12,733.11
Reserve - First Aid Contributions	4,185.00			4,185.00
Reserve - Public Defender Fees	7,103.59	26,180.09	25,300.59	7,983.09
Reserve - POAA	758.00	136.00	84.00	810.00
Reserve - Housing Fees COAH	859,118.26	2,981.73	40,748.41	821,351.58
Reserve - Sign Donations	2,520.00			2,520.00
Reserve - READ Foundation	3,357.00	240.00		3,597.00
Reserve - Roadway Contrib Dunns/Rising	77,580.00			77,580.00
Reserve - Snow Removal		25,000.00		25,000.00
Reserve - Community Map Sponsors	3,050.00			3,050.00
Reserve - Fourth of July Celebration	735.00		51.42	683.58
Reserve - Civic Events Donations	5,386.58	4,650.00	5,457.59	4,578.99
Reserve - Veteran's Day Donations	1,915.05		100.00	1,815.05
Reserve - Veteran's Park Donations	516.59	4,089.18	2,751.18	1,854.59
Reserve - Tree Planting Donations	76,950.00		36,698.00	40,252.00
Reserve - Recycling Program	550.00	950.00	911.12	588.88
Reserve - Other Misc	35,300.00	7,150.00		42,450.00
Reserve - Payroll Deductions Payable	47,385.69	1,722.84		49,108.53
	<u>\$ 1,350,786.64</u>	<u>\$ 366,292.81</u>	<u>\$ 295,204.01</u>	<u>\$ 2,873,882.94</u>

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
 Statement of General Capital Cash and Investments per N.J.S. 40A:5-5--Treasurer
 For the Year Ended December 31, 2012

Balance Dec. 31, 2011		\$ 1,553,711.63
Increased by Receipts:		
Bond Anticipation Note Proceeds	\$ 3,254,000.00	
Premium of Sale of Bond Anticipation Note	8,655.44	
Capital Improvement Fund	32,250.00	
Excess County Open Space Grant Receipts	32.78	
Funds Received - 2012 Budget	375,500.00	
Miscellaneous Reserve Receipts	34,321.07	
Grant Receipts	<u>605,011.00</u>	
		<u>4,309,770.29</u>
		5,863,481.92
Decreased by Disbursements:		
Improvement Authorizations	1,219,199.49	
Encumbrances Payable	364,965.31	
Bond Anticipation Note	1,693,333.00	
Reserve to Pay Debt - Anticipated as Revenue in Current Fund	<u>400,000.00</u>	
		<u>3,677,497.80</u>
Balance Dec. 31, 2012		<u><u>\$ 2,185,984.12</u></u>

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of General Capital Cash and Investments
For the Year Ended December 31, 2012

	Balance Dec. 31, 2011	Receipts		Disbursements			Transfers		Balance Dec. 31, 2012
		Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Fund Balance	\$ 22,862.00		\$ 8,655.44						\$ 31,517.44
Grants Receivable			605,011.00				\$ 3,777,874.87	\$ 211,431.90	(2,961,431.97)
Capital Improvement Fund	79,320.00		32,250.00				39,695.00		71,875.00
Reserve for Encumbrances Payable								656,173.58	291,208.27
Reserve to Pay Debt - County Open Space	1,248,268.04		32.78					175,320.00	1,023,620.82
Reserve for Grants Receivables	(211,431.97)		34,321.07				175,320.00	3,113,862.87	2,761,431.97
General Improvement Authorizations:									
Ordinance									
Number									
2000-10	Various Capital Improvements	120.00					120.00		
2004-05	Open Space Preservation	1,715.07					1,421.50		293.57
2004-24(d)	Acquisition of Equipment & Open Space	27,311.71					10,634.09		16,677.62
2005-22	Acquisition of Various Equipment	7,240.91							7,240.91
2006-4,28	Various Capital Improvements	4,989.28					816.67		4,172.61
2007-33	Various Capital Improvements	13,451.94	\$ 568,500.00	22,500.00	\$ 17,934.60		31,900.00		554,617.34
2008-13	Various Roadway Improvements	71,955.00					67,234.50		4,720.50
2008-18	Purchase of Police Equipment	(23,000.00)		23,000.00					
2009-13	Veteran's Memorial Park Bikeway	169,650.63			6,667.68		280,089.05		(117,106.10)
2009-28	Various Capital Improvements	(52,998.50)							(52,998.50)
2010-06	Construction of Road Improvements to David Court	5,015.03					7,808.90		(2,793.87)
2007-19, 2011-13	Improvements to Northern Community Park	72,316.22			217,082.17		265,459.00	414,054.00	3,829.05
2011-14	General Capital Improvements	36,289.58					36,264.00		25.58
2011-25	Tax Appeals Refunding	80,636.69	1,363,300.00	330,000.00	3,261.75	\$1,693,333.00	42.00		77,299.94

(Continued)

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of General Capital Cash and Investments
For the Year Ended December 31, 2012

	Balance <u>Dec. 31, 2011</u>	Receipts		Disbursements			Transfers		Balance <u>Dec. 31, 2012</u>
		Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
General Improvement Authorizations (Cont'd):									
Ordinance									
<u>Number</u>									
2012-4				\$ 50,000.00			\$ 250,000.00		\$ 200,000.00
2012-5		\$ 568,000.00		541,225.69					26,774.31
2012-6									
		754,200.00		383,027.60			\$ 165,857.77	39,695.00	245,009.63
	<u>\$ 1,553,711.63</u>	<u>\$ 3,254,000.00</u>	<u>\$ 1,055,770.29</u>	<u>\$ 1,219,199.49</u>	<u>\$ 1,693,333.00</u>	<u>\$ 764,965.31</u>	<u>\$ 4,860,537.35</u>	<u>\$ 4,860,537.35</u>	<u>\$ 2,185,984.12</u>

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation -- Funded
For the Year Ended December 31, 2012

Balance Dec. 31, 2011		\$ 9,659,000.00
Decreased by:		
2012 Budget Appropriation:		
Bond Principal	\$ 691,000.00	
Bridge Lease Agreement Payment	509,000.00	
		1,200,000.00
Balance Dec. 31, 2012		\$ 8,459,000.00
<u>Analysis of Balance</u>		
Lease Agreement with Burlington County Bridge Commission		\$ 572,000.00
Serial Bonds		7,887,000.00
		\$ 8,459,000.00

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation -- Unfunded
For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Balance Dec. 31, 2011	2012 Authorizations	Funded By Budget Appropriation	Grant Receipts	Balance Dec. 31, 2012	Analysis of Balance Dec. 31, 2012		
							Expenditures	Bond Anticipation Note	Improvement Authorizations
2007-33	Various Capital Improvements	\$ 591,000.00		\$ 22,500.00		\$ 568,500.00		\$ 568,500.00	
2008-13	Various Roadway Improvements	325,164.75			\$ 156,889.00	168,275.75			\$ 168,275.75
2008-18	Purchase of Police Equipment	23,000.00		23,000.00					
2009-13	Veteran's Memorial Park Bikeway	136,388.50				136,388.50	\$ 117,106.10		19,282.40
2009-28	Various Capital Improvements	56,250.00				56,250.00	52,998.50		3,251.50
2010-06	Construction of Road Improvements to David Court	57,708.72				57,708.72	2,793.87		54,914.85
2007-19, 2011-13	Improvements to Northern Community Park	257,122.00			257,122.00				
2011-25	Tax Appeals Refunding	1,693,375.00		330,000.00		1,363,375.00		1,363,300.00	75.00
2011-22	Improvements within the Waterfront Village Redevelopment Area		\$ 12,500,000.00			12,500,000.00			12,500,000.00
2012-5	Tax Appeals Refunding		568,000.00			568,000.00		568,000.00	
2012-6	Various Capital Improvements and Related Expenses		754,205.00			754,205.00		754,200.00	5.00
2012-11	Repair and Resurfacing of Hedding Road		250,000.00			250,000.00			250,000.00
		<u>\$ 3,140,008.97</u>	<u>\$ 14,072,205.00</u>	<u>\$ 375,500.00</u>	<u>\$ 414,011.00</u>	<u>\$ 16,422,702.97</u>	<u>\$ 172,898.47</u>	<u>\$ 3,254,000.00</u>	<u>\$ 12,995,804.50</u>
							Improvement Authorizations		\$ 13,883,303.72
							Less--Unspent Note Proceeds:		
							Ord. No. 2007-33		538,415.34
							Ord. No. 2011-25		77,299.94
							Ord. No. 2012-5		26,774.31
							Ord. No. 2012-6		245,009.63
									<u>\$ 12,995,804.50</u>

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2012

Balance Dec. 31, 2011	\$ 79,320.00
Increased by:	
2012 Budget Appropriation	<u>32,250.00</u>
	111,570.00
Decreased by:	
Appropriated to Finance Improvement Authorizations	<u>39,695.00</u>
Balance Dec. 31, 2012	<u><u>\$ 71,875.00</u></u>

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Date	Ordinance Amount		Balance Dec. 31, 2011		2012 Authorizations			Balance Dec. 31, 2012	
					Funded	Unfunded	Funded	Deferred Charges to Future Taxation-Unfunded	Encumbrances Canceled	Paid or Charged	Funded
General Improvements:											
2004-05,	Open Space Preservation	2/9/2004	\$ 700,000.00	\$ 293.57						\$ 293.57	
2004-24(d)	Acquisition of Open Space	11/18/2004	82,000.00	16,677.62						16,677.62	
2005-22	Acquisition of Various Equipment	10/11/2005	73,000.00					\$ 7,240.91		7,240.91	
2006-4,28	Various Capital Improvements	7/25/2000	700,000.00	4,172.61						4,172.61	
2007-33	General Road Improvements	11/26/2007	229,510.00	11,055.00	\$ 217,445.00				\$ 31,900.00		\$ 196,600.00
2007-33	Community Center / Municipal Buildings Improvements	11/26/2007	58,380.00			41,655.94			17,934.60		23,721.34
2007-33	Roadway Restriping	11/26/2007	46,886.00	2,164.00	44,542.00					2,164.00	44,542.00
2007-33	Infrastructure Video Taping Repairs for Storm Sewer	11/26/2007	92,500.00	4,445.00	87,875.00					4,445.00	87,875.00
2007-33	Halloway Meadows Curb Islands	11/26/2007	195,450.00	9,593.00	185,677.00					9,593.00	185,677.00
2008-13	Hogback Road Improvements	7/7/2008	233,000.00			126,913.75				4,720.50	122,193.25
2008-13	Forsgate Road Improvements	7/7/2008	168,095.00			46,082.50					46,082.50
2009-13	Veteran's Memorial Park Bikeway	4/27/2009	350,000.00			25,950.08			6,667.68		19,282.40
2009-28	Various Capital Improvements	11/9/2009	135,000.00			3,251.50					3,251.50
2010-06	Construction of Road Improvements to David Court	4/12/2010	242,000.00			54,914.85					54,914.85
2007-19, 2011-13	Improvements to Northern Community Park	9/24/2007	742,235.00			220,911.22			217,082.17	3,829.05	
2011-14	General Capital Improvements	7/11/2011	70,049.00	25.58							25.58
2011-22	Improvements within the Waterfront Village Redevelopment Area	12/12/2011	12,500,000.00				\$ 12,500,000.00				12,500,000.00
2011-25	Tax Appeals Refunding	11/28/2011	1,693,375.00			80,636.69			3,261.75		77,374.94
2012-4	Grant from the US HUD for the Design of the NJ Transit Riverline Train Station in Connection with the Waterfront Redevelopment Project	5/7/2012	250,000.00				\$ 250,000.00		50,000.00	200,000.00	

TOWNSHIP OF BORDENTOWN
 GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Date	Ordinance		2012 Authorizations			Balance			
			Amount	Funded	Unfunded	Funded	Deferred Charges to Future Taxation-Unfunded	Encumbrances Canceled	Paid or Charged	Funded	Unfunded
General Improvements:											
2012-5	Tax Appeals Refunding	5/21/2012	\$ 568,000.00			\$ 568,000.00		\$ 541,225.69		\$ 26,774.31	
2012-6	Various Capital Improvements and Related Expenses	5/21/2012	793,900.00		\$ 39,695.00	754,205.00		548,885.37		245,014.63	
2012-11	Repair and Resurfacing of Hedding Road	11/26/2012	250,000.00			250,000.00				250,000.00	
				<u>\$ 48,426.38</u>	<u>\$ 1,135,855.53</u>	<u>\$ 289,695.00</u>	<u>\$ 14,072,205.00</u>	<u>\$ 7,240.91</u>	<u>\$ 1,416,957.26</u>	<u>\$ 253,161.84</u>	<u>\$ 13,883,303.72</u>
Capital Improvement Fund						\$ 39,695.00					
Grant Receivable						<u>250,000.00</u>					
						<u>\$ 289,695.00</u>					
Disbursed								\$ 1,219,199.49			
Current Year Encumbrances Payable								<u>197,757.77</u>			
								<u>\$ 1,416,957.26</u>			

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Grants Receivable
For the Year Ended December 31, 2012

<u>Grant Description</u>	<u>Balance Dec. 31, 2011</u>	<u>Grants Awarded</u>	<u>Cash Received</u>	<u>Balance Dec. 31, 2012</u>
Department of Transportation Grant	\$ 211,431.97	\$ 200,000.00		\$ 411,431.97
Community Development Block Grant	65,000.00		\$ 65,000.00	
Burlington County Open Space Grant	1,716,000.00		141,000.00	1,575,000.00
Burlington County Parks Grant	349,011.00		349,011.00	
State Green Acres Grant	450,000.00	325,000.00		775,000.00
US Department of Housing and Urban Development Grant		250,000.00	50,000.00	200,000.00
	<u>\$ 2,791,442.97</u>	<u>\$ 775,000.00</u>	<u>\$ 605,011.00</u>	<u>\$ 2,961,431.97</u>

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Lease Payable
For the Year Ended December 31, 2012

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2011</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2012</u>
Burlington County Bridge Commission Lease Program, Series 2003	2003	\$ 892,750.00	7/15/13	\$ 21,000.00	3.375%	\$ 41,000.00	\$ 20,000.00	\$ 21,000.00
Burlington County Bridge Commission Lease Program, Series 2003	2003	2,340,250.00	7/15/13	551,000.00	3.375%	<u>1,040,000.00</u>	<u>489,000.00</u>	<u>551,000.00</u>
						<u>\$ 1,081,000.00</u>	<u>\$ 509,000.00</u>	<u>\$ 572,000.00</u>

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2012

Ordinance Number	Improvement Description	Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2011	Increased	Decreased	Balance Dec. 31, 2012
2011-25	Reserve for Tax Appeals	6/28/11	6/28/11	6/28/12	1.25%	\$ 343,533.00		\$ 343,533.00	
2011-25	Tax Appeals Refunding	12/27/11	12/27/11	6/28/12	2.84%	1,349,800.00		1,349,800.00	
2007-33	Halloway Meadows Curb Islands	6/27/12	6/28/12	6/26/13	1.25%		\$ 568,500.00		\$ 568,500.00
2011-25	Tax Appeals Refunding	12/27/11	6/28/12	6/26/13	1.25%		1,363,300.00		1,363,300.00
2012-05	Tax Appeals Refunding	6/27/12	6/28/12	6/26/13	1.25%		568,000.00		568,000.00
2012-06	Various Capital Improvements and Related Expenses	6/27/12	6/28/12	6/26/13	1.25%		754,200.00		754,200.00
						<u>\$ 1,693,333.00</u>	<u>\$ 3,254,000.00</u>	<u>\$ 1,693,333.00</u>	<u>\$ 3,254,000.00</u>
Renewed							\$ 1,363,333.00	\$ 1,363,333.00	
Budget Appropriation								330,000.00	
New Issue							<u>1,890,667.00</u>		
							<u>\$ 3,254,000.00</u>	<u>\$ 1,693,333.00</u>	

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2012

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2011</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2012</u>
General Improvement Bonds, Series 1998	11/25/98	\$ 4,230,000.00	11/15/13	\$ 295,000.00	4.20%	\$ 615,000.00	\$ 320,000.00	\$ 295,000.00
General Improvement Bonds, Burlington County Bridge Commission, Series 2004	12/15/04	5,709,000.00	12/15/13	254,000.00	5.00%			
			12/15/14	268,000.00	3.70%			
			12/15/15	278,000.00	5.00%			
			12/15/16	292,000.00	3.75%			
			12/15/17	308,000.00	5.25%			
			12/15/18	324,000.00	5.25%			
			12/15/19	341,000.00	5.25%			
			12/15/20	359,000.00	5.25%			
			12/15/21	377,000.00	5.25%			
			12/15/22	386,000.00	5.25%			
			12/15/23	389,000.00	5.25%			
			12/15/24	391,000.00	5.25%	4,213,000.00	246,000.00	3,967,000.00
General Improvement Bonds, Series 2009	2/10/09	4,000,000.00	2/15/13	125,000.00	3.25%			
			2/15/14	230,000.00	3.25%			
			2/15/15	230,000.00	3.25%			
			2/15/16	230,000.00	3.25%			
			2/15/17	230,000.00	3.25%			
			2/15/18	230,000.00	3.25%			
			2/15/19	230,000.00	3.50%			
			2/15/20	230,000.00	3.75%			
			2/15/21	230,000.00	4.00%			
			2/15/22	230,000.00	4.00%			
			2/15/23	230,000.00	4.00%			
			2/15/24	230,000.00	4.00%			
			2/15/25	230,000.00	4.00%			
			2/15/26	240,000.00	4.00%			
			2/15/27	250,000.00	4.00%			
			2/15/28	250,000.00	4.00%	3,750,000.00	125,000.00	3,625,000.00
						<u>\$ 8,578,000.00</u>	<u>\$ 691,000.00</u>	<u>\$ 7,887,000.00</u>

TOWNSHIP OF BORDENTOWN
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2012

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2011</u>	<u>2012 Authorizations</u>	<u>Funded by Budget Appropriation</u>	<u>Bond Anticipation Note Issued</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2012</u>
2007-33	Various Capital Improvements	\$ 591,000.00		\$ 22,500.00	\$ 568,500.00		
2008-13	Various Roadway Improvements	168,275.75					\$ 168,275.75
2008-18	Purchase of Police Equipment	23,000.00		23,000.00			
2009-13	Veteran's Memorial Park Bikeway	136,388.50					136,388.50
2009-28	Various Capital Improvements	56,250.00					56,250.00
2010-06	Construction of Road Improvements to David Court	57,708.72					57,708.72
2011-13	Improvements to Northern Community Park	414,012.00				\$414,012.00	
2011-22	Improvements within the Waterfront Village Redevelopment Area		\$ 12,500,000.00				12,500,000.00
2011-25	Tax Appeals Refunding	42.00			(33.00)		75.00
2012-05	Tax Appeals Refunding		568,000.00		568,000.00		
2012-06	Various Capital Improvements and Related Expenses		754,205.00		754,200.00		5.00
2012-11	Repair and Resurfacing of Hedding Road		250,000.00				250,000.00
		<u>\$ 1,446,676.97</u>	<u>\$ 14,072,205.00</u>	<u>\$ 45,500.00</u>	<u>\$ 1,890,667.00</u>	<u>\$ 414,012.00</u>	<u>\$ 13,168,702.97</u>

SUPPLEMENTAL EXHIBITS
BOND AND INTEREST ACCOUNT

TOWNSHIP OF BORDENTOWN

Bond and Interest Account

Statement of Bond and Coupon Cash and Investments per N.J.S. 40A:5-5--Treasurer
For the Years Ended December 31, 2012 and 2011

Balance December 31, 2012 & 2011

\$ 2,499.33

Exhibit SD-2

TOWNSHIP OF BORDENTOWN

Bond and Interest Account

Statement of Bond and Coupon Cash and Investments per N.J.S. 40A:5-5--Treasurer
For the Years Ended December 31, 2012 and 2011

	<u>Due Date</u>	<u>Coupon Number</u>	<u>Bond Numbers</u>	<u>Coupon Amount</u>	<u>Total Amount</u>
Construction of Sewer System Bonds, Series 1964	6/1/76	29	741-745	\$ 18.00	\$ 90.00
	6/1/76	47	781-785	18.00	90.00
	12/1/88	48	781-785	18.00	90.00
	6/1/89	49	781-785	18.00	90.00
	12/1/89	50	781-785	18.00	90.00
	6/1/90	51	781-785	18.00	90.00
	6/1/90	52	771-773	18.00	54.00
	6/1/91	53	771-773	18.00	54.00
	12/1/91	54	771-783	18.00	234.00
	6/1/92	55	711-715, 771-773	18.00	144.00
	12/1/92	56	771-773	18.00	54.00
	12/1/94	60	786-795	18.00	180.00
					\$ 1,260.00
General Improvement Bonds, Series 1982	5/1/85	15	250	207.50	207.50
	11/1/93	22	281, 299	207.50	415.00
					622.50
Sewer System Bonds, Series 1968	3/1/76	16	156-175	23.50	470.00
	3/1/84	32	155	23.50	23.50
	9/1/84	33	155	23.50	23.50
	3/1/85	34	154, 155	23.50	47.00
	3/1/91	46	193	23.50	23.50
					587.50
					<u>\$ 2,470.00</u>

TOWNSHIP OF BORDENTOWN
PART II
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2012

TOWNSHIP OF BORDENTOWN
Schedule of Findings and Recommendations
For the Year Ended December 31, 2012

Schedule of Financial Statement Findings

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

NONE

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

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

NONE

TOWNSHIP OF BORDENTOWN
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Karl Feltes	Mayor	
Michael Dauber	Deputy Mayor	
Jill Popko	Committee Member	
Jim Cann	Committee Member	
John Moynihan	Committee Member	
David Kocian	Chief Financial Officer	\$1,000,000.00(B)
Frank Nucera, Jr.	Chief of Police	1,000,000.00(B)
Mary Alice Picariello	Tax Collector	1,000,000.00(B)
Colleen M. Eckert	Township Clerk	1,000,000.00(A)

(A) Public Employees' Faithful Performance Blanket Position Bond, Multiple Coverage with Professional Municipal Management Joint Insurance Fund.

(B) Municipal Excess Liability Joint Insurance Fund

All Township employees, including court employees, are under the (A) Public Employees' Faithful Performance\Dishonesty Crime Coverage listed above. During the course of our examination, we reviewed all Bonds and found them to be properly executed.

APPRECIATION

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

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Kirk N. Applegate
Certified Public Accountant
Registered Municipal Accountant

