

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**FINANCIAL STATEMENTS AND
SUPPLEMENTAL DATA**

December 31, 2014

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

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INTRODUCTORY SECTION - UNAUDITED

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

INTRODUCTORY SECTION – UNAUDITED
December 31, 2014

The comprehensive Annual Financial Report for the Township of Lawrence (the “Township”) for the fiscal year ended December 31, 2014, is submitted herewith. New Jersey statutes require the Township to annually issue a report on its financial position and activity. An independent Registered Municipal Accountant must audit the report. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Township. To the best of our knowledge and belief, the enclosed data is accurate in all material respects. All disclosures necessary to enable the reader to gain an understanding of the activities of the Township have been included.

The Comprehensive Annual Financial Report is presented in four sections: an introductory section, a financial section, a statistical section, and general comments and recommendations. The introductory section, which is unaudited, includes this transmittal, an organizational chart, and a list of the Township’s principal elected and appointed officials. The financial section includes the general purpose financial statements and the combined and individual fund and account group financial statements with schedules, as well as the independent auditors’ report on these statements and schedules. The statistical section, which is unaudited, includes selected financial and demographic information.

General Description

The Township is a community of twenty-two square miles located in the center of Mercer County, New Jersey. Princeton and West Windsor Townships bound it on the north. Its southern neighbor is the City of Trenton, the state capital. It is bounded on the east by Hamilton Township and on the west by Ewing and Hopewell Townships.

The Township and its surrounding communities host one of the largest concentrations of diversified research and development activities in the nation. Among the country’s largest corporations that pursue such activities are Educational Testing Service and Bristol-Myers Squibb, both of which are in Lawrence. Smaller corporate and office complexes are concentrated at the various Interstate 95 interchanges within the community.

Three large retail establishments serve township residents, as well as residents of neighboring communities. The Quaker Bridge Mall, a regional enclosed shopping mall anchored by four major department stores, the Mercer Mall and the Lawrence Shopping Center provide retail opportunities within the Township’s borders.

Governmental Structure

The Township adopted the council/manager form of government in 1970. The Township Council (the “Council”) is composed of five part-time members elected on a partisan basis and serving the Township for four-year terms. Elections are held every two years, resulting in terms of office which overlap.

The Council elects a Mayor from its members. The Mayor serves a two-year term, presides at all Council meetings and has a voice and vote in the proceedings. The Mayor executes all bonds, notes, contracts and written obligations on behalf of the Township. Powers are limited to those expressly conferred by the charter.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

INTRODUCTORY SECTION – UNAUDITED
December 31, 2014

Governmental Structure (Continued)

The Township Manager is the chief executive and administrator of the Township. The Township Manager serves the Council for an indefinite term of office and may be removed by a majority vote of the Council.

Services

Education

The Lawrence Township School District (the "District") serves the Township, which is coterminous with the District. In addition to the public schools within the District, Notre Dame High School, Chapin School and The Lawrenceville School are located in the Township. Higher educational opportunities are available at Rider University, located in the Township, and Princeton University, Rutgers, The State University and The College of New Jersey, which are located within a short distance.

Municipal Clerk

The Council appoints the Municipal Clerk, who is responsible for keeping minutes and records of the proceedings of the Council and any Council committees. The Municipal Clerk is statutorily responsible for all elections. The Clerk's Office also issues various permits and licenses. During 2014, one hundred fifty-three (153) such permits and licenses were issued, of which twenty-four (24) were Alcoholic Beverage Licenses.

Public Safety Department

The Township provides public safety services through a full-time police division and a combination of paid and volunteer firefighters and emergency medical technicians. The police division consists of sixty-two (62) uniformed officers and civilian personnel. During calendar year 2014, the Lawrence Township Police responded to 31,916 calls for service. Overall reported crime in 2014 decreased by 15% from 2013.

Fire service is provided by Lawrenceville Fire Company, Lawrence Road Fire Company and Slackwood Fire Company, which are all volunteer units except for daytime paid apparatus drivers. EMS service is now provided full-time by Township employees.

Department of Community Development

The Department of Community Development is comprised of the Divisions of Planning and Redevelopment, Engineering and Code Enforcement. The role of the Department is to regulate the development, construction and occupancy of property through the application of New Jersey statutes and local ordinances. Land development is regulated by the Township's Land Use Ordinance and approved by the Township Planning and Zoning Boards.

The Division of Planning and Redevelopment services the Planning and Zoning Boards, as well as several other volunteer committees. In addition, housing rehabilitation and the Township's Affordable Housing Program are directed from this division.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

INTRODUCTORY SECTION – UNAUDITED
December 31, 2014

Services (Continued)

The Engineering Division principally serves three functions. The first is the inspection of improvements on development projects, insuring that the work meets the approved project plans. The second activity is the preparation of plans and specifications and project supervision for privately contracted municipal public improvements – primarily roads. The third function is assisting the Department of Public Works with various in-house public improvement projects.

Code Enforcement personnel review the plans and perform site inspections for all construction undertaken within the Township to insure compliance with construction codes. Additionally, the division performs fire inspections on non-residential properties and housing inspections on multi-family units.

Department of Finance

The Department of Finance is responsible for the collection, disbursement and investment of all Township funds and the administration of the Township's self-insurance program. The Township Council appoints a Chief Financial Officer who directs the activities of the department. Through the office of the Tax Assessor, the value of property is assessed for tax purposes. The Tax Collector is accountable for the billing and collecting of both property taxes and sewer service charges. In 2014, the assessor and collector were responsible for assessing and collecting revenue from approximately 11,125 properties.

The Finance Department also oversees the purchase of all goods and services, assists in the preparation of the municipal budget and provides for an annual audit of all Township financial records.

The Township is self-insured, with appropriate stop loss coverage, for general liability, worker's compensation, auto liability and law liability. Effective January 1, 2013, Lawrence Township joined the Garden State Municipal Joint Insurance Fund for identical coverage.

Debt management also falls within the purview of the Department of Finance. The New Jersey Bond Law authorizes bonded indebtedness for municipalities. The amount of indebtedness is limited by statute and is not to exceed three and one-half percent of the average of the equalized assessed valuation of the prior three years. At December 31, 2014, the percentage of net debt to the average equalized assessed value for Lawrence Township was 0.618%. Debt issuers are rated based on creditworthiness. The Township of Lawrence enjoys a "Moody's" debt rating of "Aa3."

Department of Health

The Department of Health inspects all food establishments and enforces the state and local health codes. The core activities of the Health Department are health promotion programs, environmental health inspections, communicable disease control and infant, child and adult health services, including immunizations. In 2014, the department conducted 1,500 health inspections and administered 601 immunizations. Other services that were provided during 2014 included vision, hearing and speech screening, blood pressure screenings, blood borne pathogen training for employees and a health education program for senior citizens.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

INTRODUCTORY SECTION – UNAUDITED
December 31, 2014

Services (Continued)

Department of Public Works

The Department of Public Works is responsible for the maintenance of all municipal property, including parks, municipal buildings and Township roads. Trash removal and recycling are provided through contract services.

The Township, along with Princeton, funds and operates the Joseph H. Maher Jr. Ecological Center, a leaf and brush composting facility on Princeton Pike in Lawrence. Leaves and brush are collected and turned into mulch and wood chips which are used in public parks and on municipal grounds. These products also are made available to residents of the three communities at no cost and to non-residents or businesses for a fee.

Roadway maintenance is provided by the Public Works Department for roadway resurfacing and through private contractors for complete roadway reconstruction. On average, the department resurfaces approximately 40,000 square yards of roadway annually.

Recreation Department

The Department of Recreation plans and coordinates recreational activities for all age groups and interest levels. Programming is year-round and includes activities such as aquatic instruction, summer enrichment, seasonal sports and after-school programs. The department also arranges community activities, including the Memorial Day Parade, Fourth of July fireworks, Community Day, Kids Triathlon, Veterans Day Observances, and an annual holiday tree-lighting ceremony. In 2014, there were 2,528 registrations for youth programs and 909 registrations for adult activities.

Within the Recreation Department is the Office on Aging, which is responsible for providing various recreational programs to the senior citizens of the community. The Lawrence Township Senior Citizen Center offers senior residents an opportunity to gather for special programs, bingo, social interaction and a daily hot lunch program. The center also hosts the activities of forty (40) senior citizen clubs.

Municipal Court

The Township operates its own Municipal Court with a full-time staff and part-time municipal court judge. By state law, the Council appoints the Municipal Court Judge to a term of three years. During 2014, the Municipal Court had a caseload of 15,171 traffic violations. In addition, 2,058 criminal cases were filed, and 2,325 were disposed of. The Court generated \$1,664,848.37 in revenue, with the Township retaining \$853,678.00 (\$555,127.25 court/\$298,550.75 red-light).

Utilities

Water services are provided and billed directly to the property owner by the City of Trenton Water Utility, the Aqua Water Company and the New Jersey American Water Company.

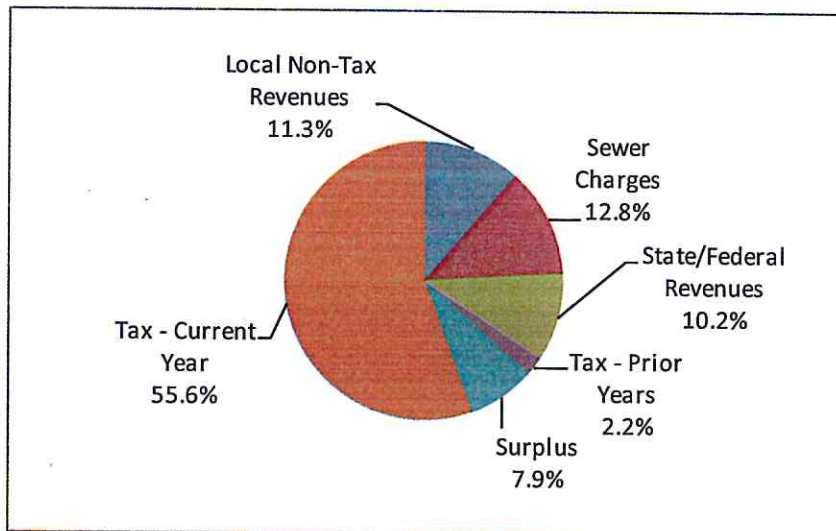
The Ewing-Lawrence Sewerage Authority ("ELSA") provides for the collection, treatment and disposal of sanitary sewage. The Township is billed for its proportionate share of ELSA's cost of operations and, in turn, recovers those costs by charging system users for the service.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**INTRODUCTORY SECTION - UNAUDITED
2014 MUNICIPAL BUDGET REVENUES**

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY
2014 MUNICIPAL BUDGET REVENUES**

| | |
|---------------------------|-------------------------|
| 1. Local Non-Tax Revenues | \$ 4,905,000.00 |
| 2. Sewer Charges | 5,553,000.00 |
| 3. State/Federal Revenues | 4,440,473.94 |
| 4. Tax - Prior Years | 945,000.00 |
| 5. Surplus | 3,450,000.00 |
| 6. Tax - Current Year | 24,139,043.31 |
| Total | <u>\$ 43,432,517.25</u> |

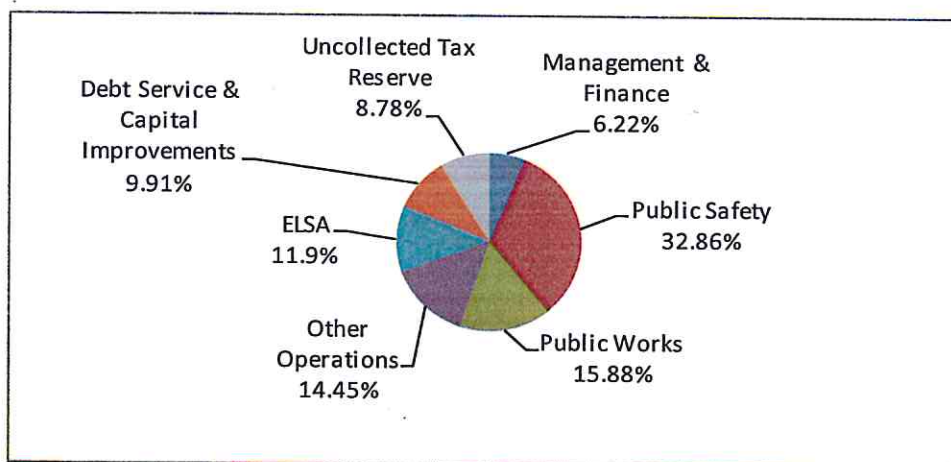


**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**INTRODUCTORY SECTION - UNAUDITED
2014 MUNICIPAL BUDGET EXPENDITURES**

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY
2014 MUNICIPAL BUDGET EXPENDITURES**

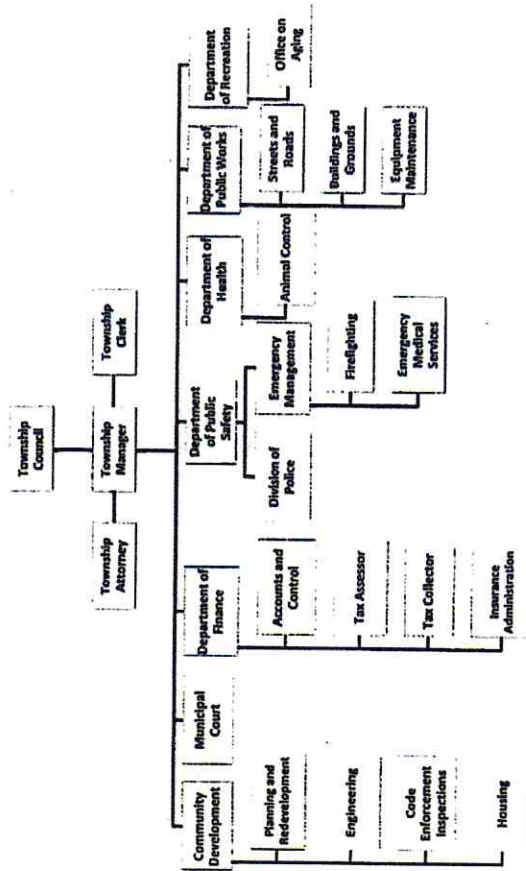
| | |
|----------------------------------------|--------------------------------|
| 1. Management & Finance | \$ 2,707,093.98 |
| 2. Public Safety | 14,289,714.47 |
| 3. Public Works | 6,905,362.81 |
| 4. Other Operations | 6,226,693.64 |
| 5. ELSA | 5,175,000.00 |
| 6. Debt Service & Capital Improvements | 4,312,061.00 |
| 7. Uncollected Tax Reserve | 3,816,591.35 |
| Total | <u>\$ 43,432,517.25</u> |



TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

INTRODUCTORY SECTION - UNAUDITED

TOWNSHIP OF LAWRENCE



**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**INTRODUCTORY SECTION - UNAUDITED
2013-2014 MUNICIPAL BUDGET REVENUES**

| | 2013 | | Difference | 2014 | | Difference |
|----------------------------------------------|-------------------------|-------------------------|------------------------|-------------------------|-------------------------|------------------------|
| | Budgeted | Actual | | Budgeted | Actual | |
| Locally Generated (1) | \$ 4,233,436.00 | \$ 4,802,847.54 | \$ 569,411.54 | \$ 3,831,000.00 | \$ 4,151,312.57 | \$ 320,312.57 |
| Municipal Court | 477,000.00 | 467,320.45 | (9,679.55) | 465,000.00 | 555,127.25 | 90,127.25 |
| Payment in Lieu of Taxes (2) | 265,351.00 | 363,345.24 | 97,994.24 | 282,000.00 | 377,508.25 | 95,508.25 |
| Interest on Investments/Delinquent Taxes (3) | 343,000.00 | 466,825.22 | 123,825.22 | 327,000.00 | 1,121,953.58 | 794,953.58 |
| Sewer Service Charge | 5,553,000.00 | 5,790,213.71 | 237,213.71 | 5,553,000.00 | 5,637,594.55 | 84,594.55 |
| Energy Receipts Tax | 3,976,814.00 | 3,976,814.00 | - | 3,976,814.00 | 3,976,814.00 | - |
| Other State & Federal Revenues (4) | 371,331.88 | 698,425.93 | - | 199,668.32 | 463,659.94 | 263,991.62 |
| Property Tax Prior Years | 946,000.00 | 1,706,212.23 | 760,212.23 | 945,000.00 | 2,574,451.57 | 1,629,451.57 |
| Surplus Utilized | 3,350,000.00 | 3,350,000.00 | - | 3,450,000.00 | 3,450,000.00 | - |
| Property Tax Current Year | 23,501,680.86 | 24,428,316.74 | 926,635.88 | 24,139,043.31 | 25,788,066.86 | 1,649,023.55 |
| Grants after Budget Adopted (5) | 486,325.74 | 486,325.74 | - | 263,991.62 | 463,659.94 | 199,668.32 |
| TOTAL REVENUES | \$ 43,503,939.48 | \$ 46,536,646.80 | \$ 2,705,613.27 | \$ 43,432,517.25 | \$ 48,560,148.51 | \$ 5,127,631.26 |

(1) Alcoholic Beverage Licenses, Other Licenses, Fees and Permits, Recreation Program Fees, CATV Franchise Fees, Uniform Construction Code Fees, Ambulance Service Fees, Red Light Camera Fees, Uniform Fire Safety Act, Hotel Tax, Quakerbridge Mall Police, Capital Surplus, Premium on Note Sale, Reserve for Sale of Municipal Assets, Lawrenceville School Contribution, Rider University Donation, Reserve for Sidewalks, Bulk Trash Collection Fee

(2) Payments in Lieu - Non-Profit Housing and Tax Exempt Property Contributions

(3) Investment Interest and Interest, Costs, and Penalties on Delinquent Taxes

(4) Mercer County Donations Emergency Medical Services, Body Armor, Sustainable Jersey Small Grant, Bullet Proof Vest Partnership Program, DDEF, Lawrence Hopewell Trail Johnson Trolley Line Grant, Municipal Alliance on Alcoholism and Drug Abuse, Recycling Tonnage, Safe and Secure Communities Program

(5) NJDOT, 2014 Affordable Housing, Click It of Ticket, Municipal Alliance on Alcoholism and Drug Abuse, 2014 EMS Donation, EMAA Grant, Clean Communities, Municipal Alcohol Education/Rehabilitation Program, NJ Department of Health & Senior Services, BMS Safety Town

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**INTRODUCTORY SECTION - UNAUDITED
2012-2014 MUNICIPAL BUDGET - EXPENDITURES**

| Expenditure Category | 2012 | 2013 | 2014 |
|----------------------------------------------------------|-------------------------|-------------------------|-------------------------|
| 1. Administrative & Executive (1) | \$ 1,782,626.56 | \$ 1,892,344.34 | \$ 1,954,550.72 |
| 2. Financial Administration (2) | 1,461,106.45 | 1,876,529.22 | 1,769,681.40 |
| 2a. Revaluation | 800,000.00 | | |
| 3. Public Safety: | | | |
| Police | 11,815,243.54 | 11,523,853.66 | 11,383,082.85 |
| Non-Police (3) | 2,817,470.49 | 2,618,434.92 | 2,727,370.90 |
| 4. Public Works: | | | |
| Operations | 2,868,940.96 | 2,829,211.41 | 3,151,799.90 |
| Trash Collection/Landfill | 2,917,300.00 | 2,823,000.00 | 2,832,999.00 |
| 5. Recreation and Community Programs (4) | 858,954.37 | 840,590.02 | 858,529.89 |
| 6. Health | 620,875.44 | 619,538.85 | 620,603.75 |
| 7. Community Development | 2,512,688.43 | 2,587,554.57 | 2,292,770.61 |
| 8. Boards & Committees | 110,300.00 | 149,600.00 | 159,200.00 |
| 9. Utilities | 1,640,178.96 | 1,552,200.00 | 1,610,000.00 |
| 10. Municipal Court | 463,459.00 | 440,898.00 | 477,987.00 |
| 11. ELSA | 5,240,700.00 | 5,190,700.00 | 5,175,000.00 |
| 12. Capital Improvement Fund | 125,000.00 | 125,000.00 | 350,000.00 |
| 13. Debt Service | 4,094,841.07 | 4,037,453.00 | 3,782,061.00 |
| 14. Reserve for Uncollected Taxes | 3,593,531.01 | 3,684,883.86 | 3,816,591.35 |
| 15. Public & Private Revenues Offset with Appropriations | 1,371,320.50 | 225,821.88 | 206,297.28 |
| 16. Grants after Adoption | 370,565.86 | 486,325.74 | 263,991.62 |
| | <u>\$ 45,465,102.65</u> | <u>\$ 43,503,939.48</u> | <u>\$ 43,432,517.25</u> |

- (1) Governing Body, Township Clerk, Manager's Office, Legal Services, Accumulated Absences, Buildings and Grounds, Public Defender, Housing
(2) Accounts and Control, Auditor, Collection and Assessment of Taxes
(3) Emergency Management, Fire Salaries, Fire Service Program, Contributions to Fire Companies and Rescue Squad, Emergency Medical Services, Fire Hydrant Services, Ambulance Services Red Light Camera Program
(4) Senior Citizens Center, Community Action Program, Municipal Alliance

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

INTRODUCTORY SECTION - UNAUDITED

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

ELECTED OFFICIALS

Cathleen Lewis, Mayor
Dr. David Maffei, Councilman
Michael S. Powers, Councilman
Stephen Brame, Councilman
James S. Kownacki, Councilman

MUNICIPAL OFFICIALS

Richard S. Krawczun, Township Manager/Chief Financial Officer
Kathleen S. Norcia, Township Clerk
David Roskos, Township Attorney
Mark Ubry, Police Chief
Gregory Whitehead, Director of Public Works
Nicole Finacchio, Court Director
Kevin Nerwinski, Municipal Court Judge
Carol A. Chamberlain, Health Officer
Steven J. Groeger, Recreation Superintendent
Susan Mcloskey, Tax Collector
Geoffrey D. Acolia, Tax Assessor
Peter Kiriakatis, Comptroller

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

INTRODUCTORY SECTION - UNAUDITED

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

CONSULTANTS AND ADVISORS

Auditors

Mercadien, P.C., Certified Public Accountants
P.O. Box 7648
Princeton, NJ 08543-7648

Attorney

David Roskos
Eckert, Seamans, Cherin, & Mellott
50 West State Street
P.O. Box 1298
Trenton, NJ 08607-1298

Bond Counsel

McManimon & Scotland
One Riverfront Plaza
Newark, NJ 07102

Consulting Planner

Clarke Caton Hintz
400 Station Place
West Trenton, NJ 08628

INDEPENDENT AUDITORS' REPORTS

INDEPENDENT AUDITORS' REPORT

To the Mayor and Council Members of
The Township of Lawrence

Report on the Financial Statements

We have audited the accompanying financial statements – regulatory basis of the Township of Lawrence, County of Mercer, State of New Jersey (the "Township"), as of and for the year ended December 31, 2014, and the related notes to financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the

- AN INDEPENDENTLY OWNED MEMBER,
MCGGLADREY ALLIANCE
- AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
- NEW JERSEY SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS
- NEW YORK SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS
- PENNSYLVANIA INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT AUDITORS' REPORT (CONTINUED)

Auditors' Responsibility (Continued)

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 A, these financial statements are prepared 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 comply with the requirements of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note A 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 as of December 31, 2014, or the changes in financial position thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective fund balance of various funds of the Township, as of December 31, 2014, and the changes in fund balance thereof for the year then ended in accordance with the financial reporting provisions set forth by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Report on Summarized Comparative Information

We have previously audited the Township's 2013 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 25, 2014, in accordance with the financial reporting provisions described in Note A. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2013, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary and Other Information

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

INDEPENDENT AUDITORS' REPORT (CONTINUED)

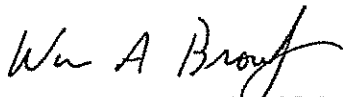
Report on Supplementary and Other Information (Continued)

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

The introductory section and supplementary information as listed in the table of contents has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2015, on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.



Warren A. Broudy, CPA, CGFM, PSA, CGMA
Registered Municipal Accountant
License No. 554



MERCADIEN, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

June 22, 2015

**INDEPENDENT AUDITORS' 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**

To the Council Members of
the Township of Lawrence

We have audited, 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 requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements, of the Township of Lawrence (the "Township"), as of and for the year ended December 31, 2014, and the related notes to financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 22, 2015, in which we expressed an adverse opinion on the conformity of the financial statements with accounting principles generally accepted in the United States of America due to differences between those principles and accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Township'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.

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INDEPENDENT AUDITORS' 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 (CONTINUED)

Internal Control Over Financial Reporting (Continued)

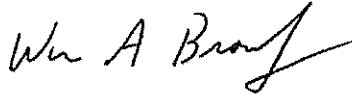
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

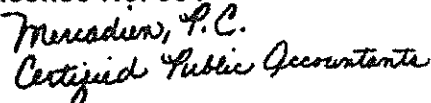
As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material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

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* in considering the Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Warren A. Broudy, CPA, CGFM, PSA, CGMA
Registered Municipal Accountant
License No. 554



MERCADIEN, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

June 22, 2015

BASIC FINANCIAL STATEMENTS

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

COMBINED STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE -- ALL FUND TYPES AND ACCOUNT GROUP --
REGULATORY BASIS
December 31, 2014
(With comparative totals for 2013)

| | Current & Grant Funds | General Capital Fund | Trust Funds (1) | Fixed Asset Account Group | Totals | |
|--------------------------------------------------------|--------------------------|-------------------------|------------------|------------------------------|-------------------|-------------------|
| | | | | | 2014 | 2013 |
| ASSETS | | | | | | |
| Cash and Cash Equivalents | \$ 17,220,814.28 | \$ 6,309,828.77 | \$ 22,814,025.30 | \$ - | \$ 46,344,668.35 | \$ 27,999,956.51 |
| Due from State of New Jersey per Chapter 73, P.L. 1976 | 68,217.82 | - | - | - | 68,217.82 | 60,621.26 |
| Federal and State Grants Receivable | 284,178.07 | 1,679,569.39 | - | - | 1,963,747.46 | 2,201,070.51 |
| Receivables and Other Assets | | | | | | |
| Loan Proceeds Receivable | - | 4,905.00 | - | - | 4,905.00 | 4,905.00 |
| Delinquent Property Taxes | 1,161,309.61 | - | - | - | 1,161,309.61 | 1,935,672.73 |
| Delinquent Sewer Charges Receivable | 346,410.47 | - | - | - | 346,410.47 | 472,985.95 |
| Revenue Accounts Receivable | 37,007.78 | - | - | - | 37,007.78 | 80,686.06 |
| Tax Title Liens Receivable | 1,447,637.81 | - | - | - | 1,447,637.81 | 1,625,995.31 |
| Sewer Liens Receivable | 8,889.56 | - | - | - | 8,889.56 | 9,001.75 |
| Property Acquired for Taxes at Assessed Valuation | 168,410.00 | - | - | - | 168,410.00 | 168,410.00 |
| Receivables and other assets | 143,221.23 | - | 7,959.97 | - | 151,181.20 | 108,099.82 |
| Deferred Charges | 480,000.00 | 30,652,663.10 | - | - | 31,132,663.10 | 32,719,763.18 |
| Fixed Assets | \$ 21,366,096.63 | \$ 38,646,966.26 | \$ 22,821,985.27 | \$ 86,351,913.00 | \$ 86,351,913.00 | \$ 85,827,410.00 |
| | | | | | \$ 169,186,961.16 | \$ 153,214,578.08 |

(1) - Includes Animal Control, Housing & Community, Self-Insurance and Other Trusts

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

COMBINED STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE – ALL FUND TYPES AND ACCOUNT GROUP –
 REGULATORY BASIS (CONTINUED)

December 31, 2014

(With comparative totals for 2013)

| | Current & | | General | | Trust Funds (1) | Fixed Asset | Totals | |
|----------------------------------------------------|------------------|------------------|------------------|------------------|-------------------|-------------------|---------------|---------------|
| | Grant Funds | Capital Fund | Capital Fund | Account Group | | | 2014 | 2013 |
| LIABILITIES, RESERVES AND FUND BALANCE | | | | | | | | |
| Tax/Sewer Fee Overpayments | \$ 662,088.55 | - | - | \$ - | - | \$ - | \$ 662,088.55 | \$ 637,972.02 |
| Appropriation Reserves | 2,141,351.02 | - | - | - | - | - | 2,141,351.02 | 1,841,549.58 |
| Prepaid Taxes/Sewer Fees | 668,005.82 | - | - | - | - | - | 668,005.82 | 509,927.70 |
| Federal and State Grants | | | | | | | | |
| Appropriated Reserves | 1,616,621.98 | - | - | - | - | - | 1,616,621.98 | 1,945,796.88 |
| Unappropriated Reserves | 118,282.19 | - | - | - | - | - | 118,282.19 | 72,429.62 |
| Reserve for Encumbrances | 422,692.28 | - | - | - | - | - | 422,692.28 | 364,063.48 |
| Other Liabilities and Reserves | | | | | | | | |
| Due to State of New Jersey | 28,553.84 | - | - | - | - | - | 28,553.84 | 38,458.84 |
| Due to County for Added Taxes | 194,850.60 | - | - | - | - | - | 194,850.60 | 68,626.08 |
| Reserve for Debt Service | | 562,897.55 | - | - | - | - | 562,897.55 | 493,465.25 |
| Capital Improvement Fund | | 75,641.05 | - | - | - | - | 75,641.05 | 79,799.05 |
| Other Reserves | 2,481,010.31 | 2,834,617.22 | 22,542,141.94 | - | - | - | 27,857,769.47 | 12,136,514.53 |
| Special Emergency Note Payable | 480,000.00 | - | - | - | - | - | 480,000.00 | 640,000.00 |
| Improvement Authorizations | | 9,052,904.67 | - | - | - | - | 9,052,904.67 | 9,595,316.48 |
| Reserve for Encumbrances | 681,898.92 | 2,449,710.03 | - | - | - | - | 3,131,608.95 | 2,435,217.70 |
| Interfund Payable | | | 143,221.23 | - | - | - | 143,221.23 | - |
| Bond Anticipation Notes | | 9,270,000.00 | - | - | - | - | 9,270,000.00 | 9,895,000.00 |
| Serial Bonds | | 13,300,000.00 | - | - | - | - | 13,300,000.00 | 16,055,000.00 |
| NJ Environmental Infrastructure Trust Loan Payable | | 190,716.49 | - | - | - | - | 190,716.49 | 254,161.28 |
| Green Trust Loan Payable | | 375,353.65 | - | - | - | - | 375,353.65 | 481,210.28 |
| Reserve for Receivables | 3,312,886.46 | - | - | - | - | - | 3,312,886.46 | 4,292,751.80 |
| Accounts Payable | 187,183.93 | - | - | - | - | - | 187,183.93 | 226,038.59 |
| Other Payables | | | | | | | | |
| Investment in Fixed Assets | | | 136,622.10 | - | - | - | 136,622.10 | 139,045.22 |
| Fund Balance | 8,370,670.73 | 535,125.60 | - | - | - | 86,351,913.00 | 86,351,913.00 | 85,827,410.00 |
| | \$ 21,366,096.63 | \$ 38,646,966.26 | \$ 22,821,985.27 | \$ 86,351,913.00 | \$ 169,186,961.16 | \$ 153,214,578.08 | | |

(1) - Includes Animal Control, Housing & Community, Self-Insurance and Other Trusts

See notes to financial statements.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
CURRENT FUND – REGULATORY BASIS
Year Ended December 31, 2014**

| | |
|--------------------------------------------------------------|------------------------|
| Revenues | |
| Fund Balance Anticipated | \$ 3,450,000.00 |
| Miscellaneous Revenues | 8,861,237.83 |
| State Aid w/o Offsetting Appropriations | 3,976,814.00 |
| Special Items with Offsetting Appropriations | 3,250,037.58 |
| Special Items with Prior Consent of the Director | 659,540.67 |
| Delinquent Taxes | 2,574,451.57 |
| Amount to be Raised by Taxes for Support of Municipal Budget | 25,788,066.86 |
| Total Revenues | <u>48,560,148.51</u> |
| Other Credits to Income | 96,246,075.01 |
| Total Revenues | <u>144,806,223.52</u> |
| Expenditures | |
| Budget and Emergency Appropriations | |
| Appropriations within "CAP" Operations | |
| Salaries and Wages | 13,201,866.00 |
| Other Expenses | 12,302,374.00 |
| Deferred Charges and Statutory Expenditures - Municipal | 3,162,034.00 |
| Appropriations Excluded From "CAP" Operations | |
| Salaries and Wages | 335,227.12 |
| Other Expenses | 6,272,463.78 |
| Municipal Debt Service | 3,782,061.00 |
| Reserve for Uncollected Taxes | 3,816,591.35 |
| Capital Improvements | 350,000.00 |
| Total Expenditures | <u>43,222,617.25</u> |
| Other Expenses and Charges to Income | 94,816,815.17 |
| Total Expenditures | <u>138,039,432.42</u> |
| Statutory Excess to Fund Balance | 6,766,791.10 |
| Fund Balance, January 1, 2014 | <u>5,053,879.63</u> |
| | 11,820,670.73 |
| Decreased by Utilization in 2014 Budget | <u>3,450,000.00</u> |
| Fund Balance, December 31, 2014 | <u>\$ 8,370,670.73</u> |

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE --
BUDGET AND ACTUAL -- CURRENT FUND -- REGULATORY BASIS
Year Ended December 31, 2014**

| | Budget as Modified | Actual | Variance |
|--------------------------------------------------------------|-----------------------|------------------------|------------------------|
| Revenues | | | |
| Fund Balance Anticipated | \$ 3,450,000.00 | \$ 3,450,000.00 | \$ - |
| Miscellaneous Revenues | 7,553,000.00 | 8,861,237.83 | 1,308,237.83 |
| State Aid w/o Offsetting Appropriations | 3,976,814.00 | 3,976,814.00 | - |
| Special Items with Offsetting Appropriations | 1,155,000.00 | 3,250,037.58 | 2,095,037.58 |
| Special Items with Consent of the Director | 2,273,659.94 | 659,540.67 | (1,614,119.27) |
| Delinquent Taxes | 945,000.00 | 2,574,451.57 | 1,629,451.57 |
| Amount to be Raised by Taxes for Support of Municipal Budget | 24,139,043.31 | 25,788,066.86 | 1,649,023.55 |
| Total Budget Revenues | <u>43,492,517.25</u> | <u>48,560,148.51</u> | <u>5,067,631.26</u> |
| Other Credits to Income | | 96,246,075.01 | 96,246,075.01 |
| Total Revenues | <u>43,492,517.25</u> | <u>144,806,223.52</u> | <u>101,313,706.27</u> |
| Expenditures | | | |
| Budget and Emergency Appropriations | | | |
| Appropriations within "CAP" Operations | | | |
| Salaries and Wages | 13,201,866.00 | 13,201,866.00 | - |
| Other Expenses | 12,302,374.00 | 12,302,374.00 | - |
| Deferred Charges and Statutory Expenditures - Municipal | 3,162,034.00 | 3,162,034.00 | - |
| Appropriations Excluded From "CAP" Operations | | | |
| Salaries and Wages | 335,227.12 | 335,227.12 | - |
| Other Expenses | 6,542,363.78 | 6,272,463.78 | (269,900.00) |
| Municipal Debt Service | 3,782,061.00 | 3,782,061.00 | - |
| Reserve for Uncollected Taxes | 3,816,591.35 | 3,816,591.35 | - |
| Capital Improvements | 350,000.00 | 350,000.00 | - |
| Total Budget Expenditures | <u>43,492,517.25</u> | <u>43,222,617.25</u> | <u>(269,900.00)</u> |
| Other Expenses and Charges to Income | - | 94,816,815.17 | 94,816,815.17 |
| Total Expenditures | <u>43,492,517.25</u> | <u>138,039,432.42</u> | <u>94,546,915.17</u> |
| Statutory Excess to Fund Balance | <u>\$ -</u> | 6,766,791.10 | <u>\$ 6,766,791.10</u> |
| Fund Balance, January 1, 2014 | | <u>5,053,879.63</u> | |
| | | 11,820,670.73 | |
| Decreased by Utilization in 2014 Budget | | <u>3,450,000.00</u> | |
| Fund Balance, December 31, 2014 | | <u>\$ 8,370,670.73</u> | |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The financial statements of the Township of Lawrence (the "Township") include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by N.J.S. 40A:5-5. However, the operations of the Board of Education and volunteer fire companies are not included in the Township's financial statements.

Description of Funds

The accounting policies of the Township conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgeting restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds:

Current Fund – The Current Fund is used for resources and expenditures for governmental operations of a general nature, including federal and state grant funds, except as otherwise noted.

Other Trust Fund – The Other Trust Fund is used for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created, pursuant to the provisions of N.J.S.A. 40A:4-39.

General Capital Fund – The General Capital Fund is used for the receipt and disbursement of funds for the acquisition of general capital facilities, including federal and state grants in aid of construction, other than those acquired in the Current Fund, including the status of bonds and notes authorized for said purposes.

Animal Control Fund – receipt and disbursement of funds related to animal control, primarily dogs and cats.

Housing and Community Development Fund – receipt and disbursement of funds related to affordable housing in the Township.

Self-Insurance Fund – receipt and disbursement of funds related to various types of insurance covered by the Township.

Foreclosed Property - Foreclosed property is recorded in the Current Fund at the assessed valuation at the time such property was acquired. The balance of foreclosed property is fully reserved.

Interfund Receivables and Payables - Interfund receivables in the Current Fund are recorded with offsetting reserves; interfund payables are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in other funds are not offset by reserves.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Description of Funds (Continued)

Inventories of Supplies - The cost of inventories of supplies for all funds is recorded as an expenditure at the time individual items are purchased. The cost of inventories is not included in the various fund balance sheets.

Self-Insurance Reserves - Charges to self-insurance reserves are recorded when payments of claims and related expenses are made. Increases to self-insurance reserves are recorded from budgetary appropriations in the accounting period during which budgetary expenditures are recorded. Other earnings are credited to reserves when received in cash. Generally accepted accounting principles require that liabilities for incurred claims be recorded as determined actuarially.

Sale of Municipal Assets - Cash proceeds from the sale of Township-owned property may be realized as revenue or reserved until utilized as an item of revenue in a subsequent year budget. Reserved proceeds are recorded as a cash liability in the Current Fund. Generally accepted accounting principles require that revenue be recognized in the period that the sale is made.

General Fixed Assets - In accordance with New Jersey Administrative Code 5:30-5-6, *Accounting for Governmental Fixed Assets*, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, the Township of Lawrence is required to have and maintain a fixed asset and reporting system for non-expendable personal property with an acquisition cost of \$5,000 or more per unit and a useful life of more than one year.

Fixed assets used in governmental operations ("general fixed assets") are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems, are not capitalized.

For the classification of land, buildings and other improvements, actual cost was used. With respect to machinery and equipment, actual cost was used whenever possible. However, a significant amount of items were valued at their estimated or replacement cost, since the original cost was not available. No depreciation is provided for in the financial statements.

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and the related asset is placed in operation.

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

It is the policy of the Township not to capitalize interest cost on fixed assets constructed.

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

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Description of Funds (Continued)

Reserve for Uncollected Taxes represents an appropriation made to allow total current tax billings to be levied at an amount greater than the appropriations needed. Reserve for Uncollected Taxes is not recognized under generally accepted accounting principles.

Basis of Accounting

A modified accrual basis of accounting is followed with minor exceptions. Modifications from the accrual basis are as follows:

Revenues are recorded when received in cash, except for certain amounts that are due from other governmental units. Receipts from federal and state grants are realized as revenue when anticipated in the Township budget. Receivables for property taxes and sewer charges are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. Accordingly, such amounts are not recorded as revenue until collected. Other amounts which are due to the Township are also recorded as receivables with offsetting reserves and are recorded as revenue when received.

Cash equivalents are carried at cost. Purchases are limited by New Jersey Statute 40A:5-15.1 to bonds or obligations of, or guaranteed by, the federal government and bonds or other obligations of federal or local units having a maturity date not more than twelve months from the date of purchase.

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31, 2014, are reported as a cash liability in the financial statements and constitute part of the Township's statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at the end of each year and are 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. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis, and interest on general capital indebtedness is on the cash basis. Expenditures for compensated absences are recorded in the accounting period in which the payments are made to the dedicated trust fund established for this purpose. Generally accepted accounting principles require that expenditures be recorded when they are incurred.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (Continued)

The Governmental Accounting Standard Board ("GASB") is the accepted standards-setting body for establishing government accounting and financial reporting principles. GASB's Codification of Governmental Accounting and Financial Reporting Standards recognizes three fund categories as appropriate for the accounting and reporting of the financial position and results of operations in accordance with generally accepted accounting principles ("GAAP"). This structure of funds differs from the organization of funds prescribed under the regulatory basis of accounting utilized by the Township. The resultant presentation of financial position and results of operations in the form of financial statements is not intended to present the general-purpose financial statement required by GAAP.

Other Post Employment Benefits ("OPEB") Other than Pensions

On July 1, 2007, the Township implemented GASB Number 45, which covers accounting and financial reporting requirements for government employers which provide post employment benefits other than pensions. Since the Township participates in a multiple-employer cost-sharing plan (Public Employees' Retirement System ("PERS")), the Township's portion of this liability and cost is calculated and recorded at the State of New Jersey level and included in the state's Comprehensive Annual Financial Report. The Township records OPEB expense based on billings from the state PERS. Required financial statement disclosure requirements are included in Note L of these audited financial statements.

Rounding

Some schedules in the financial statements may have dollar differences due to rounding adjustments.

B. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents and investments include amounts on deposit, petty cash, change funds and short-term investments with original maturities of three months or less.

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.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

B. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

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.

The market value of the collateral must equal five percent of the average daily balance of public funds; and, if the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

As of December 31, 2014, the Township's bank balances of \$46,797,164.17 were exposed to custodial credit risk as follows:

| | <u>Bank Balance</u> |
|--------------------------------|-------------------------|
| Insured and Collateralized | \$ 750,000.00 |
| Uninsured and Collateralized | 832,870.47 |
| Uninsured and Uncollateralized | 45,214,293.70 |
| Total | <u>\$ 46,797,164.17</u> |

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the Township's deposits may not be returned or the Township will not be able to recover collateral securities in the possession of an outside party. The Township's policy requires deposits to be secured by collateral valued at market or par, whichever is lower, less the amount covered by the Federal Deposit Insurance Corporation ("FDIC"). The Township Council approves and designates the authorized depository institution based on evaluation of solicited responses and certifications provided by financial institutions.

Concentration of Credit Risk – This is the risk associated with the amount of investments the Township has with any one issuer that exceeds five percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and the New Jersey Cash Management Fund are excluded from this requirement. None of the investments held by the Township are exposed to concentration of credit risk.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

B. CASH AND CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Deposits (Continued)

Credit Risk – This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the Township does not have an investment policy regarding Credit Risk, however, the Township had no investments that were subject to credit risks as of December 31, 2014. The New Jersey Cash Management Fund is not rated.

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. The Township has a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations. However, its practice is to hold investments to maturity.

C. LONG-TERM DEBT

Summary of Municipal Debt

| | December 31, | | |
|----------------------------------------------------------|-------------------------|-------------------------|-------------------------|
| | 2014 | 2013 | 2012 |
| Summary of Municipal Debt Issued | | | |
| General obligation bonds | \$ 13,300,000.00 | \$ 16,055,000.00 | \$ 19,080,000.00 |
| Bond anticipation notes | 9,270,000.00 | 9,895,000.00 | 6,202,000.00 |
| New Jersey Environmental Infrastructure Trust loans | | | |
| NJFIT Trust Loan, issued 11/5/98 at 4-4.5% interest | 118,415.00 | 153,415.00 | 188,415.00 |
| State of NJ Fund Loan, issued 11/5/98 at 0% interest | 72,301.49 | 100,746.28 | 130,209.27 |
| NJDEP Green Trust loans | | | |
| Tiffany Woods, issued 5/9/95 at 2.0% interest | 9,577.98 | 28,450.39 | 46,950.93 |
| Drexel Woods, issued 10/5/98 at 2.0% interest | 365,775.67 | 452,759.89 | 538,030.18 |
| Total Issued | <u>23,136,070.14</u> | <u>26,685,371.56</u> | <u>26,185,605.38</u> |
| General Bonds and Notes Authorized but not Issued | <u>7,516,592.96</u> | <u>5,394,391.62</u> | <u>7,584,391.62</u> |
| Net Bonds and Notes Issued and Authorized but not Issued | <u>\$ 30,652,663.10</u> | <u>\$ 32,079,763.18</u> | <u>\$ 33,769,997.00</u> |

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicates a statutory net debt of 0.618%:

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

C. LONG-TERM DEBT (CONTINUED)

Summary of Municipal Debt (Continued)

| | Gross Debt | Deductions | Net Debt |
|----------------------------|-------------------------|-------------------------|-------------------------|
| Local School District Debt | \$ 31,493,000.00 | \$ 31,493,000.00 | \$ - |
| Other Bonds and Notes | 30,652,663.10 | 616,881.77 | 30,035,781.33 |
| | <u>\$ 62,145,663.10</u> | <u>\$ 32,109,881.77</u> | <u>\$ 30,035,781.33</u> |

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

| | |
|-------------------------------------------------|--------------------------|
| 3 1/2% of equalized valuation basis (municipal) | \$ 170,124,560.63 |
| Net debt | <u>30,035,781.30</u> |
| Remaining borrowing power | <u>\$ 140,088,779.33</u> |

Summary of Statutory Debt Condition - Annual Debt Statement

Net debt of \$30,035,781.33 divided by average equalized valuation basis per N.J.S.A. 40A:2-2 as amended of \$4,860,701,732.33 equals 0.618%. This information is in agreement with the Annual Debt Statement filed by the Chief Financial Officer.

The following is a schedule of annual debt service for principal and interest on general bonded debt (excluding bond anticipation notes), infrastructure trust loans and green trust loans issued and outstanding to maturity:

| Year | Principal | Interest | Total |
|------|-------------------------|------------------------|-------------------------|
| 2015 | \$ 2,703,969.54 | \$ 331,694.84 | \$ 3,035,664.38 |
| 2016 | 2,615,011.44 | 271,290.53 | 2,886,301.97 |
| 2017 | 2,577,897.72 | 211,196.16 | 2,789,093.88 |
| 2018 | 2,514,191.44 | 150,140.21 | 2,664,331.65 |
| 2019 | 2,400,000.00 | 89,300.00 | 2,489,300.00 |
| 2020 | 530,000.00 | 48,775.00 | 578,775.00 |
| 2021 | 525,000.00 | 26,250.00 | 551,250.00 |
| | <u>\$ 13,866,070.14</u> | <u>\$ 1,128,646.74</u> | <u>\$ 14,994,716.88</u> |

Green Trust Program Loans

The Township has contracted with the State of New Jersey, Department of Environmental Protection for Green Trust Program Loans to fund a portion of the costs incurred in the construction of Village Park, Tiffany Woods and Drexel Woods.

New Jersey Environmental Infrastructure Trust Loan

The Township has contracted with the State of New Jersey, Department of Transportation to fund a portion of the costs incurred in various eligible projects.

D. BOND ANTICIPATION NOTES

The Township issues bond anticipation notes to temporarily finance various capital projects prior to the issuance of serial bonds. The terms of the notes cannot exceed one year, but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid not later than the tenth anniversary of the original note. The State of New Jersey also prescribes that, on or before the third anniversary of the date of the original note, a payment of at least equal to the first legally payable installment of the bonds, in anticipation of which such notes were issued, be paid or retired. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary of the date of the original issue. At December 31, 2014, the Township had bond anticipation notes totaling \$9,270,000.00.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

E. BALANCE APPROPRIATED - CURRENT FUND

Current fund balances were appropriated and included as anticipated revenue in the succeeding year's budget for the past five years as follows:

| <u>Year</u> | <u>Balance</u> | <u>Utilized in Budget of Succeeding Year</u> |
|-------------------|-----------------|------------------------------------------------------|
| December 31, 2014 | \$ 8,370,670.73 | \$ 3,750,000.00 |
| December 31, 2013 | 5,053,879.63 | 3,450,000.00 |
| December 31, 2012 | 4,189,579.09 | 3,350,000.00 |
| December 31, 2011 | 5,020,586.99 | 4,440,000.00 |
| December 31, 2010 | 6,985,436.40 | 5,370,000.00 |

F. PROPERTY TAXES

Assessment of Tax

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1 in each year and filed with the County Board of Taxation by January 10 of the following year. Upon the filing of certified adopted budgets by the Township, the Lawrence Township School District and Mercer County, the tax rate is struck by the board based on the certified amounts in each of the taxing districts. Pursuant to statute, this process is to be completed on or before May 3, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector on or before May 13.

Collection of Tax

Pursuant to statute, taxes for municipalities operating under the calendar fiscal year shall be payable as follows: the first installment on February 1, the second installment on May 1, the third installment on August 1, and the fourth installment on November 1, after which dates, if unpaid, a ten-day grace period is given, after which taxes shall become delinquent and remain delinquent until such time as all unpaid taxes, including taxes and other liens subsequently due and unpaid together with interest thereon, have been fully paid and satisfied. The tax bills are prepared and mailed by the Collector of Taxes of the Township annually in July.

The tax bills for each of the first two installments are based upon one-quarter of the total tax levied against the respective properties for the preceding year. The amount of the tax bill for third and fourth installments is the full tax as levied for the current year, less the amount charged as the first and second installments with the amount divided equally between the last two installments.

Taxes become delinquent if not paid on the installment dates or within the ten-day grace period and become subject to interest penalties of 8% to 18% of the amount delinquent. If taxes are delinquent 60 days before the date of the tax sale of the succeeding year, the delinquent amount is subject to "Tax Sale," which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1 of the current tax year even though the amount due is not known.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION AND RETIREMENT PLANS

Employees who are eligible for a pension plan are enrolled in one of three pension systems administered by the Division of Pensions, Department of the State of New Jersey. The state-administered plans are: (1) the Public Employees' Retirement System ("PERS"), (2) the Police and Firemen's' Retirement System ("PFRS"), and (3) the Defined Contribution Retirement Plan ("DCRP"). The division annually charges municipalities and other participating governmental units for their respective contributions to the plans based upon actuarial calculations. A portion of the cost is contributed by the employees. The Township's share of pension costs for the plans amounted to \$2,394,034.00 and \$2,464,698.00 for the years ended December 31, 2014 and 2013, respectively.

In 2001, voters approved a Length-of-Service Awards Program ("LOSAP") for volunteer fire and first aid personnel who meet certain eligibility requirements. The Township's contribution to LOSAP in 2014 amounted to \$34,000.00.

H. SELF-INSURANCE FUND

Effective January 1, 1999, the Township maintains a self-insurance plan for worker's compensation insurance, legal liability, general liability, automobile liability and garage liability which is administered by an outside claims service bureau. Effective January 1, 2013, the Township joined the Garden State Municipal Joint Insurance fund for the procuring of coverage.

The following information was obtained from the claims service bureau:

| | Estimated Reserve Requirements for Open Cases | |
|-------------------------------------|-----------------------------------------------------|------------------------|
| | December 31, 2014 | December 31, 2013 |
| Worker's Compensation | \$ 145,349.38 | \$ 108,969.60 |
| General Liability | 14,117.54 | 32,717.59 |
| Police Professional | 35,500.00 | 35,500.00 |
| Auto Liability | 73,229.29 | 73,229.29 |
| | <u>\$ 268,196.21</u> | <u>\$ 250,416.48</u> |
| Total Estimated Reserve Requirement | | |
| Cash Reserves* | <u>\$ 1,662,038.23</u> | <u>\$ 1,941,599.21</u> |

* Includes amounts charged to operating budgets and due to the Self-Insurance Fund.

The Township also maintains specific and aggregate excess insurance coverage to limit its self-insured risk retention.

I. PENDING LITIGATION

The Township is a defendant in various matters under litigation. In the opinion of the Township's management, these matters will not have a material adverse effect on the financial position of the Township in the event of unfavorable or adverse outcomes.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

J. UNUSED SICK LEAVE AND VACATION BENEFITS

The Township has permitted employees to accrue sick leave pay which may be taken as time off or paid at a later date. Non-union employees are entitled to a lump sum payment equal to 50% of unused accumulated sick leave at current rates, subject to a cap of \$15,000. Union employees receive a similar payment, subject to a cap of \$15,000. Union employees, not including police, hired after January 1, 2010, are subject to a cap of \$10,000. Fraternal Order of Police is subject to a cap of \$22,000, except for officers hired after January 1, 2013, who are subject to a cap of \$15,000 or the amount established by New Jersey Law whichever is less. Each year a provision is made in the budget to cover the estimated annual cost of such payments.

The Township's policy with respect to unused vacation is to permit employees to carry over such vacation for one year unless approved otherwise by the Township Manager.

The total balance of unused sick and vacation time benefits amounted to approximately \$2,912,819.00 at December 31, 2014. This total is not intended to represent amounts that will ultimately be paid to employees upon termination or retirement, as no adjustment has been made to reflect the limitations on lump sum payments. Such amounts are not included in accrued liabilities at December 31, 2014.

At December 31, 2014, the Township had established a balance of \$232,781.11 as a cash reserve in the trust fund which is available for future payments of compensated absences.

K. COMMITMENTS

The majority of the Township employees are represented through the following collective bargaining units:

| <u>Bargaining Unit</u> |
|---------------------------------------------------------------------------------------------------------------|
| Fraternal Order of Police, Lodge 209 - 12/31/2015 |
| Communication Workers of America, Local 1032 - 12/31/2013 |
| American Federation of State, County and Municipal Employees Council 73, AFL-CIO, Local 2476 - 12/31/2016 |
| American Federation of State, County and Municipal Employees, Council 73, AFL-CIO, Local 2257 - 12/31/2016 |
| Firefighters Mutual Benevolent Association, Local 96 - 12/31/2016 |
| Firefighters Mutual Benevolent Association, Local 396 (EMT's) - 12/31/2013 |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

L. OTHER POST EMPLOYMENT BENEFITS ("OPEB") OTHER THAN PENSIONS

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. In 2000, the Township authorized participation in the SHBP's post-retirement benefit program through resolution number 146-00. The Township adopted the PERS requirement of providing continued health care benefits to employees retiring after twenty-five years of service. Post retirement health benefits are limited by years of services and age at retirement. The maximum period of coverage is ten years for civilians and fifteen years for police officers. Members of AFSCME, CWA and non-union employees hired on or after January 1, 2010, are not eligible for post-retirement benefits. Police officers hired after June 28, 2011, receive a maximum of ten years medical coverage upon retirement. Township eligible employees receive the SHBP benefits as noted in paragraph one.

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/gasb-43-sept2008.pdf

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. Contributions, funding and the cost sharing policy, and the manner of administration are determined by the State.

The Township contributions to SHBP for retirees for the years ended December 31, 2014, 2013 and 2012, were \$1,257,305.46, \$1,060,510.89 and \$818,136.98, respectively, which equaled the required contributions for each year. There were approximately 52, 52 and 41 retired participants eligible at December 31, 2014, 2013 and 2012, respectively.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

M. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2014, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the current fund:

| | Balance December 31, 2014 | 2015 Budget Appropriation | Balance to Succeeding Budgets |
|-------------------|------------------------------|------------------------------|-------------------------------------|
| Special Emergency | \$ 480,000.00 | \$ 160,000.00 | \$ 320,000.00 |
| Total | \$ 480,000.00 | \$ 160,000.00 | \$ 320,000.00 |

N. SUBSEQUENT EVENTS

Management has evaluated subsequent events that occurred after the statement of assets, liabilities, reserves and fund balance date but before, June 22, 2015, the date the financial statements were available to be issued. No issues were noted by management that required disclosure.

SUPPLEMENTAL SCHEDULES

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A

CURRENT FUND
STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

| | Ref. | December 31, | |
|------------------------------------------------------|------|-------------------------|-------------------------|
| | | 2014 | 2013 |
| ASSETS | | | |
| Current Fund: | | | |
| Cash and Cash Equivalents | | \$ 15,346,390.90 | \$ 9,912,185.88 |
| Cash-Change Funds | | 1,005.00 | 1,005.00 |
| Due to State of New Jersey per Chapter 73, P.L. 1976 | A-12 | 68,217.82 | 60,621.26 |
| | | <u>15,415,613.72</u> | <u>9,973,812.14</u> |
| Receivables and Other Assets with Full Reserves: | | | |
| Delinquent Property Taxes Receivable | A-3 | 1,161,309.61 | 1,935,672.73 |
| Delinquent Sewer Fees Receivable | A-7 | 346,410.47 | 472,985.95 |
| Due from Payroll | B | 143,221.23 | - |
| Revenue Accounts Receivable | | 37,007.78 | 80,686.06 |
| | | <u>1,687,949.09</u> | <u>2,489,344.74</u> |
| Liens Receivable | | | |
| Sewer Liens Receivable | A-8 | 8,889.56 | 9,001.75 |
| Tax Title Liens Receivable | A-4 | 1,447,637.81 | 1,625,995.31 |
| | | <u>1,456,527.37</u> | <u>1,634,997.06</u> |
| Property Acquired for Taxes, Assessed Valuation | A-5 | 168,410.00 | 168,410.00 |
| Deferred Charges | | | |
| Special Emergency | | 480,000.00 | 640,000.00 |
| | | <u>480,000.00</u> | <u>640,000.00</u> |
| Sub-total Current Fund | | <u>19,208,500.18</u> | <u>14,906,563.94</u> |
| Federal and State Grant Fund | | | |
| Cash and Cash Equivalents | | 1,873,418.38 | 1,859,491.36 |
| Federal and State Grant Fund Receivable | A-9 | 284,178.07 | 522,798.62 |
| Sub-total Grant Fund | | <u>2,157,596.45</u> | <u>2,382,289.98</u> |
| | | <u>\$ 21,366,096.63</u> | <u>\$ 17,288,853.92</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A

CURRENT FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE (CONTINUED)

| | Ref. | December 31, | |
|----------------------------------------------------|------|-------------------------|-------------------------|
| | | 2014 | 2013 |
| LIABILITIES, RESERVES AND FUND BALANCES | | | |
| Appropriation Reserves | | \$ 2,141,351.02 | \$ 1,841,549.58 |
| Other Liabilities and Reserves: | | | |
| Reserve for Encumbrances | | 681,898.92 | 581,899.93 |
| Prepaid Taxes | | 668,005.82 | 509,927.70 |
| Tax Overpayments | | 642,474.02 | 611,423.42 |
| Sewer Charge Overpayments | | 19,614.53 | 26,548.60 |
| County Taxes Payable | | 37,999.38 | 37,999.41 |
| Due County for Added Taxes | | 194,850.60 | 68,626.08 |
| Due to State of New Jersey - various fees | | 28,553.84 | 38,458.84 |
| Municipal Open Space Tax | | 8,069.16 | 1,647.13 |
| Special Emergency Notes Payable | | 480,000.00 | 640,000.00 |
| Accounts Payable | | 187,183.93 | 226,038.59 |
| Reserve for Proceeds from Sale of Municipal Assets | | 16,391.00 | 16,391.00 |
| Reserve for State Tax Appeals Pending | | 2,337,849.66 | 883,000.00 |
| Reserve Revaluation Program | | 74,949.14 | 76,421.26 |
| Reserve Tax Exempt Contributions | | 0.97 | 0.97 |
| Reserve for Legislative Block Grant | | 5,751.00 | - |
| | | <u>5,383,591.97</u> | <u>3,718,382.93</u> |
| Reserves for Receivables | | <u>3,312,886.46</u> | <u>4,292,751.80</u> |
| Fund Balance | | <u>8,370,670.73</u> | <u>5,053,879.63</u> |
| Sub-total Current Fund | | <u>19,208,500.18</u> | <u>14,906,563.94</u> |
| Federal and State Grant Fund | | | |
| Reserve for Encumbrances | | 422,692.28 | 364,063.48 |
| Reserve for State and Federal Grants | | | |
| Appropriated | A-10 | 1,616,621.98 | 1,945,796.88 |
| Unappropriated | A-11 | 118,282.19 | 72,429.62 |
| Sub-total Grant Fund | | <u>2,157,596.45</u> | <u>2,382,289.98</u> |
| | | <u>\$ 21,366,096.63</u> | <u>\$ 17,288,853.92</u> |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-1

CURRENT FUND
 STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME
 Year Ended December 31, 2014

| | Anticipated Budget | NJSA 40A:4-87 | Budget As Modified | Realized | Excess or (Deficit) |
|---------------------------------------------------------------------------------|-----------------------|---------------|-----------------------|-------------------|---------------------------|
| Surplus Anticipated | \$ 3,450,000.00 | \$ - | \$ 3,450,000.00 | \$ 3,450,000.00 | \$ - |
| Total Surplus Anticipated | 3,450,000.00 | - | 3,450,000.00 | 3,450,000.00 | - |
| MISCELLANEOUS REVENUES | | | | | |
| Licenses: | | | | | |
| Alcoholic Beverages | 43,000.00 | - | 43,000.00 | 50,600.00 | 7,600.00 |
| Other | 77,000.00 | - | 77,000.00 | 84,025.00 | 7,025.00 |
| Fees and Permits | 243,000.00 | - | 243,000.00 | 286,665.35 | 43,665.35 |
| Fines and Costs: | | | | | |
| Municipal Court | 465,000.00 | - | 465,000.00 | 555,127.25 | 90,127.25 |
| Interest and Costs on Taxes | 320,000.00 | - | 320,000.00 | 1,100,234.05 | 780,234.05 |
| Interest on Investments | 7,000.00 | - | 7,000.00 | 21,719.53 | 14,719.53 |
| Revenue from Sewer Charges | 5,553,000.00 | - | 5,553,000.00 | 5,637,594.55 | 84,594.55 |
| Payments in Lieu - Non-Profit Housing | 282,000.00 | - | 282,000.00 | 377,508.25 | 95,508.25 |
| Recreation Program Fees | 294,000.00 | - | 294,000.00 | 332,756.81 | 38,756.81 |
| CATV Franchise Fees | 269,000.00 | - | 269,000.00 | 414,807.04 | 145,807.04 |
| Total Miscellaneous Revenues | 7,553,000.00 | - | 7,553,000.00 | 8,861,237.83 | 1,308,237.83 |
| STATE AID WITHOUT OFFSETTING APPROPRIATIONS | | | | | |
| Energy Receipts Tax | 3,976,814.00 | - | 3,976,814.00 | 3,976,814.00 | - |
| Total State Aid Without Offsetting Appropriation | 3,976,814.00 | - | 3,976,814.00 | 3,976,814.00 | - |
| DEDICATED UCC FEES OFFSET WITH APPROPRIATIONS | | | | | |
| Uniform Construction Code Fees | 1,155,000.00 | - | 1,155,000.00 | 1,627,969.49 | 472,969.49 |
| Total Dedicated UCC Fees Offset With Appropriations | 1,155,000.00 | - | 1,155,000.00 | 1,627,969.49 | 472,969.49 |
| SPECIAL ITEMS OF REVENUE OFFSET - ANTICIPATED WITH PRIOR WRITTEN CONSENT | | | | | |
| Ambulance Service Fees | 804,000.00 | - | 804,000.00 | 859,857.40 | 55,857.40 |
| Red Light Camera Fees | 360,000.00 | - | 360,000.00 | 298,550.75 | (61,449.25) |
| SPECIAL ITEMS OF REVENUE OFFSET WITH APPROPRIATIONS | | | | | |
| Mercer County Donations Emergency Medical Services | 2,500.00 | - | 2,500.00 | 2,500.00 | - |
| Body Armor | 17,103.16 | - | 17,103.16 | 17,103.16 | - |
| Sustainable Jersey Small Grant | 20,000.00 | - | 20,000.00 | 20,000.00 | - |
| Bullet Proof Vest Partnership Program | 4,825.35 | - | 4,825.35 | 4,825.35 | - |
| DDEF | 7,850.23 | - | 7,850.23 | 7,850.23 | - |
| Lawrence Hopewell Trail Johnson Trolley Line Grant | 14,100.50 | - | 14,100.50 | 14,100.50 | - |
| Municipal Alliance on Alcoholism and Drug Abuse | 10,841.00 | - | 10,841.00 | 10,841.00 | - |
| Recycling Tonnage | 62,448.08 | - | 62,448.08 | 62,448.08 | - |
| Safe and Secure Communities Program | 60,000.00 | - | 60,000.00 | - | (60,000.00) |
| NJDOT | - | 44,420.15 | 44,420.15 | 44,420.15 | - |
| 2014 Affordable Housing | - | 200,000.00 | 200,000.00 | 200,000.00 | - |
| Click It or Ticket | - | 4,000.00 | 4,000.00 | 4,000.00 | - |
| Municipal Alliance on Alcoholism and Drug Abuse | - | 10,854.00 | 10,854.00 | 10,854.00 | - |
| 2014 EMS Donation | - | 100.00 | 100.00 | 100.00 | - |
| 2014 EMS Donation | - | 100.00 | 100.00 | 100.00 | - |
| EMAA Grant | - | 5,000.00 | 5,000.00 | 5,000.00 | - |
| Clean Communities | - | 55,640.23 | 55,640.23 | 55,640.23 | - |
| Municipal Alcohol Education/Rehabilitation Program | - | 177.24 | 177.24 | 177.24 | - |
| NJ Department of Health & Senior Services | - | 200.00 | 200.00 | 200.00 | - |
| BMS Safety Town | - | 3,500.00 | 3,500.00 | 3,500.00 | - |
| Total Special Items of Revenue offset with Appropriations | 169,668.32 | 323,991.62 | 523,659.94 | 463,659.94 | (60,000.00) |
| SPECIAL ITEMS OF REVENUE WITH PRIOR CONSENT OF THE DIRECTOR | | | | | |
| Uniform Fire Safety Act | 150,000.00 | - | 150,000.00 | 197,224.23 | 47,224.23 |
| Hotel Tax | 130,000.00 | - | 130,000.00 | 186,573.84 | 66,573.84 |
| Quakerbridge Mall Police | 141,000.00 | - | 141,000.00 | 165,742.60 | 24,742.60 |
| Capital Surplus | 60,000.00 | - | 60,000.00 | 60,000.00 | - |
| Rider University Contribution | 95,000.00 | - | 95,000.00 | 30,000.00 | (65,000.00) |
| Reserve for Sidewalks | 10,000.00 | - | 10,000.00 | 10,000.00 | - |
| Total Special Items of Revenue with Prior Consent of the Director | 586,000.00 | - | 586,000.00 | 659,540.67 | 73,540.67 |
| Sub-total General Revenues | 14,634,482.32 | 323,991.62 | 14,958,473.94 | 16,747,630.08 | 1,789,156.14 |
| Receipts from Delinquent Taxes | 945,000.00 | - | 945,000.00 | 2,574,451.57 | 1,629,451.57 |
| Amount to be Raised by Taxes for Support of Municipal Budget | 24,139,043.31 | - | 24,139,043.31 | 25,788,066.86 | 1,649,023.55 |
| Total Budget Revenues | 43,168,525.63 | 323,991.62 | 43,492,517.25 | 48,560,148.51 | 5,067,631.26 |
| Other Credits to Income | | | | | |
| Unexpended Balance of Appropriation Reserves and Encumbrances | - | - | - | 864,590.58 | 864,590.58 |
| Miscellaneous Revenue not Anticipated | - | - | - | 631,417.16 | 631,417.16 |
| | - | - | - | 1,496,007.74 | 1,496,007.74 |
| Taxes Allocated to School and County | - | - | - | 94,750,067.27 | 94,750,067.27 |
| Total Other Credits to Income | - | - | - | 96,246,075.01 | 96,246,075.01 |
| Total Revenues and Other Credits to Income | \$ 43,168,525.63 | \$ 323,991.62 | \$ 43,492,517.25 | \$ 144,806,223.52 | \$ 101,313,706.27 |
| Ref. | A-2 | A-2 | A-2 | | |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-2

CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME
 Year Ended December 31, 2014

| | APPROPRIATED | | Paid or Charged | Reserved | Unexpended Balance Cancelled |
|--------------------------------|---------------------|------------------------------|---------------------|-------------------|------------------------------------|
| | 2014 Budget | Budget After Modification | | | |
| (A) Operations - within "CAP" | | | | | |
| GENERAL GOVERNMENT: | | | | | |
| Township Council and Mayor | | | | | |
| Salaries and Wages | \$ 60,000.00 | \$ 60,000.00 | \$ 57,523.15 | 2,476.85 | \$ - |
| Other Expenses | 5,875.00 | 5,875.00 | 2,680.60 | 3,194.40 | - |
| Municipal Manager | | | | | |
| Salaries and Wages | 227,881.00 | 202,881.00 | 173,474.34 | 29,406.66 | - |
| Other Expenses | 19,500.00 | 19,500.00 | 16,758.04 | 2,743.96 | - |
| Municipal Clerk | | | | | |
| Salaries and Wages | 236,523.00 | 236,523.00 | 234,192.80 | 2,330.20 | - |
| Other Expenses | 90,000.00 | 90,000.00 | 84,755.49 | 5,244.51 | - |
| Legal Services and Expenses | | | | | |
| Other Expenses | 245,000.00 | 245,000.00 | 121,450.00 | 123,550.00 | - |
| Accounts and Control | | | | | |
| Salaries and Wages | 394,125.00 | 394,125.00 | 384,648.07 | 9,476.93 | - |
| Other Expenses | 73,000.00 | 73,000.00 | 63,623.27 | 9,376.73 | - |
| Cable TV Advisory Board | | | | | |
| Other Expenses | 250.00 | 250.00 | - | 250.00 | - |
| Auditor | | | | | |
| Other Expenses | 50,700.00 | 50,700.00 | 50,700.00 | - | - |
| Assessment of Taxes | | | | | |
| Salaries and Wages | 304,755.00 | 287,755.00 | 285,394.89 | 2,360.01 | - |
| Other Expenses | 45,000.00 | 45,000.00 | 39,814.88 | 5,185.12 | - |
| Collection of Taxes | | | | | |
| Salaries and Wages | 189,733.00 | 189,733.00 | 187,875.30 | 1,857.70 | - |
| Other Expenses | 53,000.00 | 53,000.00 | 46,579.09 | 6,420.91 | - |
| Environmental Resources | | | | | |
| Other Expenses | 700.00 | 700.00 | 435.00 | 265.00 | - |
| Rent Control Board | | | | | |
| Other Expenses | 1,500.00 | 1,500.00 | - | 1,500.00 | - |
| Construction Board of Appeals | | | | | |
| Salaries and Wages | 200.00 | 200.00 | - | 200.00 | - |
| Other Expenses | 100.00 | 100.00 | - | 100.00 | - |
| Planning and Redevelopment | | | | | |
| Salaries and Wages | 6,271.00 | 6,271.00 | 5,915.78 | 355.22 | - |
| Other Expenses | 2,200.00 | 2,200.00 | 1,171.11 | 1,028.89 | - |
| Engineering Services | | | | | |
| Salaries and Wages | 270,522.00 | 270,522.00 | 247,087.06 | 23,434.94 | - |
| Other Expenses | 19,000.00 | 22,000.00 | 19,089.65 | 2,910.35 | - |
| Historian | | | | | |
| Salaries and Wages | 3,200.00 | 3,200.00 | 3,120.00 | 80.00 | - |
| Other Expenses | 1,500.00 | 1,500.00 | 980.00 | 520.00 | - |
| Landmark Advisory Committee | | | | | |
| Housing | 500.00 | 500.00 | - | 500.00 | - |
| Salaries and Wages | 64,123.00 | 64,123.00 | 63,174.50 | 948.50 | - |
| Other Expenses | 1,500.00 | 1,500.00 | 434.31 | 1,065.69 | - |
| Planning Board | | | | | |
| Other Expenses | 86,500.00 | 86,500.00 | 41,733.24 | 44,766.76 | - |
| Zoning Board | | | | | |
| Other Expenses | 59,000.00 | 59,000.00 | 27,557.83 | 31,442.17 | - |
| Community Action Program | | | | | |
| Other Expenses | 102,000.00 | 102,000.00 | 93,833.33 | 8,166.67 | - |
| Construction Official | | | | | |
| Salaries and Wages | 735,965.00 | 710,965.00 | 695,315.69 | 15,649.31 | - |
| Other Expenses | 460,000.00 | 460,000.00 | 391,482.15 | 68,517.85 | - |
| Community Development Director | | | | | |
| Salaries and Wages | 110,064.00 | 110,064.00 | 110,055.93 | 8.07 | - |
| Other Expenses | 8,000.00 | 8,000.00 | 4,720.06 | 3,279.94 | - |
| Insurance | | | | | |
| Unemployment | 85,000.00 | 85,000.00 | 85,000.00 | - | - |
| General Liability | 295,000.00 | 295,000.00 | 243,973.80 | 51,026.20 | - |
| Workers Compensation | 110,000.00 | 110,000.00 | 110,000.00 | - | - |
| Employee Group Health | 3,645,000.00 | 3,554,000.00 | 3,364,551.96 | 189,448.04 | - |
| Health Insurance Waiver | 43,000.00 | 43,000.00 | 41,368.13 | 1,631.87 | - |
| Sub-Total General Government | <u>8,106,187.00</u> | <u>7,951,187.00</u> | <u>7,300,467.55</u> | <u>650,719.45</u> | - |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-2

CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME (CONTINUED)
Year Ended December 31, 2014

| | APPROPRIATED | | Paid or Charged | Reserved | Unexpended Balance Cancelled |
|---------------------------------------|--------------|--------------|-----------------|------------|------------------------------------|
| | 2014 | Budget After | | | |
| | Budget | Modification | | | |
| PUBLIC SAFETY | | | | | |
| Police | | | | | |
| Salaries and Wages | 6,694,863.00 | 6,721,863.00 | 6,653,868.77 | 67,994.23 | - |
| Other Expenses | 232,000.00 | 282,000.00 | 270,654.30 | 11,345.70 | - |
| Police Dispatch/911 | | | | | |
| Salaries and Wages | 1.00 | 1.00 | - | 1.00 | - |
| Other Expenses | 735,000.00 | 735,000.00 | 719,434.05 | 15,565.95 | - |
| Emergency Management | | | | | |
| Salaries and Wages | 72,875.00 | 72,875.00 | 67,539.99 | 5,335.01 | - |
| Other Expenses | 7,000.00 | 7,000.00 | 6,897.82 | 102.18 | - |
| Lawrence Township Fire Services | | | | | |
| Salaries and Wages | 249,667.00 | 249,667.00 | 245,738.07 | 3,928.93 | - |
| Other Expenses | 75,000.00 | 75,000.00 | 46,597.79 | 28,402.21 | - |
| Aid to Volunteer Fire Companies | | | | | |
| Stackwood Fire Co | 30,000.00 | 30,000.00 | 30,000.00 | - | - |
| Lawrence Road Fire Co | 30,000.00 | 30,000.00 | 30,000.00 | - | - |
| Lawrenceville Fire Co | 30,000.00 | 30,000.00 | 30,000.00 | - | - |
| Fire Inspector | | | | | |
| Salaries and Wages | 194,826.00 | 194,826.00 | 193,697.19 | 1,128.81 | - |
| Other Expenses | 14,000.00 | 14,000.00 | 7,821.26 | 6,178.74 | - |
| Emergency Medical Services | | | | | |
| Salaries and Wages | 425,834.00 | 425,834.00 | 425,834.00 | - | - |
| Other Expenses | 27,000.00 | 27,000.00 | 26,921.28 | 78.72 | - |
| Public Safety Advisory Committee | | | | | |
| Salaries and Wages | 1,000.00 | 1,000.00 | 833.32 | 166.68 | - |
| Other Expenses | 100.00 | 100.00 | - | 100.00 | - |
| Municipal Court | | | | | |
| Salaries and Wages | 362,685.00 | 392,685.00 | 379,821.64 | 12,863.36 | - |
| Other Expenses | 47,000.00 | 47,000.00 | 38,802.43 | 8,197.57 | - |
| Public Defender | | | | | |
| Salaries and Wages | 8,729.00 | 8,729.00 | 8,729.00 | - | - |
| OSHA Compliance - P.L. 1983, Ch. 516 | | | | | |
| Salaries and Wages | 9,882.00 | 9,882.00 | 9,882.00 | - | - |
| Other Expenses | 41,500.00 | 41,500.00 | 39,720.91 | 1,779.09 | - |
| Sub-Total Public Safety | 9,288,962.00 | 9,395,962.00 | 9,232,793.82 | 163,168.18 | - |
| PUBLIC WORKS | | | | | |
| Streets and Roads | | | | | |
| Salaries and Wages | 663,509.00 | 663,509.00 | 619,650.77 | 43,858.23 | - |
| Other Expenses | 67,000.00 | 87,000.00 | 84,688.59 | 2,311.41 | - |
| Public Works Administration | | | | | |
| Salaries and Wages | 204,114.00 | 204,114.00 | 204,114.00 | - | - |
| Other Expenses | 24,500.00 | 29,500.00 | 25,112.01 | 4,387.99 | - |
| Buildings and Grounds | | | | | |
| Salaries and Wages | 204,867.00 | 204,867.00 | 204,867.00 | - | - |
| Other Expenses | 208,000.00 | 245,000.00 | 241,226.14 | 3,773.86 | - |
| Ecological Center/Landfill | 100.00 | 100.00 | - | 100.00 | - |
| Solid Waste Collection | | | | | |
| Other Expenses | 850,000.00 | 850,000.00 | 679,795.64 | 170,204.36 | - |
| Garbage & Trash Removal - MCIA | | | | | |
| Landfill - MCIA | 1,805,000.00 | 1,717,999.00 | 1,415,188.36 | 302,810.64 | - |
| Apartment Complex Trash Collection | | | | | |
| Other Expenses | 265,000.00 | 265,000.00 | 47,892.99 | 217,107.01 | - |
| Park Maintenance | | | | | |
| Salaries and Wages | 178,130.00 | 178,130.00 | 178,130.00 | - | - |
| Other Expenses | 84,500.00 | 84,500.00 | 81,729.13 | 2,770.87 | - |
| Snow Removal | | | | | |
| Salaries and Wages | 74,000.00 | 74,000.00 | 74,000.00 | - | - |
| Other Expenses | 153,000.00 | 233,000.00 | 159,270.61 | 73,729.39 | - |
| Vehicle and Equipment Maintenance | | | | | |
| Salaries and Wages | 306,912.00 | 306,912.00 | 303,346.74 | 3,565.26 | - |
| Other Expenses | 306,000.00 | 306,000.00 | 305,942.72 | 57.28 | - |
| Sub-Total Public Works | 5,414,632.00 | 5,449,631.00 | 4,624,954.70 | 824,676.30 | - |
| HEALTH AND WELFARE BOARD: | | | | | |
| Board of Health - Local Health Agency | | | | | |
| Salaries and Wages | 352,877.00 | 355,877.00 | 353,367.56 | 2,509.44 | - |
| Other Expenses | 37,000.00 | 37,000.00 | 33,226.50 | 3,773.50 | - |
| Animal Control | | | | | |
| Salaries and Wages | 49,850.00 | 49,850.00 | 49,850.00 | - | - |
| Other Expenses | 14,000.00 | 14,000.00 | 12,265.69 | 1,734.31 | - |
| Sub-Total Health and Welfare Board | 453,727.00 | 456,727.00 | 448,709.75 | 8,017.25 | - |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-2

CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME (CONTINUED)
Year Ended December 31, 2014

| | APPROPRIATED | | | | Unexpended Balance Cancelled |
|------------------------------------------------------------------------------|----------------|------------------------------|-----------------|--------------|------------------------------------|
| | 2014 Budget | Budget After Modification | Paid or Charged | Reserved | |
| RECREATION AND EDUCATION: | | | | | |
| Recreation Programming | | | | | |
| Salaries and Wages | 317,562.00 | 340,562.00 | 334,822.46 | 5,739.54 | - |
| Other Expenses | 127,000.00 | 127,000.00 | 107,046.63 | 19,953.37 | - |
| Senior Citizens | | | | | |
| Salaries and Wages | 138,020.00 | 139,020.00 | 138,494.10 | 525.90 | - |
| Other Expenses | 17,100.00 | 17,100.00 | 14,609.89 | 2,490.11 | - |
| Shade Tree Advisory Committee | | | | | |
| Other Expenses | 750.00 | 750.00 | 580.00 | 170.00 | - |
| Growth Management Committee | | | | | |
| Salaries and Wages | 1,300.00 | 1,300.00 | 1,191.63 | 108.37 | - |
| Other Expenses | 2,500.00 | 2,500.00 | 1,356.00 | 1,144.00 | - |
| Special Events | | | | | |
| Other Expenses | 12,500.00 | 12,500.00 | 6,655.08 | 5,844.92 | - |
| Sub-Total Recreation and Education | 616,732.00 | 640,732.00 | 604,755.79 | 35,976.21 | - |
| OTHER NON-CLASSIFIED: | | | | | |
| Accumulated Absences | 70,000.00 | 70,000.00 | 70,000.00 | - | - |
| Utilities | 1,540,000.00 | 1,540,000.00 | 1,330,489.95 | 209,510.05 | - |
| Salary and Wage Adjustment | 16,000.00 | 1.00 | - | 1.00 | - |
| Sub-Total Other Non-Classified | 1,626,000.00 | 1,610,001.00 | 1,400,489.95 | 209,511.05 | - |
| Total Operations Within "CAPS" | 25,506,240.00 | 25,504,240.00 | 23,612,171.56 | 1,892,068.44 | - |
| Details: | | | | | |
| Salaries and Wages | 13,114,865.00 | 13,201,866.00 | 12,965,555.85 | 236,310.15 | - |
| Other Expenses | 12,391,375.00 | 12,302,374.00 | 10,646,615.71 | 1,655,758.29 | - |
| STATUTORY EXPENDITURES: | | | | | |
| Contributions to Public Employees' Retirement System | 699,596.00 | 699,596.00 | 699,595.58 | 0.42 | - |
| Social Security System | 580,000.00 | 590,000.00 | 533,795.74 | 46,204.26 | - |
| Police and Firemen's Pension Fund | 1,694,438.00 | 1,694,438.00 | 1,694,437.45 | 0.55 | - |
| Defined Contribution Retirement Program | 6,000.00 | 8,000.00 | 7,232.87 | 767.13 | - |
| Total Deferred Charges & Statutory Expenditures - Municipal Within "CAPS" | 2,980,034.00 | 2,982,034.00 | 2,935,061.64 | 46,972.36 | - |
| (H-1) Total General Appropriations for Municipal Purposes Within "CAPS" | 28,486,274.00 | 28,486,274.00 | 26,547,233.20 | 1,939,040.80 | - |
| (A) Operations Excluded from "CAPS" | | | | | |
| Sewerage Authority | | | | | |
| Share of Costs | 5,175,000.00 | 5,175,000.00 | 5,171,578.77 | 3,421.23 | - |
| Fire Hydrant Service (contractual) | 414,000.00 | 414,000.00 | 413,723.88 | 276.12 | - |
| Municipal Court (Public Defender) | | | | | |
| Salaries and Wages | 38,302.00 | 38,302.00 | 27,162.04 | 11,139.96 | - |
| Medical Dispatch Services | | | | | |
| Other Expenses | 28,000.00 | 28,000.00 | 15,595.00 | 12,405.00 | - |
| NJDEP Recycling Tonnage Tax | | | | | |
| Other Expenses | 36,000.00 | 36,000.00 | 27,918.27 | 8,081.73 | - |
| LOSAP | 34,000.00 | 34,000.00 | 1,275.00 | 32,725.00 | - |
| Sub-Total - General Government - Outside "CAP" | 5,725,302.00 | 5,725,302.00 | 5,657,252.96 | 68,049.04 | - |
| Additional Appropriations Offset by Revenues | | | | | |
| Ambulance Services | | | | | |
| Salaries and Wages | 229,000.00 | 229,000.00 | 120,020.41 | 108,979.59 | - |
| Other Expenses | 62,000.00 | 62,000.00 | 36,719.43 | 25,280.57 | - |
| Red Light Camera Program | | | | | |
| Other Expenses | 331,000.00 | 331,000.00 | 121,098.98 | 1.02 | 209,900.00 |
| Sub-Total - Additional Appropriations Offset by Appropriations | 622,000.00 | 622,000.00 | 277,838.82 | 134,261.18 | 209,900.00 |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME (CONTINUED)
 Year Ended December 31, 2014

| | APPROPRIATED | | Paid or Charged | Reserved | Unexpended Balance Cancelled |
|----------------------------------------------------------------------------|------------------|------------------------------|------------------|-----------------|------------------------------------|
| | 2014 Budget | Budget After Modification | | | |
| STATE AND FEDERAL PROGRAMS OFFSET BY REVENUES | | | | | |
| Safe and Secure Communities | | | | | |
| Salaries and Wages | 60,000.00 | 60,000.00 | - | - | 60,000.00 |
| NJ Department of Environmental Protection - Clean Communities Program | | | | | |
| Other Expenses | - | 55,640.23 | 55,640.23 | - | - |
| Drunk Driving Enforcement Fund | | | | | |
| Salaries and Wages | 3,925.12 | 3,925.12 | 3,925.12 | - | - |
| Other Expenses | 3,925.11 | 3,925.11 | 3,925.11 | - | - |
| Body Armor Replacement Fund | | | | | |
| Other Expenses | 17,103.16 | 17,103.16 | 17,103.16 | - | - |
| Municipal Alliance | | | | | |
| Other Expenses | 10,841.00 | 21,695.00 | 21,695.00 | - | - |
| Municipal Match | 6,629.00 | 6,629.00 | 6,629.00 | - | - |
| US Department of Justice -- Bullet Proof Vest | | | | | |
| Other Expenses | 4,825.35 | 4,825.35 | 4,825.35 | - | - |
| Sustainable New Jersey Small Cities Grant | | | | | |
| Other Expenses | 20,000.00 | 20,000.00 | 20,000.00 | - | - |
| NJ Department of Transportation -- Safe Corridors | | | | | |
| Other Expenses | - | 44,420.15 | 44,420.15 | - | - |
| NJ Department of Environmental Protection -- Recycling Tonnage Grant | | | | | |
| Other Expenses | 62,448.04 | 62,448.04 | 62,448.04 | - | - |
| Municipal Alcohol Education and Rehabilitation | | | | | |
| Other Expenses | - | 177.24 | 177.24 | - | - |
| Department of Law & Public Safety -- Emergency Management Grant | | | | | |
| Other Expenses | - | 5,000.00 | 5,000.00 | - | - |
| Bristol Meyers Squibb -- Safety Town Grant | | | | | |
| Salaries and Wages | - | 2,862.38 | 2,862.38 | - | - |
| Other Expenses | - | 637.62 | 637.62 | - | - |
| Mercer County Office of Emergency Management -- Emergency Medical Services | | | | | |
| Other Expenses | 2,500.00 | 2,500.00 | 2,500.00 | - | - |
| Lawrence Township Affordable Unit Rehabilitation | | | | | |
| Other Expenses | - | 200,000.00 | 200,000.00 | - | - |
| New Jersey Department of Law & Public Safety -- Ticket of Click it | | | | | |
| Salaries and Wages | - | 4,000.00 | 4,000.00 | - | - |
| EMS Donation | | | | | |
| Other Expenses | - | 200.00 | 200.00 | - | - |
| Tanning Establishment Inspections | | | | | |
| Other Expenses | - | 200.00 | 200.00 | - | - |
| New Jersey Department of Transportation -- Johnson Trolley Line Footbridge | | | | | |
| Other Expenses | 14,100.50 | 14,100.50 | 14,100.50 | - | - |
| Sub-Total State and Federal Grants | 206,297.28 | 530,288.90 | 470,288.90 | - | 60,000.00 |
| Total Operations Excluded from "Caps" | 6,553,599.28 | 6,877,590.90 | 6,405,380.68 | 202,310.22 | 269,900.00 |
| Details: | | | | | |
| Salaries and Wages | 331,227.12 | 338,089.50 | 157,969.95 | 120,119.55 | 60,000.00 |
| Other Expenses | 6,222,372.16 | 6,539,501.40 | 6,247,410.73 | 82,190.67 | 209,900.00 |
| Capital Improvements Excluded from "CAPS" | | | | | |
| Capital Improvement Fund | 350,000.00 | 350,000.00 | 350,000.00 | - | - |
| Total Capital Improvements Excluded from "CAPS" | 350,000.00 | 350,000.00 | 350,000.00 | - | - |
| Debt Service Excluded From CAPS: | | | | | |
| Payment of Bond Principal | 2,626,068.00 | 2,626,068.00 | 2,626,068.00 | - | - |
| Payment of Bond Anticipation Notes and Capital Notes | 646,250.00 | 646,250.00 | 646,250.00 | - | - |
| Interest on Bonds | 379,783.00 | 379,783.00 | 379,783.00 | - | - |
| Interest on Notes | 129,960.00 | 129,960.00 | 129,960.00 | - | - |
| Total Municipal Debt Service - Excluded from "CAPS" | 3,782,061.00 | 3,782,061.00 | 3,782,061.00 | - | - |
| Deferred Charges and Statutory Expenditures - Excluded from "CAPS" | | | | | |
| Deferred Charges | | | | | |
| Special Emergency Authorizations | 160,000.00 | 160,000.00 | 160,000.00 | - | - |
| Deferred Charge - General Capital School Lease | 20,000.00 | 20,000.00 | 20,000.00 | - | - |
| Total Deferred Charges -- Municipal Excluded from "CAPS" | 180,000.00 | 180,000.00 | 180,000.00 | - | - |
| Total General Appropriations For Municipal Purposes Excluded from "CAPS" | 10,865,660.28 | 11,189,651.90 | 10,717,441.68 | 202,310.22 | 269,900.00 |
| Subtotal General Appropriations | 39,351,934.28 | 39,675,925.90 | 37,264,674.88 | 2,141,351.02 | 269,900.00 |
| Reserve for Uncollected Taxes | 3,816,591.35 | 3,816,591.35 | 3,816,591.35 | - | - |
| Total General Appropriations | \$ 43,168,525.63 | \$ 43,492,517.25 | \$ 41,081,266.23 | \$ 2,141,351.02 | \$ 269,900.00 |
| A-1 | | A-1 | | | |
| Adopted Budget | | \$ 43,168,525.63 | | | |
| Approp. N.J.S.A: (40A:4-87)(Chap 159) | A-1 | 323,991.62 | | | |
| Emergency Appropriation -- Engineering Salaries and Wages | | | | | |
| Modified Budget | | \$ 43,492,517.25 | | | |
| | | A-1 | | | |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-3

CURRENT FUND
 SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
 Year Ended December 31, 2014

| Year | Balance December 31, 2013 | 2014 Levy & Added Taxes Adjustment to Levies | 2014 Collections | Due From State of N.J. Senior Citizens And Veterans | Remitted, Abated & Cancelled | Transferred to Tax Title Liens | Balance December 31, 2014 |
|---------|------------------------------|----------------------------------------------------|--------------------------|--------------------------------------------------------------|------------------------------------|--------------------------------------|------------------------------|
| FY 2002 | \$ 9,206.34 | \$ - | \$ - | \$ - | \$ 9,206.34 | \$ - | \$ - |
| FY 2003 | 1,588.95 | - | - | - | 1,588.95 | - | - |
| FY 2004 | 11,541.08 | - | - | - | 11,541.08 | - | - |
| FY 2005 | 10,855.15 | - | - | - | 10,855.15 | - | - |
| FY 2006 | 16,846.60 | - | - | - | 16,846.60 | - | - |
| FY 2007 | 32,998.37 | - | - | - | 32,998.37 | - | - |
| FY 2008 | 34,998.79 | - | - | - | 34,998.79 | - | - |
| FY2010 | 191,092.22 | - | - | - | 191,092.22 | - | - |
| FY2011 | 148,999.89 | - | - | - | 148,999.89 | - | - |
| FY2012 | 35,702.05 | - | - | - | 35,702.05 | - | - |
| FY2013 | 1,441,843.29 | 1,031,988.17 | 2,353,840.47 | - | 26,016.34 | 608.12 | 93,366.53 |
| | <u>1,935,672.73</u> | <u>1,031,988.17</u> | <u>2,353,840.47</u> | | <u>519,845.78</u> | <u>608.12</u> | <u>93,366.53</u> |
| FY2014 | - | 120,759,033.49 | 119,401,261.53 | 203,590.41 | 52,073.67 | 34,164.80 | 1,067,943.08 |
| | <u>\$ 1,935,672.73</u> | <u>\$ 121,791,021.66</u> | <u>\$ 121,755,102.00</u> | <u>\$ 203,590.41</u> | <u>\$ 571,919.45</u> | <u>\$ 34,772.92</u> | <u>\$ 1,161,309.61</u> |
| Ref. | A | | | | | A-4 | A |

Prepaid Applied
 Collected

\$ 509,927.70
118,891,333.83
\$ 119,401,261.53

120,555,443.08

Analysis of 2014 Property Tax Levy

Tax Yield

General Purpose \$ 120,104,333.70
 Levy Difference 130,526.94
 Added Taxes (N.J.S.A. 54:4-63.1 et seq.) 524,172.85
120,759,033.49

Tax Levy

Local School District Tax \$ 62,445,496.00
 County Taxes \$ 28,077,261.77
 County Library Taxes 2,856,734.20
 County Open Space 1,175,724.70
 County Added Taxes 194,850.60
 32,304,571.27

Local Tax for Municipal Purposes 24,139,043.31
 Open Space Tax 1,375,240.00
 Open Space Tax - ADDED 8,069.16
 Added Taxes 486,613.75
26,008,966.22
\$ 120,759,033.49

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-4

CURRENT FUND
 SCHEDULE OF TAX TITLE LIENS RECEIVABLE
 Year Ended December 31, 2014

| | <u>Reference</u> | | |
|-------------------------------------------------------------|------------------|-------------------|------------------------|
| Balance - December 31, 2013 | A | | \$ 1,625,995.31 |
| Increased by: | | | |
| Transfers from property taxes receivable | A-3 | \$ 34,772.92 | |
| Adjustments to tax title lien interest, costs and penalties | | <u>7,480.68</u> | |
| | | | 42,253.60 |
| | | | <u>1,668,248.91</u> |
| Decreased by: | | | |
| Collected | | <u>220,611.10</u> | |
| | | | 220,611.10 |
| Balance - December 31, 2014 | A | | <u>\$ 1,447,637.81</u> |

CURRENT FUND
 STATEMENT OF PROPERTY ACQUIRED FOR TAXES (ASSESSED VALUATION)
 Year Ended December 31, 2014

A-5

| | <u>Reference</u> | |
|-----------------------------|------------------|----------------------|
| Balance - December 31, 2013 | A | <u>\$ 168,410.00</u> |
| Balance - December 31, 2014 | | <u>\$ 168,410.00</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-6

CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES
Year Ended December 31, 2014

| | Encumbrances December 31, 2013 | Appropriation Reserves December 31, 2013 | Balance After Transfer | Paid or Charged | Balance Lapsed |
|--------------------------------------|-----------------------------------|------------------------------------------------|---------------------------|-----------------|----------------|
| (A) Operations - within "CAPS" | | | | | |
| GENERAL GOVERNMENT: | | | | | |
| Township Council and Mayor | | | | | |
| Salaries and Wages | \$ - | \$ 2,113.58 | \$ 2,113.58 | \$ 1,504.82 | \$ 608.76 |
| Other Expenses | 112.63 | 647.64 | 760.27 | 111.50 | 648.77 |
| Municipal Manager | | | | | |
| Salaries and Wages | - | 5,409.17 | 7,409.17 | 7,022.80 | 386.37 |
| Other Expenses | 4,516.68 | 3,175.50 | 7,692.18 | 4,966.49 | 2,725.69 |
| Township Clerk | | | | | |
| Salaries and Wages | - | 7,646.86 | 9,646.86 | 8,816.25 | 830.61 |
| Other Expenses | 2,727.18 | 4,585.55 | 7,312.73 | 2,985.64 | 4,327.09 |
| Accounts and Control | | | | | |
| Salaries and Wages | - | 17,525.59 | 17,525.59 | 13,647.57 | 3,878.02 |
| Other Expenses | 2,474.40 | 4,524.50 | 9,498.90 | 2,666.50 | 6,832.40 |
| Legal Services and Expenses | | | | | |
| Other Expenses | 36,908.89 | 53,984.00 | 90,892.89 | 36,628.44 | 54,264.45 |
| Cable TV Advisory Board | | | | | |
| Other Expenses | - | 250.00 | 250.00 | - | 250.00 |
| Tax Assessor | | | | | |
| Salaries and Wages | - | 8,173.68 | 12,173.68 | 11,466.42 | 707.26 |
| Other Expenses | 59.00 | 1,129.27 | 1,188.27 | - | 1,188.27 |
| Tax Collector | | | | | |
| Salaries and Wages | - | 5,905.83 | 6,405.83 | 6,162.22 | 243.61 |
| Other Expenses | 3,003.04 | 4,516.54 | 7,519.58 | 3,811.83 | 3,707.75 |
| Environmental Resources | | | | | |
| Other Expenses | - | 300.00 | 300.00 | - | 300.00 |
| Rent Control Board | | | | | |
| Other Expenses | - | 1,500.00 | 1,500.00 | - | 1,500.00 |
| Construction Board of Appeals | | | | | |
| Salaries & Wages | - | 200.00 | 200.00 | - | 200.00 |
| Other Expenses | - | 100.00 | 100.00 | - | 100.00 |
| Planning and Redevelopment | | | | | |
| Salaries & Wages | - | 1,061.68 | 1,061.68 | 1,017.14 | 44.54 |
| Other Expenses | - | 35.29 | 35.29 | - | 35.29 |
| Engineering Services | | | | | |
| Salaries & Wages | - | 14,833.60 | 14,833.60 | 10,679.93 | 4,153.67 |
| Other Expenses | 3,529.71 | 1,531.78 | 5,061.49 | 2,062.14 | 2,999.35 |
| Historian | | | | | |
| Salaries & Wages | - | 20.00 | 270.00 | - | 270.00 |
| Other Expenses | 294.95 | 1,115.34 | 1,410.29 | 313.23 | 1,097.06 |
| Historic Preservation Adv. Committee | | | | | |
| Other Expenses | - | 500.00 | 500.00 | - | 500.00 |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-6

CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES (CONTINUED)
Year Ended December 31, 2014

| | Encumbrances December 31, 2013 | Appropriation Reserves December 31, 2013 | Balance After Transfer | Paid or Charged | Balance Lapsed |
|----------------------------------|-----------------------------------|------------------------------------------------|---------------------------|-----------------|----------------|
| Housing | | | | | |
| Salaries & Wages | \$ - | \$ 1,318.33 | 2,318.33 | \$ 2,020.41 | \$ 297.92 |
| Other Expenses | 348.91 | 699.22 | 1,048.13 | 299.36 | 748.77 |
| Planning Board | | | | | |
| Other Expenses | 29,820.50 | 7,948.42 | 37,768.92 | 5,824.00 | 31,944.92 |
| Zoning Board | | | | | |
| Other Expenses | 13,916.53 | 19,817.66 | 33,734.19 | 895.00 | 32,839.19 |
| Community Action Program | | | | | |
| Other Expenses | - | 8,166.67 | 8,166.67 | 8,166.67 | - |
| Construction | | | | | |
| Salaries & Wages | - | 26,353.13 | 26,353.13 | 23,566.70 | 2,786.43 |
| Other Expenses | 5,154.51 | 52,365.48 | 11,269.99 | 5,979.49 | 5,290.50 |
| Community Development Director | | | | | |
| Salaries & Wages | - | 2,072.88 | 3,572.88 | 3,176.78 | 396.10 |
| Other Expenses | 1,104.54 | 3,994.77 | 5,099.31 | 1,449.60 | 3,649.71 |
| Insurance | | | | | |
| General Liability | - | 7,473.00 | 7,473.00 | 7,473.00 | - |
| Employee Group Health | - | 56,350.28 | 23,350.28 | 12,882.44 | 10,467.84 |
| PUBLIC SAFETY: | | | | | |
| Police | | | | | |
| Salaries and Wages | - | 237,772.51 | 240,272.51 | 239,402.19 | 870.32 |
| Other Expenses | 30,467.36 | 8,384.30 | 38,851.66 | 27,717.36 | 11,134.30 |
| Police Dispatch/911 | | | | | |
| Salaries & Wages | - | 10,589.17 | 10,589.17 | - | 10,589.17 |
| Other Expenses | - | 1,000.00 | 1,000.00 | - | 1,000.00 |
| Emergency Management | | | | | |
| Salaries & Wages | - | 3,195.45 | 3,195.45 | 2,691.48 | 503.97 |
| Other Expenses | - | 5,130.04 | 5,130.04 | - | 5,130.04 |
| Lawrence Township Fire Service | | | | | |
| Salaries & Wages | - | 14,507.42 | 14,507.42 | 8,530.60 | 5,976.82 |
| Other Expenses | 9,594.96 | 296.46 | 9,891.42 | 9,884.96 | 6.46 |
| Fire Inspector | | | | | |
| Salaries & Wages | - | 6,421.71 | 7,921.71 | 7,493.89 | 427.82 |
| Other Expenses | 1,009.09 | 3,456.65 | 4,465.74 | 1,352.84 | 3,112.90 |
| Emergency Medical Services | | | | | |
| Other Expenses | 887.50 | 4.70 | 892.20 | 892.20 | - |
| Public Safety Advisory Committee | | | | | |
| Salaries & Wages | - | 675.01 | 675.01 | - | 675.01 |
| Other Expenses | - | 100.00 | 100.00 | - | 100.00 |
| Municipal Court | | | | | |
| Salaries & Wages | - | 10,019.02 | 11,519.02 | 11,226.73 | 292.29 |
| Other Expenses | 7,090.42 | 17,228.77 | 14,319.19 | 6,051.19 | 8,268.00 |
| OSHA Compliance | | | | | |
| Salaries & Wages | - | 163.59 | 163.59 | 163.59 | - |
| Other Expenses | 6,587.38 | 6,094.81 | 12,682.19 | 1,976.02 | 10,706.17 |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-6

CURRENT FUND
SCHEDULE OF 2013 APPROPRIATION RESERVES (CONTINUED)
Year Ended December 31, 2014

| | Encumbrances December 31, 2013 | Appropriation Reserves December 31, 2013 | Balance After Transfer | Paid or Charged | Balance Lapsed |
|-----------------------------------------|-----------------------------------|------------------------------------------------|---------------------------|-----------------|----------------|
| PUBLIC WORKS: | | | | | |
| Streets and Roads | | | | | |
| Salaries and Wages | \$ 2,680.54 | \$ 56,632.76 | 36,313.30 | \$ 23,536.25 | \$ 12,777.05 |
| Other Expenses | 15,675.20 | 3,379.57 | 19,054.77 | 18,725.69 | 329.08 |
| Public Works Administration | | | | | |
| Salaries and Wages | - | - | 3,000.00 | 2,582.92 | 417.08 |
| Other Expenses | 3,812.49 | 13.33 | 4,825.82 | 3,645.19 | 1,180.63 |
| Buildings and Grounds | | | | | |
| Salaries and Wages | - | - | 2,500.00 | 1,804.93 | 695.07 |
| Other Expenses | 31,705.67 | 12,080.78 | 43,786.45 | 26,287.10 | 17,499.35 |
| Ecological Center/Landfill | | | | | |
| Other Expenses | - | 6.59 | 6.59 | - | 6.59 |
| Solid Waste Collection | | | | | |
| Other Expenses | 130,142.08 | 67,111.67 | 152,253.75 | 118,801.53 | 33,452.22 |
| Garbage & Trash Removal - MCIA | | | | | |
| Landfill - MCIA | - | 248,747.45 | 196,747.45 | 105,995.14 | 90,752.31 |
| Apartment Complex Trash Collection | | | | | |
| Other Expenses | - | 92,308.60 | 117,308.60 | 101,841.81 | 15,466.79 |
| Park Maintenance | | | | | |
| Salaries & Wages | 424.76 | 19,488.05 | 19,912.81 | 12,152.77 | 7,760.04 |
| Other Expenses | 4,030.03 | 2,908.82 | 6,938.85 | 3,660.00 | 3,278.85 |
| Snow Removal | | | | | |
| Salaries & Wages | - | 40,000.00 | 40,000.00 | 39,829.07 | 170.93 |
| Other Expenses | 16,375.60 | 267.54 | 166,643.14 | 164,373.40 | 2,269.74 |
| Vehicle and Equipment Maintenance | | | | | |
| Salaries & Wages | - | 14,891.07 | 14,891.07 | 10,778.27 | 4,112.80 |
| Other Expenses | 82,819.63 | 3,501.19 | 86,320.82 | 80,528.03 | 5,792.79 |
| HEALTH AND WELFARE BOARD | | | | | |
| Board of Health - Local Health Agency | | | | | |
| Salaries and Wages | - | 6,303.05 | 13,803.05 | 10,181.74 | 3,621.31 |
| Other Expenses | 4,488.84 | 4,189.92 | 8,678.76 | 5,285.98 | 3,392.78 |
| Animal Control | | | | | |
| Salaries and Wages | - | - | 1,000.00 | 632.10 | 367.90 |
| Other Expenses | 348.94 | 10,813.12 | 11,162.06 | 6,739.64 | 4,422.42 |
| RECREATION AND EDUCATION: | | | | | |
| Recreation Programming | | | | | |
| Salaries and Wages | - | 17,615.35 | 17,615.35 | 10,978.63 | 6,636.72 |
| Other Expenses | 12,497.21 | 4,287.39 | 16,784.60 | 11,218.43 | 5,566.17 |
| Senior Citizens | | | | | |
| Salaries and Wages | - | 8,672.54 | 6,672.54 | 5,789.50 | 883.04 |
| Other Expenses | 1,436.16 | 658.90 | 2,095.06 | 1,698.34 | 396.72 |
| Shade Tree Advisory Committee | | | | | |
| Other Expenses | - | 210.00 | 210.00 | - | 210.00 |
| Growth Management Committee | | | | | |
| Salaries and Wages | - | 25.60 | 25.60 | - | 25.60 |
| Other Expenses | - | 945.91 | 945.91 | - | 945.91 |
| Special Events | | | | | |
| Other Expenses | 380.20 | 2,936.25 | 3,316.45 | 510.40 | 2,806.05 |
| OTHER NON-CLASSIFIED: | | | | | |
| Accumulated Absences | - | 1.00 | 1.00 | - | 1.00 |
| Utilities | 44,749.30 | 107,805.89 | 152,555.19 | 124,817.45 | 27,737.74 |
| Salary and Wage Adjustment | - | 1.00 | 1.00 | - | 1.00 |
| STATUTORY EXPENDITURES: | | | | | |
| Social Security System | - | 37,022.46 | 37,022.46 | 23,470.87 | 13,551.59 |
| Police and Fireman's Pension Fund | - | 0.67 | 0.67 | - | 0.67 |
| Defined Contribution Retirement Program | - | 304.26 | 304.26 | 37.68 | 266.58 |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-6

CURRENT FUND
 SCHEDULE OF 2013 APPROPRIATION RESERVES (CONTINUED)
 Year Ended December 31, 2014

| | Encumbrances December 31, 2013 | Appropriation Reserves December 31, 2013 | Balance After Transfer | Paid or Charged | Balance Lapsed |
|-------------------------------------|-----------------------------------|------------------------------------------------|---------------------------|------------------------|----------------------|
| (A) Operations Excluded from "CAPS" | | | | | |
| Sewerage Authority | | | | | |
| Share of Costs | \$ - | \$ 1,753.96 | 1,753.96 | \$ - | \$ 1,753.96 |
| Fire Hydrant Service Contractual | | | | | |
| Other Expenses | - | 18,566.53 | 18,566.53 | - | 18,566.53 |
| Municipal Court | | | | | |
| Salaries & Wages | - | 12,837.90 | 12,837.90 | 1,095.62 | 11,742.28 |
| NJDEP Recycling Tonnage Tax | | | | | |
| Other Expenses | - | 4,725.45 | 4,725.45 | - | 4,725.45 |
| Employee Group Health Insurance | | | | | |
| Other Expenses | - | 85,360.00 | 85,360.00 | - | 85,360.00 |
| LOSAP | | | | | |
| Ambulance Services | - | 32,300.00 | 32,300.00 | - | 32,300.00 |
| Salaries and Wages | - | 152,709.41 | 152,709.41 | 27,744.64 | 124,964.77 |
| Other Expenses | - | 29,005.84 | 29,005.84 | 5,465.45 | 23,540.39 |
| Red Light Camera Program | | | | | |
| Other Expenses | 70,725.10 | 90,774.90 | 161,500.00 | 56,151.60 | 105,348.40 |
| Total General Appropriations | <u>\$ 581,899.93</u> | <u>\$ 1,841,549.58</u> | <u>\$ 2,423,449.51</u> | <u>\$ 1,509,339.59</u> | <u>\$ 914,109.92</u> |
| Reference | A | A | | Transferred to AP | 49,519.34 |
| | | | | Ref. | <u>\$ 864,590.58</u> |
| | | | | | A-1 |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-7

CURRENT FUND
SCHEDULE OF SEWER CHARGES RECEIVABLE
Year Ended December 31, 2014

| | <u>Reference</u> | | |
|-----------------------------|------------------|------------------------|----------------------|
| Balance - December 31, 2013 | A | | \$ 472,985.95 |
| Increased by | | | |
| Billings | | <u>\$ 5,679,458.95</u> | <u>5,679,458.95</u> |
| | | | 6,152,444.90 |
| Decreased by | | | |
| Collections | A-1 | 5,637,594.55 | |
| Refunds | | 5,925.04 | |
| Billing Adjustments | | <u>162,514.84</u> | |
| | | | <u>5,806,034.43</u> |
| Balance - December 31, 2014 | A | | <u>\$ 346,410.47</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-8

CURRENT FUND
SCHEDULE OF SEWER LIENS RECEIVABLE
Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------|------------------|--------------------|
| Balance - December 31, 2013 | A | \$ 9,001.75 |
| Decreased by collections | | 112.19 |
| Balance - December 31, 2014 | A | <u>\$ 8,889.56</u> |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-9

CURRENT FUND
 SCHEDULE OF FEDERAL AND STATE GRANTS RECEIVABLE - GRANT FUND
 Year Ended December 31, 2014

| | 2014 | | | | | Balance December 31, 2014 |
|-----------------------------------------------------------------------------------|----------------------------|---------------------|---------------|-------------------------------|---------------|------------------------------|
| | Balance January 1, 2014 | Revenue Realized | Received | Unapprop Grant Receipts | Cancelled | |
| FEDERAL GRANTS | | | | | | |
| Cops in School II | \$ 14,503.00 | \$ - | \$ - | \$ - | \$ - | \$ 14,503.00 |
| Cops Supplemental II | 1,950.31 | - | - | - | - | 1,950.31 |
| U.S. Department of Agriculture - Wildlife Habitat - Drexel Woods Nature Center | 1,824.75 | - | - | - | - | 1,824.75 |
| Total Federal Programs | 18,278.06 | - | - | - | - | 18,278.06 |
| STATE GRANTS | | | | | | |
| Municipal Alliance on Alcoholism and Drug Abuse | 51,367.42 | 31,037.50 | 31,137.50 | - | - | 51,267.42 |
| Alcohol Education | - | 177.24 | 177.24 | - | - | - |
| 2010 NJ Business Stimulus Fund | - | - | - | - | - | - |
| NJ Clean Energy | - | - | - | - | - | - |
| 2010 NJ Exercise Support Grant | (0.69) | - | - | - | - | (0.69) |
| 2010 NJ Rec Trails Lawrence Hopewell Trail | - | - | - | - | - | - |
| Over the Limit - Statewide Crackdown | 2,100.00 | - | - | - | - | 2,100.00 |
| Hwy. Safety - Safe Corridors | 52,173.91 | - | 52,173.91 | - | - | - |
| Clicket or Ticket | 4,000.00 | 4,000.00 | 3,866.34 | - | - | 4,133.66 |
| Main Street Trans/Street Improvement | 1,116.22 | - | - | - | - | 1,116.22 |
| H-1 N-1 | 6.00 | - | - | - | - | 6.00 |
| Over the Limit Under Arrest | - | - | - | - | - | - |
| Recreation Trails | - | - | - | - | - | - |
| Recycling Tonnage | 180.00 | 62,448.04 | - | 62,448.04 | - | 180.00 |
| Safe and Secure Communities Program | 45,000.00 | 60,000.00 | 34,747.90 | - | 60,000.00 | 10,252.10 |
| Civil Disturbance Hazmat Release | 9,000.00 | - | - | - | - | 9,000.00 |
| 2009 Communication Equipment Public Response | 55.38 | - | - | - | - | 55.38 |
| Safe Corridors | - | 44,420.15 | - | - | - | 44,420.15 |
| COPS in Shops - Undercover | 3,318.52 | - | - | - | - | 3,318.52 |
| Drexel Woods Trail Improvements | 219.40 | - | - | - | - | 219.40 |
| 2010 DVRPC Brunswick Pike Development | 24,618.94 | - | - | - | - | 24,618.94 |
| Mercer County Working Group | 1,271.65 | - | - | - | - | 1,271.65 |
| Bulletproof Vests | 10,603.30 | 4,825.35 | - | - | - | 15,428.65 |
| 2014 Johnson Trolley Line Footbridge | - | 14,100.50 | - | - | - | 14,100.50 |
| Edward Byrne Memorial Justice | 3,496.70 | - | - | - | - | 3,496.70 |
| Lawrence Township - Affordable Unit Rehab | - | 200,000.00 | 200,000.00 | - | - | - |
| Body Armor | - | 17,103.16 | 4,886.27 | 9,961.58 | - | 2,235.31 |
| Tanning Establishment Inspections | - | 200.00 | 200.00 | - | - | - |
| Safe Corridors | 45,605.83 | - | - | - | 45,605.83 | - |
| DDEF | - | 7,850.23 | 7,850.23 | - | - | - |
| BMS Safety Town | - | 3,500.00 | 3,500.00 | - | - | - |
| Mercer County First Aid Squad | - | 2,500.00 | 2,500.00 | - | - | - |
| Alcohol Rehab | - | - | - | - | - | - |
| Clean Communities | - | 55,640.23 | 55,640.23 | - | - | - |
| Over the Limit Under Arrest Statewide Crackdown | 4,400.00 | - | - | - | - | 4,400.00 |
| Sustainable New Jersey | - | 20,000.00 | 10,000.00 | - | - | 10,000.00 |
| DCA Block Grant Homefront Roof | 94,688.00 | - | 48,682.00 | - | - | 46,026.00 |
| DVRCP Lawrence-Hopewell Trail/Lewisville Road Section | 73,899.98 | - | - | - | 73,899.98 | - |
| Emergency Management Performance | 25,000.00 | 5,000.00 | 30,000.00 | - | - | - |
| NJ Department of Law Emergency Management | - | 5,000.00 | 5,000.00 | - | - | - |
| EMS - Donation - Bell | - | 100.00 | 100.00 | - | - | - |
| EMS - Donation - Kububinski | - | 100.00 | 100.00 | - | - | - |
| Community Forestry Management Plan | 3,000.00 | - | 3,000.00 | - | - | - |
| Drive Sober or Get Pulled Over | 4,400.00 | - | - | - | - | 4,400.00 |
| DVRPC Transportation & Community Development | 45,000.00 | - | 31,145.90 | - | - | 13,854.10 |
| | 504,520.56 | 538,002.40 | 524,687.52 | 72,429.62 | 179,505.81 | 285,900.01 |
| Total Federal and State | \$ 522,798.62 | \$ 538,002.40 | \$ 524,687.52 | \$ 72,429.62 | \$ 179,505.81 | \$ 284,178.07 |
| | A | | | | | A |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-10

CURRENT FUND
 SCHEDULE OF APPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS
 Year Ended December 31, 2014

| | Year | Balance December 31, 2013 | Transferred from 2014 Budget Appropriations | | Canceled or Paid or Charged | Balance December 31, 2014 |
|--------------------------------------------------------------------------------|------|------------------------------|------------------------------------------------|------------------------------|-----------------------------------|------------------------------|
| | | | Budget | Appropriation By 40A:4-87 | | |
| FEDERAL | | | | | | |
| U.S. Department of Agriculture - Wildlife Habitat - Drexel Woods Nature Center | 2008 | \$ 3,441.00 | \$ - | \$ - | \$ - | \$ 3,441.00 |
| STATE | | | | | | |
| State of New Jersey Department of Community Affairs | | | | | | |
| Small Cities | | | | | | |
| Body Armor | 2007 | 41.56 | - | - | - | 41.56 |
| | 2010 | 5,782.75 | - | - | 3,341.96 | 2,440.79 |
| | 2012 | 3,364.49 | - | - | 3,364.49 | - |
| | 2013 | 12,708.71 | - | - | 3,024.09 | 9,684.62 |
| | 2014 | - | 17,103.16 | - | - | 17,103.16 |
| Tobacco Age-of-Sale Enforcement Program | 2002 | 1,020.00 | - | - | - | 1,020.00 |
| | 2003 | 14.49 | - | - | - | 14.49 |
| | 2004 | 1,252.96 | - | - | - | 1,252.96 |
| | 2005 | 1,260.00 | - | - | - | 1,260.00 |
| | 2006 | 112.84 | - | - | - | 112.84 |
| | 2007 | 349.54 | - | - | - | 349.54 |
| | 2008 | 900.00 | - | - | - | 900.00 |
| | 2012 | 8,000.00 | - | - | 1,850.00 | 6,150.00 |
| | 2013 | 4,000.00 | - | - | - | 4,000.00 |
| | 2014 | - | - | 4,000.00 | - | 4,000.00 |
| Click It or Ticket | 2004 | 10,318.65 | - | - | 2,921.55 | 7,397.10 |
| | 2005 | 2,225.04 | - | - | (26.00) | 2,251.04 |
| | 2007 | 2,833.02 | - | - | - | 2,833.02 |
| | 2008 | 6,907.04 | - | - | 325.00 | 6,582.04 |
| | 2009 | 6,795.77 | - | - | - | 6,795.77 |
| | 2010 | 6,113.12 | - | - | - | 6,113.12 |
| | 2011 | 1,770.52 | - | - | - | 1,770.52 |
| | 2012 | 5,518.07 | - | - | (2,000.00) | 3,518.07 |
| | 2013 | 7,289.44 | - | - | 7,182.03 | 107.41 |
| | 2014 | - | 17,470.00 | - | 13,940.56 | 3,529.44 |
| | 2014 | - | - | 10,854.00 | 2,326.50 | 8,527.50 |
| Municipal Alliance on Alcoholism and Drug Abuse | 2004 | 10,318.65 | - | - | 2,921.55 | 7,397.10 |
| | 2005 | 2,225.04 | - | - | (26.00) | 2,251.04 |
| | 2007 | 2,833.02 | - | - | - | 2,833.02 |
| | 2008 | 6,907.04 | - | - | 325.00 | 6,582.04 |
| | 2009 | 6,795.77 | - | - | - | 6,795.77 |
| | 2010 | 6,113.12 | - | - | - | 6,113.12 |
| | 2011 | 1,770.52 | - | - | - | 1,770.52 |
| | 2012 | 5,518.07 | - | - | (2,000.00) | 3,518.07 |
| | 2013 | 7,289.44 | - | - | 7,182.03 | 107.41 |
| | 2014 | - | 17,470.00 | - | 13,940.56 | 3,529.44 |
| | 2014 | - | - | 10,854.00 | 2,326.50 | 8,527.50 |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-10

CURRENT FUND
 SCHEDULE OF APPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS (CONTINUED)
 Year Ended December 31, 2014

| | Year | Balance 12/31/2013 | Transferred from 2014 Budget Appropriations | | Canceled or Paid or Charged | Balance 12/31/2014 |
|----------------------------------------------------------|------|-----------------------|------------------------------------------------|------------------------------|-----------------------------------|-----------------------|
| | | | Budget | Appropriation By 40A-4-87 | | |
| Drunk Driving Enforcement Fund (DDEF) | 2012 | 10,950.69 | - | - | - | 10,950.69 |
| | 2013 | 9,011.96 | - | - | 1,612.50 | 7,399.46 |
| | 2014 | - | 7,850.23 | - | 1,954.20 | 5,896.03 |
| Alcohol Education | 2011 | 296.02 | - | - | 296.02 | - |
| | 2012 | 3,021.93 | - | - | 2,803.98 | 217.95 |
| | 2013 | 1,583.24 | - | - | - | 1,583.24 |
| | 2014 | - | - | 177.24 | - | 177.24 |
| Recycling Tonnage Grant | 2010 | 59,144.13 | - | - | 59,144.13 | - |
| | 2011 | 66,509.02 | - | - | 32,700.00 | 33,809.02 |
| | 2012 | 60,178.96 | - | - | - | 60,178.96 |
| | 2013 | 57,724.70 | - | - | 30,798.03 | 26,926.67 |
| | 2014 | - | 62,448.04 | - | - | 62,448.04 |
| N.J. D.O.T. - Pothole Repair Program | 1996 | 488.07 | - | - | 488.07 | (0.00) |
| Mercer County Green Links Commission | 1996 | 262.00 | - | - | - | 262.00 |
| Bready House Restoration | 2000 | 12,728.74 | - | - | 1,865.00 | 10,863.74 |
| Hwy. Safety - Occupant Protection | 2000 | 503.52 | - | - | - | 503.52 |
| Emergency Medical Services Reimbursement | | | | | | |
| Defibrillator | 2001 | 6.00 | - | - | - | 6.00 |
| New Jersey Department of Health & Senior Services | | | | | | |
| Hepatitis B Immunizations | 2012 | 273.24 | - | - | - | 273.24 |
| Hepatitis B Immunizations | 2013 | 154.08 | - | - | - | 154.08 |
| Tobacco Control, Prevention, Treatment Education Service | 2008 | 360.00 | - | - | - | 360.00 |
| Tobacco Control, Prevention, Treatment Education Service | 2008 | 1,080.00 | - | - | - | 1,080.00 |
| Safe and Secure Communities Program | 2014 | - | 60,000.00 | - | 60,000.00 | - |
| Clean Communities | 2013 | 54,893.66 | - | - | 54,885.27 | 8.39 |
| | 2014 | - | - | 55,640.23 | 25,956.27 | 29,683.96 |
| Colonial Heights Tree Planting | 2002 | 2,030.00 | - | - | - | 2,030.00 |
| Bulletproof Vest | 2014 | - | 4,825.35 | - | - | 4,825.35 |
| Livable Communities - Playground | 2003 | 3,476.00 | - | - | - | 3,476.00 |
| NJ Department of Law & Public Safety | | | | | | |
| Pipeline & Hazardous Materials Administration (HEMP) | 2008 | 30.00 | - | - | - | 30.00 |
| Small Cities Block Grant | 2004 | 10,708.37 | - | - | - | 10,708.37 |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-10

CURRENT FUND
 SCHEDULE OF APPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS (CONTINUED)
 Year Ended December 31, 2014

| | Year | Transferred from 2014 Budget Appropriations | | | Balance 12/31/2014 |
|-------------------------------------------------------------|------|---------------------------------------------|---------------|---------------------------|--------------------|
| | | Balance 12/31/2013 | Budget | Appropriation By 40A-4-87 | |
| Smart Future Planning Grant | 2004 | 15,358.14 | - | - | 15,358.14 |
| Lawrenceville School -- Historic Literature | 2008 | 10.00 | - | - | 10.00 |
| Mercer County -- Alcohol & Drug Alliance | 2006 | 500.00 | - | - | 500.00 |
| Over the Limit -- Statewide Crackdown | 2010 | 2,100.00 | - | - | 2,100.00 |
| Youth Football | 2010 | 1,000.00 | - | - | 1,000.00 |
| Johnson Troiley Line | 2014 | - | 14,100.50 | - | - |
| BMS Safety Town | 2014 | - | - | 3,500.00 | - |
| Mercer County -- Neighborhood Preservation - Johnson Avenue | 2008 | 15,586.30 | - | - | 2,862.38 |
| Safe Streets to Schools | 2008 | 47,000.00 | - | - | 15,586.30 |
| NJ Juvenile Justice Grant | 2009 | 20.00 | - | - | 47,000.00 |
| 2010 COPS in Shops | 2010 | 3,720.44 | - | - | 20.00 |
| Cars E Mail | 2011 | 17,877.56 | - | - | 3,720.44 |
| H1N1 | 2011 | 6.00 | - | - | 17,877.56 |
| Edward Byrne Justice | 2011 | 10,097.00 | - | - | 6.00 |
| Highway Safety Police Vehicles | 2011 | 1,729.83 | - | - | 10,097.00 |
| DVRPC Transportation & Community Development | 2012 | 5,000.08 | - | - | 1,729.83 |
| NJCA Small Cities CDBG | 2012 | 0.90 | - | - | 5,000.08 |
| NJ Exercise Support | 2012 | 8,137.55 | - | - | 0.90 |
| Lawrence Township Affordable Housing | 2012 | 332,932.89 | - | - | 8,137.55 |
| Economic Stability | 2012 | 196,939.84 | - | - | 332,932.89 |
| Unit Rehabilitation | 2012 | 342,500.00 | - | - | 196,939.84 |
| Control Extensions | 2013 | 276,000.00 | - | - | 342,500.00 |
| Lawrence Township Affordable control Extension | 2013 | 50,000.00 | - | - | 276,000.00 |
| Lawrence Township Affordable Unit rehab | 2014 | - | - | 200,000.00 | - |
| FEIMA Commodity Distribution Points | 2012 | 2,922.00 | - | - | 45,402.73 |
| DYRCP Lawrence-Hopewell Trail | 2012 | 67,160.50 | - | - | 50,000.00 |
| Emergency Management Performance | 2012 | 4,400.00 | - | - | 150,000.00 |
| Drive Sober or Get Pulled Over | 2012 | 396.00 | - | - | 2,922.00 |
| Radon Testing Kit | 2012 | 200.00 | - | - | 0.02 |
| Training Inspection | 2014 | - | - | 200.00 | - |
| Drive Sober or Get Pulled Over - Year End | 2012 | 2,850.00 | - | - | 160.50 |
| Emergency Medical Services | 2013 | 3,000.00 | - | - | 4,400.00 |
| Emergency Medical Services | 2014 | - | 2,500.00 | - | 396.00 |
| Emergency Medical Services - Donation | 2014 | - | - | 100.00 | - |
| Emergency Medical Services - Donation | 2014 | - | - | 100.00 | - |
| Sustainable NJ Small Grant | 2014 | - | 20,000.00 | - | 200.00 |
| NJ Department of Law Emergency Management | 2014 | - | - | 5,000.00 | 200.00 |
| Hwy. Safety - Safe Corridors | 2013 | 90,758.51 | - | - | 200.00 |
| | 2014 | - | - | - | 2,850.00 |
| TOTALS | | \$ 1,945,796.88 | \$ 206,297.28 | \$ 44,420.15 | \$ 35,000.00 |
| | | A | A-2 | A | A |
| | | | | | \$ 1,616,621.98 |

Ref.

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-11

CURRENT FUND
 SCHEDULE OF UNAPPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS
 Year Ended December 31, 2014

| | Balance December 31, 2013 | Grants Received In 2014 | Applied to State & Fed. Grants Receivable | Balance December 31, 2014 |
|--------------------------------------|------------------------------|-------------------------------|----------------------------------------------------|------------------------------|
| STATE | | | | |
| EMMA - 2014 | \$ - | \$ 5,000.00 | \$ - | \$ 5,000.00 |
| Solid Waste Recycling Tonnage-- 2013 | 62,448.04 | 113,082.19 | 62,448.04 | 113,082.19 |
| Body Armor | 9,981.58 | - | 9,981.58 | - |
| Tanning Inspections - 2014 | - | 200.00 | - | 200.00 |
| TOTALS | \$ 72,429.62 | \$ 118,282.19 | \$ 72,429.62 | \$ 118,282.19 |
| <u>Ref.</u> | A | | | A |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

A-12

CURRENT FUND
SCHEDULE OF DUE FROM STATE OF NEW JERSEY – VETERAN & SENIOR CITIZEN
DEDUCTIONS
Year Ended December 31, 2014

| | <u>Ref.</u> | |
|--------------------------------------------------------------|-------------|---------------------|
| Balance - December 31, 2013 (Due From) | A | \$ 60,621.26 |
| Increased by: | | |
| Veterans' Deductions Allowed per Duplicate | | \$ 109,000.00 |
| Senior Citizens' Deductions Allowed per Duplicate | | 88,250.00 |
| Add: Vets & Senior Citizens' Deductions Allowed by Collector | | <u>6,340.41</u> |
| | | <u>203,590.41</u> |
| | | 264,211.67 |
| Decreased by: | | |
| Received --as per DLGS | | <u>195,993.85</u> |
| | | <u>195,993.85</u> |
| Balance - December 31, 2014 (Due From) | A | <u>\$ 68,217.82</u> |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

A-13

CURRENT FUND
 STATEMENT OF DEFERRED CHARGES – SPECIAL EMERGENCY 40A:4-55
 Year Ended December 31, 2014

| | | <u>Balance December 31, 2013</u> | <u>Amount Resulting from 2014</u> | <u>Reduced by Budget</u> | <u>Balance December 31, 2014</u> |
|---------------------|-------------|--------------------------------------|-------------------------------------------|------------------------------|--------------------------------------|
| Revaluation Program | 09/04/12 | \$ 640,000.00 | \$ - | \$ 160,000.00 | \$ 480,000.00 |
| | | <u>\$ 640,000.00</u> | <u>\$ -</u> | <u>\$ 160,000.00</u> | <u>\$ 480,000.00</u> |
| | <u>Ref.</u> | A | | | A |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

B

TRUST FUNDS
STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE
Year Ended December 31, 2014

| | Animal Control Fund | | Trust Funds - Other | | Housing & Community Development | | Self-Insurance | |
|-----------------------------------------------|-------------------------|------------------------|---------------------|-----------------|------------------------------------|--------------|-----------------|-----------------|
| | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 | 2014 | 2013 |
| ASSETS | | | | | | | | |
| Cash and Cash Equivalents | \$ 62,081.00 | \$ 60,484.80 | \$ 21,079,072.87 | \$ 5,809,553.75 | \$ 10,833.40 | \$ 10,827.99 | \$ 1,662,038.23 | \$ 1,941,599.21 |
| Due from Developer - Interest | - | - | - | 106,799.23 | - | - | - | - |
| Receivables and Other Assets | \$ 62,081.00 | \$ 60,484.80 | \$ 21,085,743.64 | \$ 5,916,354.57 | \$ 12,122.40 | \$ 12,116.99 | \$ 1,662,038.23 | \$ 1,941,599.21 |
| LIABILITIES, RESERVES AND FUND BALANCE | | | | | | | | |
| Reserve for Animal Control | \$ 62,065.40 | \$ 60,484.80 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Due to Current Fund | - | - | 143,221.23 | - | - | - | - | - |
| Encumbrances Payable | - | - | 136,622.10 | 139,041.02 | - | - | - | - |
| Payroll Deduction Payable | - | - | - | 22,493.57 | - | - | - | - |
| Reserve and Other Deposits | - | - | - | 3,654,240.82 | - | - | - | - |
| Reserve for Interest Earned | - | - | 18,008,077.48 | B-1 | 94.67 | 89.26 | - | - |
| Due to State of NJ - Dept. of Health | 15.60 | - | - | - | - | - | - | - |
| Due to HUD | - | - | - | - | 2,030.51 | 2,030.51 | - | - |
| Reserve for Collector's Trust | - | - | 1,596,579.84 | 1,626,300.00 | - | - | - | - |
| Reserve for Municipal Open Space | - | - | 1,201,242.99 | 474,289.16 | - | - | - | - |
| Reserve for Self-Insurance | - | - | - | - | - | - | 1,662,038.23 | 1,941,599.21 |
| Reserve for Life Grants | - | - | - | - | 8,321.82 | 8,321.82 | - | - |
| Reserve for Small Cities | \$ 62,081.00 | \$ 60,484.80 | \$ 21,085,743.64 | \$ 5,916,354.57 | \$ 12,122.40 | \$ 12,116.99 | \$ 1,662,038.23 | \$ 1,941,599.21 |
| | <u>December 31,</u> | <u>2013</u> | | | | | | |
| | \$ 22,814,025.30 | \$ 7,822,465.75 | | | | | | |
| | 7,959.97 | 106,799.23 | | | | | | |
| | <u>\$ 22,821,985.27</u> | <u>\$ 7,930,565.57</u> | | | | | | |
| Reference | | | | | | | | |
| ASSETS | | | | | | | | |
| Cash and Equivalents | \$ 22,814,025.30 | \$ 7,822,465.75 | | | | | | |
| Due from Developer - Interest | - | 106,799.23 | | | | | | |
| Receivables and Other Assets | 7,959.97 | 1,300.59 | | | | | | |
| | <u>\$ 22,821,985.27</u> | <u>\$ 7,930,565.57</u> | | | | | | |
| LIABILITIES, RESERVES AND FUND BALANCE | | | | | | | | |
| Animal Control | \$ 62,065.40 | \$ 60,484.80 | | | | | | |
| Due to Current | 143,221.23 | - | | | | | | |
| Encumbrances Payable | 138,622.10 | 139,041.02 | | | | | | |
| Payroll Deduction Payable | - | 22,493.57 | | | | | | |
| Reserve and Other Deposits | - | 3,654,240.82 | | | | | | |
| Reserve for Interest Earned | 94.67 | 89.26 | | | | | | |
| Due to State of NJ - Dept. of Health | 15.60 | - | | | | | | |
| Due to HUD | 2,030.51 | 2,030.51 | | | | | | |
| Reserve for Collector's Trust | 1,596,579.84 | 1,626,300.00 | | | | | | |
| Reserve for Municipal Open Space | 1,201,242.99 | 474,289.16 | | | | | | |
| Reserve for Self-Insurance | 1,662,038.23 | 1,941,599.21 | | | | | | |
| Reserve for Life Grants | 8,321.82 | 8,321.82 | | | | | | |
| Reserve for Small Cities | 1,675.40 | 1,675.40 | | | | | | |
| | <u>\$ 22,821,985.27</u> | <u>\$ 7,930,565.57</u> | | | | | | |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

B-1

TRUST FUNDS
SCHEDULE OF OTHER RESERVES AND SPECIAL DEPOSITS
Year Ended December 31, 2014

| | Balance December 31, 2013 | Receipts | Disbursements | Balance December 31, 2014 |
|----------------------------------------|------------------------------|-------------------------|------------------------|------------------------------|
| Trust - Other Funds | | | | |
| Unemployment Fund | \$ 355,285.57 | \$ 101,975.37 | \$ 55,819.64 | \$ 401,441.30 |
| Accumulated Sick Fund/LOSAP | 353,923.41 | 140,121.96 | 261,264.26 | 232,781.11 |
| Performance Bond/Lease Deposit | 1,000.00 | - | 1,000.00 | - |
| Green Acres | 700.00 | - | - | 700.00 |
| Senior Citizens Recreation | 25,610.28 | 3,269.60 | 7,321.68 | 21,558.20 |
| Restoration Historic Sites | 10,010.00 | - | - | 10,010.00 |
| Disposition of Forfeited Property | 44,424.09 | 101,525.62 | 61,121.35 | 84,828.36 |
| Adopt a Cop | 4,806.07 | - | - | 4,806.07 |
| Recycling | 11,201.45 | 52,467.82 | 44,370.30 | 19,298.97 |
| Escrow/Developers' Interest | 4,319.09 | - | - | 4,319.09 |
| Parking Adjudication | 4,225.72 | 74.00 | - | 4,299.72 |
| Tobacco Fines | 2,915.36 | - | 2,915.36 | - |
| Public Defender | 4,632.33 | 38,780.50 | 31,590.78 | 11,822.05 |
| Fire Penalties | 5,771.59 | - | - | 5,771.59 |
| Snow Removal | 112,027.88 | 174,004.65 | 229,539.97 | 56,492.56 |
| Cash Bonds | 1,720,947.90 | 13,981,392.34 | 633,147.94 | 15,069,192.30 |
| Site Plan Review | 78,219.62 | 415,148.57 | 316,469.63 | 176,898.56 |
| Site Plan Inspection | 590,427.88 | 851,649.92 | 83,269.40 | 1,358,808.40 |
| Reserve for Fireworks | 10,573.39 | 25,194.99 | 31,116.98 | 4,651.40 |
| Reserve for Carson Road Woods | 182.00 | - | - | 182.00 |
| Reserve for Recreation League Fees | 16,909.49 | 9,361.00 | 3,995.66 | 22,274.83 |
| Reserve for Police Special Duty | 131,198.87 | 147,041.58 | 159,809.64 | 118,430.81 |
| Reserve for Joseph Gontel | 1,127.00 | 1,127.00 | 2,254.00 | - |
| Reserve for Shade Tree | 2,400.00 | - | - | 2,400.00 |
| Reserve for Activities - Ded by Rider | 150.00 | 150.00 | 300.00 | - |
| COAH | 161,251.83 | 1,124,984.44 | 889,126.11 | 397,110.16 |
| Subtotal Trust - Other * | <u>3,654,240.82</u> | <u>17,168,269.36</u> | <u>2,814,432.70</u> | <u>18,008,077.48</u> |
| | Reference B | | | B |
| Self-Insurance Fund | | | | |
| Self-Insurance | 1,941,599.21 | 331,481.12 | 611,042.10 | 1,662,038.23 |
| | Reference B | | | B |
| Housing & Comm. Development | | | | |
| Small Cities | 1,675.40 | - | - | 1,675.40 |
| Life Grants | 8,321.82 | - | - | 8,321.82 |
| Subtotal Housing & Comm. Dev. | <u>9,997.22</u> | <u>-</u> | <u>-</u> | <u>9,997.22</u> |
| | <u>\$ 5,605,837.25</u> | <u>\$ 17,499,750.48</u> | <u>\$ 3,425,474.80</u> | <u>\$ 19,680,112.93</u> |

* Opening Balance, January 1, 2014 per B

| | |
|----------------------------------------|-------------------------|
| Funds itemized above | \$ 3,654,240.82 |
| Reserve for Collector's Trust included | 1,596,579.84 |
| Other Adjustments (Net) | 12,757,256.82 |
| | <u>\$ 18,008,077.48</u> |
| | Reference B |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

B-2

TRUST FUNDS – ANIMAL CONTROL FUND
SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES
Year Ended December 31, 2014

| | <u>Reference</u> | |
|------------------------------------|------------------|---------------------|
| Balance - December 31, 2013 | B | \$ 60,484.80 |
| Increased by | | |
| Animal control fees | | \$ 40,503.00 |
| Interest earnings | | 39.47 |
| | | <u>40,542.47</u> |
| | | 101,027.27 |
| Decreased by | | |
| Expenditures under R.S. 4:19-15.11 | | 21,564.31 |
| Other expenditures | | 17,397.56 |
| | | <u>38,961.87</u> |
| Balance - December 31, 2014 | B | <u>\$ 62,065.40</u> |
| License Fees Collected | | |
| | | 2012 \$ 31,205.20 |
| | | 2013 39,299.05 |
| | | <u>\$ 70,504.25</u> |

Note: R.S. 4:19-15.11

"... there shall be transferred from such special account to the general funds of the municipality any amount then in such account which is in excess of the total amount paid into said special account during the last two fiscal years next preceding."

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

B-3

TRUST FUNDS – OTHER
SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE
Year Ended December 31, 2014

| | <u>Reference</u> | |
|------------------------------------|-------------------|-------------------------------|
| Balance - December 31, 2013 | B | \$ 474,289.16 |
| Increased by | | |
| Tax Levy | \$ 1,375,240.00 | |
| Added Taxes | 8,069.16 | |
| Interest Earnings | - | |
| Other Reimbursements and Transfers | <u>7,966.65</u> | |
| | | <u>1,391,275.81</u> |
| | | 1,865,564.97 |
| Decreased by | | |
| Share of debt principal payment | 128,932.00 | |
| Other expenses | <u>535,389.98</u> | |
| | | <u>664,321.98</u> |
| Balance - December 31, 2014 | B | <u><u>\$ 1,201,242.99</u></u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C

GENERAL CAPITAL FUND
STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

| | Reference | December 31, | |
|-----------------------------------------------------|-----------|-------------------------|-------------------------|
| | | 2014 | 2013 |
| ASSETS | | | |
| Cash and Cash Equivalents | C-2 | \$ 6,309,828.77 | \$ 8,404,808.52 |
| State and Federal Grants Receivable | C-2, C-3 | 1,679,569.39 | 1,678,271.89 |
| Loan Proceeds Receivable | C-2, C-12 | 4,905.00 | 4,905.00 |
| Deferred Charges to Future Taxation: | | | |
| Funded | C-4 | 13,866,070.14 | 16,790,371.56 |
| Unfunded | C-5 | 16,786,592.96 | 15,289,391.62 |
| | | <u>\$ 38,646,966.26</u> | <u>\$ 42,167,748.59</u> |
| LIABILITIES, RESERVES AND FUND BALANCE | | | |
| Serial Bonds | C-7 | \$ 13,300,000.00 | \$ 16,055,000.00 |
| Bond Anticipation Notes | C-5, C-10 | 9,270,000.00 | 9,895,000.00 |
| Other Liabilities and Reserves: | | | |
| Green Trust Loans Payable | C-9 | 375,353.65 | 481,210.28 |
| NJ Environmental Infrastructure Trust Loans Payable | C-8 | 190,716.49 | 254,161.28 |
| Reserve for Encumbrances | C-2 | 2,449,710.03 | 1,853,317.77 |
| Reserve for: | | | |
| Municipal Improvements | C-2,C-14 | 2,215,971.31 | 2,370,025.67 |
| Sidewalk Repairs | C-2,C-15 | 227,657.89 | 219,577.08 |
| Payment for Future Debt Service Costs | C-2,C-18 | 562,897.55 | 493,465.25 |
| State and Federal Grants | C-2,C-17 | 50,410.69 | 50,410.69 |
| Reserve for Payment of Debt - Ordinance 1905-06 | C-2, C-19 | 33,984.22 | 433,928.66 |
| Capital Improvement Fund | C-2,C-11 | 75,641.05 | 79,799.05 |
| Transportation Trust Fund | C-2,C-16 | 242,871.25 | 242,871.25 |
| Trash Carts | C-2 | 63,721.86 | 12,721.06 |
| Improvement Authorizations: | | | |
| Unfunded | C-6 | 7,065,629.17 | 7,342,887.91 |
| Funded | C-6 | 1,987,275.50 | 2,252,428.57 |
| Fund Balance | C-1, C-2 | <u>535,125.60</u> | <u>130,944.07</u> |
| | | <u>\$ 38,646,966.26</u> | <u>\$ 42,167,748.59</u> |

There were Bonds and Notes Authorized but not Issued at December 31, 2014 and 2013, in the amount of \$ 7,516,592.96 and \$5,394,391.62. (C-13)

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-1

GENERAL CAPITAL FUND
 STATEMENT OF CHANGES IN FUND BALANCE
 Year Ended December 31, 2014

| | <u>Reference</u> | |
|------------------------------------------------|------------------|----------------------|
| Balance - December 31, 2013 | C | \$ 130,944.07 |
| Increased by: | | |
| Reserve for Green Trust | | \$ 127,718.58 |
| Funded Improvement Authorizations Canceled | | <u>472,165.75</u> |
| | | <u>599,884.33</u> |
| | | 730,828.40 |
| Decreased by: | | |
| Payment to Current Fund as Anticipated Revenue | | 60,000.00 |
| Green Trust Loans Payable | | 102,702.80 |
| Improvement Authorizations Funded | | <u>33,000.00</u> |
| | | <u>195,702.80</u> |
| Balance - December 31, 2014 | C, C-2 | <u>\$ 535,125.60</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-2

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH AND CASH EQUIVALENTS
Year Ended December 31, 2014

| | | Balance (Deficit) <u>December 31, 2014</u> |
|------------------------------------------|------------------------------------------------------|--------------------------------------------------|
| Fund Balance | C-1 | \$ 535,125.60 |
| Capital Improvement Fund | | 75,641.05 |
| Reserve for Encumbrances | | 2,449,710.03 |
| State and Federal Grants Receivable | | (1,679,569.39) |
| Res. for Payment of Future Debt Services | | 562,897.55 |
| Res. for Sidewalk Repairs | | 227,657.89 |
| Res. for Municipal Improvements | | 2,215,971.31 |
| Res. for State and Federal Grants | | 50,410.69 |
| Res. For Payment of Debt | | 33,984.22 |
| Res. For Trash Carts | | 63,721.86 |
| Loan Proceeds Receivable | | (4,905.00) |
| Reserve for Transportation Trust Fund | | 242,871.25 |
| Improvement Authorizations: | | |
| 1475 | Purch of School Site | 253,836.00 |
| 1572-99 | Municipal Bldg Renovations | 81,139.52 |
| 1667-01 | Carson Road Woods (1678-01) | (50,410.39) |
| 1714-02 | Acq of Helen Ave | (129.44) |
| 1845-05 | Sidewalk Improvements | 34,249.46 |
| 1852-05 | Purchase of Public Works Equipment | 23,088.66 |
| 1852-05 | Acquisition of Various Computer & Office Equipment | 23,015.14 |
| 1852-05 | Acquisition of Public Safety Equipment | 3,276.10 |
| 1852-05 | Communication Equipment | 8,895.99 |
| 1852-05 | Purchase of Various Park Maintenance Equipment | 31,838.11 |
| 1884-06 | Various Road Improvements (2) Projects | 80,701.15 |
| 1887-06 | Purchase of Public Works Equipment | 8,281.55 |
| 1894-06 | Purchase of Equipment | 47,641.41 |
| 1894-06 | Municipal Building Improvements | 23,087.01 |
| 1894-06 | Acquisition of Fire Equipment | 4,077.86 |
| 1894-06 | Purchases of Computer & Office Equipment | 3,031.22 |
| 1894-06 | Public Safety Equipment | 4,376.00 |
| 1894-06 | Communication Equipment | 12,000.00 |
| 1929-07 | Improvements of Roads | 106,521.54 |
| 1933-07 | Improvements of Roads | 202,808.87 |
| 1940-07 | Various Improvements or Purposes | |
| | 1 Purchase of Public Works Equipment | 49,901.93 |
| | 2 Improvement to Municipal Buildings | 83,793.76 |
| | 3 Renovations and Construction of Town Hall | 114,487.21 |
| | 4 Acquisition of Fire Rescue Equipment | 4,897.54 |
| | 5 Acquisition of Fire Apparatus & Equipment | 13,029.96 |
| | 6 Acquisition of Various Computer & Office Equipment | 11,573.59 |
| | 7 Acquisition of Public Safety Equipment | 8,288.54 |
| | 8 Acquisition of Communication Equipment | 1,834.39 |
| | 9 Improvements to Various Parks & Recreation | 45,447.36 |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-2

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH AND CASH EQUIVALENTS (CONTINUED)
Year Ended December 31, 2014

| | | Balance (Deficit) <u>December 31, 2014</u> |
|---------|-----------------------------------------------------------------------|--------------------------------------------------|
| 1959-07 | Building and Renovation of Restroom Facilities on Recreation Sites | 67,267.00 |
| 1973-08 | Milling and Overlay of Princeton Pike | 24,853.11 |
| 1977-08 | Various Road Improvements | 105,203.40 |
| 1978-08 | | |
| | 1 Purchase of Various Public Works Equipment | 11,754.32 |
| | 2 Improvements to Municipal Building | 22,604.22 |
| | 3 Acquisition of Fire/Rescue Equipment | 9,027.58 |
| | 4 Acquisition of Various Computer and Office Equipment | (44,328.72) |
| | 5 Acquisition of Public Safety Equipment | 1,368.55 |
| | 6 Communication Equipment | (21,550.26) |
| | 7 Various Park and Recreational Facility Improvements | 4,820.62 |
| 2025-09 | Dyson Tract Remediation | 376,752.66 |
| 2031-09 | | |
| | 1 Purchase of Various Public Works Equipment | 16,335.80 |
| | 2 Improvements to Municipal Building | 92,635.55 |
| | 3 Acquisition of Fire/Rescue Equipment | 201.00 |
| | 4 Acquisition of Various Computer and Office Equipment | 1,738.12 |
| | 5 Hydraulic Lift, Pickup Truck & Electric Lift Gate | 1,043.00 |
| 2021-09 | Various Road Improvements | 207,588.08 |
| 2022-09 | Reappropriated for Resurfacing and Milling Lombard Avenue | 17,723.36 |
| 2051-10 | Various Road Improvements: | |
| | Various Roads | 25,907.85 |
| | Improvement Program | 57,086.58 |
| | Striping | 0.90 |
| | Lighted Crosswalks | 0.50 |
| 2052-10 | Various Capital Improvements | |
| | Purchase of Various Public Works Equipment | 70,332.61 |
| | Improvements to Municipal Building | 28,671.45 |
| | Acquisition of Fire/Rescue Equipment | 994.00 |
| | Acquisition of Various Computer and Office Equipment | 4,013.41 |
| | Acquisition of Public Safety Equipment | 287.84 |
| 2060-10 | Funding of Emergency Appropriation Tax Appeals | 20,838.87 |
| 2069-10 | Major Repair of Colonial Lake Dam | (34,130.31) |
| 2095-11 | Various Capital Improvements | |
| | Purchase of Various Public Works Equipment | 30,512.93 |
| | Improvements to Municipal Building | 18,645.71 |
| | Acquisition of Fire/Rescue Equipment | 9,415.90 |
| | Acquisition of Fire Truck | (475,557.71) |
| | Acquisition of Various Computer and Office Equipment | 20,100.83 |
| | Various Park and Recreational Facility Equipment | 4,997.84 |
| | Various Capital Improvements | |
| | 5 Concrete Improvements | 82,209.93 |
| 2097-11 | | |
| 2108-11 | Road Repair - Quakerbridge Road & Province Line Road | (8,767.39) |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-2

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH AND CASH EQUIVALENTS (CONTINUED)
Year Ended December 31, 2014

| | | Balance (Deficit) |
|---------|------------------------------------------------------|--------------------------|
| | | <u>December 31, 2014</u> |
| 2127-12 | Purchase of Various Public Works Equipment | 27,355.84 |
| | Improvements to Municipal Building | 27,000.00 |
| | Acquisition of Fire/Rescue Equipment | 106,923.66 |
| | Acquisition of Fire Apparatus | 6,565.56 |
| | Acquisition of Various Communications Equipment | 9,802.63 |
| | Acquisition of Various Computer and Office Equipment | 25,385.54 |
| 2128-12 | Various Road Improvements | 8,357.39 |
| 2156-13 | Various Capital Improvements | |
| | Purchase of Various Public Works Equipment | 18,528.86 |
| | Improvements to Municipal Building | 129,742.96 |
| | Acquisition of Fire/Rescue Equipment | 40,091.50 |
| | Acquisition of Fire Apparatus | 52,203.53 |
| | Acquisition of Various Communications Equipment | 33,503.75 |
| | Acquisition of Various Computer and Office Equipment | 22,876.69 |
| | Various Park and Recreational Facility Equipment | 56,168.02 |
| | Acquisition of Various Public Safety Equipment | 1,282.65 |
| 2157-13 | Various Road Improvements | 22,321.87 |
| 2179-14 | Construction of a Salt Dome | (481,860.93) |
| 2180-14 | Various Road Improvements | (95,000.00) |
| 2083-14 | Acquisition of Police Vehicle In-Car Video System | (113,307.00) |
| 2186-14 | Various Capital Improvements | |
| | Purchase of Various Public Works Equipment | (20,216.00) |
| | Improvements to Municipal Building | (211,510.00) |
| | Acquisition of Fire/Rescue Equipment | 96,664.30 |
| | Acquisition of Various Computer and Office Equipment | (34,946.00) |
| | Various Park and Recreational Facility Equipment | 10,100.00 |
| 2187-14 | Various Road Improvements | (187,518.11) |
| 2188-14 | Emergency Medical Services Building | 615.83 |
| | | <u>\$ 6,309,828.77</u> |
| | | Ref. C |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-3

GENERAL CAPITAL FUND
 SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE
 Year Ended December 31, 2014

| | Balance December 31, 2013 | Grants Awarded in 2014 | Collected | Canceled | Balance December 31, 2014 |
|-------------------------------------------------------------|------------------------------|------------------------------|----------------------|-------------|------------------------------|
| 1984 New Jersey Transportation Trust Fund Authority Act: | | | | | |
| Princeton Road Bikeway | \$ 6,046.54 | \$ - | \$ - | \$ - | \$ 6,046.54 |
| Princeton Pike, Bikepath-2 | 22,031.65 | - | - | - | 22,031.65 |
| Acquisition of Carson Road Woods | 50,410.69 | - | - | - | 50,410.69 |
| Acquisition of Loveless Tree Farm – Ordinance 1905-06: | | | | | |
| DEP – Green Trust Program | 7,984.24 | - | - | - | 7,984.24 |
| Improvements of Roads -- Ord # 1933-07 | 15,685.43 | - | - | - | 15,685.43 |
| Various Improvements or Purposes -- Ord # 1940-07 | 128,495.00 | - | - | - | 128,495.00 |
| Milling and Overlay of Princeton Pike | 1973-08 85,000.00 | - | - | - | 85,000.00 |
| New Jersey Transportation Trust – Twin Meadows | 2021-09 25,237.94 | - | - | - | 25,237.94 |
| NJ Department of Environmental Protection | 2025-09 1,032,380.40 | - | - | - | 1,032,380.40 |
| NJDOT 2012 Ordinance # 2128-12 | 2128-12 85,000.00 | - | 55,000.00 | - | 30,000.00 |
| NJDOT 2013 Ordinance # 2157-13 - Province Line Rd | 2157-13 220,000.00 | - | 163,702.50 | - | 56,297.50 |
| NJDOT 2014 Ordinance # 2187-14 | 2187-14 - | 220,000.00 | - | - | 220,000.00 |
| | <u>\$ 1,678,271.69</u> | <u>\$ 220,000.00</u> | <u>\$ 218,702.50</u> | <u>\$ -</u> | <u>\$ 1,679,569.39</u> |
| <u>Reference</u> | C | C-6 | | | C |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-4

GENERAL CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION – FUNDED
 Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------------------------------|------------------|-------------------------|
| Balance - December 31, 2013 | C | \$ 16,790,371.56 |
| Decreased by: | | |
| Serial Bonds Paid | C-7 | \$ 2,755,000.00 |
| Green Trust Loans Paid | C-9 | 105,856.63 |
| NJ Environmental Infrastructure Trust Loans Paid | C-8 | <u>63,444.79</u> |
| | | <u>2,924,301.42</u> |
| Balance - December 31, 2014 | | <u>\$ 13,866,070.14</u> |
| PROOF : | | |
| Serial Bonds | C-7 | \$ 13,300,000.00 |
| NJ Environmental Infrastructure Trust Loans Payable | C-8 | 190,716.49 |
| Green Trust Loans Payable | C-9 | <u>375,353.65</u> |
| | | <u>\$ 13,866,070.14</u> |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-5

GENERAL CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES - UNFUNDED
 Year Ended December 31, 2014

| Ordinance Number | Improvement Description | Notes Paid by Budget | | Notes Paid by Canceled Authorizations | | Balance Dec 31, 2013 | 2014 Authorizations | Balance Dec 31, 2014 | Financed By Bond Anticipation Notes | Analysis of Balance | |
|------------------|--------------------------------------------------------|----------------------|------|---------------------------------------|------|----------------------|---------------------|----------------------|-------------------------------------|---------------------|-------------------------------------|
| | | 2013 | 2014 | 2013 | 2014 | | | | | Expenditures | Improvement Authorizations Unfunded |
| 1169/1353 | Construction of Village Park | \$ 17,000.00 | \$ - | \$ 17,000.00 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 1420B | Princess Road phase I | 10,000.00 | - | - | - | 10,000.00 | - | 10,000.00 | - | - | - |
| 1421C | Park improvements | 20,942.00 | - | - | - | 20,942.00 | - | 20,942.00 | - | - | - |
| 1449A | Reconstr. Princess Road | 19,438.00 | - | - | - | 19,438.00 | - | 19,438.00 | - | - | - |
| 1572-99 | Police & Fire Communication equip | 23,000.00 | - | - | - | 23,000.00 | - | 23,000.00 | - | - | - |
| 1572-99 | Tree replacement program | 570.00 | - | - | - | 570.00 | - | 570.00 | - | - | - |
| 1572-99 | Municipal Bldg renovations | 271,012.00 | - | 24,912.00 | - | 246,100.00 | - | 246,100.00 | - | - | 246,100.00 |
| 1572-99 | Park Maint. Equipment | 69,700.00 | - | - | - | 69,700.00 | - | 69,700.00 | - | - | - |
| 1573-99 | Various road improvements | 10,162.00 | - | 10,162.00 | - | - | - | - | - | - | - |
| 1657/1578-01 | Carson Road Woods | 595,555.64 | - | - | - | 595,555.64 | - | 595,555.64 | - | - | - |
| 1698-02 | Various capital improvements | 350.00 | - | 350.00 | - | - | - | - | - | - | - |
| 1714-02 | Acquisition of Helen Avenue | 152,000.00 | - | - | - | 152,000.00 | - | 152,000.00 | - | - | - |
| 1747-03 | Various capital improvements | 16,200.00 | - | 16,200.00 | - | - | - | - | - | - | - |
| 1749-03 | Road improvements | 139,485.00 | - | - | - | 139,485.00 | - | 139,485.00 | - | - | - |
| 1805-06 | Acquisition of Loveless Tree Farm | 400,928.66 | - | 400,928.66 | - | - | - | - | - | - | - |
| 1973-08 | Milling and Overlay of Princeton Pike | 123,250.00 | - | - | - | 123,250.00 | - | 123,250.00 | - | - | 123,250.00 |
| 1977-08 | Various Road improvements | 18,875.00 | - | - | - | 18,875.00 | - | 18,875.00 | - | - | 18,875.00 |
| | Various Capital Improvements | 531,950.00 | - | - | - | 531,950.00 | - | 531,950.00 | - | - | 531,950.00 |
| | 2 Improvements to Municipal Building | 50,389.07 | - | - | - | 50,389.07 | - | 50,389.07 | - | - | 50,389.07 |
| | 4 Acquisition of Various Computer and Office Equipment | 31,825.00 | - | - | - | 31,825.00 | - | 31,825.00 | - | - | 31,825.00 |
| | 6 Communication Equipment | 1,165,000.00 | - | - | - | 1,165,000.00 | - | 1,165,000.00 | - | - | 1,165,000.00 |
| 2025-09 | Dyson Tract Remediation | - | - | - | - | - | - | - | - | - | - |
| 2020-09 | Various Capital Improvements | 62,045.44 | - | 37,852.28 | - | 24,193.16 | - | 24,193.16 | 24,193.16 | - | - |
| | 1 Purchase of Various Public Works Equipment | 451,250.00 | - | 304,155.10 | - | 147,094.90 | - | 147,094.90 | 147,094.90 | - | - |
| | 2 Improvements to Municipal Building | 52,250.00 | - | - | - | 52,250.00 | - | 52,250.00 | 52,250.00 | - | - |
| | 3 Acquisition of Fire/Rescue Equipment | 66,500.00 | - | - | - | 66,500.00 | - | 66,500.00 | 66,500.00 | - | - |
| | 4 Acquisition of Various Computer and Office Equipment | 71,250.00 | - | - | - | 71,250.00 | - | 71,250.00 | 71,250.00 | - | - |
| | 5 Hydraulic Lift, Pickup Truck & Electric Lift Gate | 793,566.66 | - | 113,366.66 | - | 680,200.00 | - | 680,200.00 | 680,200.00 | - | - |
| 2021-09 | Various Road Improvements | 675,000.00 | - | - | - | 675,000.00 | - | 675,000.00 | - | - | 675,000.00 |
| 2035-09 | Refunding Bonds | 751,697.92 | - | 20,308.08 | - | 731,389.84 | - | 731,389.84 | 731,389.84 | - | - |
| 2051-10 | Various Road Improvements | 241,380.73 | - | 56,909.27 | - | 184,481.46 | - | 184,481.46 | 184,481.46 | - | - |
| 2052-10 | Various Capital Improvements | 281,960.00 | - | - | - | 281,960.00 | - | 281,960.00 | 281,960.00 | - | - |
| | Purchase of Various Public Works Equipment | 227,525.00 | - | - | - | 227,525.00 | - | 227,525.00 | 227,525.00 | - | - |
| | Improvements to Municipal Building | 29,450.00 | - | - | - | 29,450.00 | - | 29,450.00 | 29,450.00 | - | - |
| | Acquisition of Fire/Rescue Equipment | 11,875.00 | - | - | - | 11,875.00 | - | 11,875.00 | 11,875.00 | - | - |
| | Acquisition of Various Computer and Office Equipment | 163,875.00 | - | - | - | 163,875.00 | - | 163,875.00 | 163,875.00 | - | - |
| | Acquisition of Public Safety Equipment | 905,000.00 | - | - | - | 905,000.00 | - | 905,000.00 | 905,000.00 | - | 905,000.00 |
| 2057-10 | Refunding of Callable Improvement Bonds | 480,918.50 | - | - | - | 480,918.50 | - | 480,918.50 | - | - | 480,918.50 |
| 2069-10 | Major Repair of Colonial Lake Dam | 409,925.00 | - | 44,331.23 | - | 365,593.77 | - | 365,593.77 | 365,593.77 | - | - |
| 2095-11 | Various Capital Improvements | 97,470.00 | - | - | - | 97,470.00 | - | 97,470.00 | 97,470.00 | - | - |
| | Purchase of Various Public Works Equipment | 106,020.00 | - | - | - | 106,020.00 | - | 106,020.00 | 106,020.00 | - | - |
| | Improvements to Municipal Building | 493,050.00 | - | - | - | 493,050.00 | - | 493,050.00 | 493,050.00 | - | 493,050.00 |
| | Acquisition of Fire/Rescue Equipment | 47,500.00 | - | - | - | 47,500.00 | - | 47,500.00 | 47,500.00 | - | - |
| | Acquisition of Fire Truck | 4,940.00 | - | - | - | 4,940.00 | - | 4,940.00 | 4,940.00 | - | - |
| | Acquisition of Various Computer and Office Equipment | - | - | - | - | - | - | - | - | - | - |
| | Various Park and Recreational Facility Equipment | - | - | - | - | - | - | - | - | - | - |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-5

GENERAL CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES – UNFUNDED (CONTINUED)
 Year Ended December 31, 2014

| Ordinance Number | Improvement Description | Balance Dec 31, 2013 | 2014 Authorizations | Notes Paid by Budget Cancelled Authorizations | Balance Dec 31, 2014 | Analysis of Balance | | |
|------------------|-------------------------------------------------------|----------------------|---------------------|-----------------------------------------------|----------------------|-------------------------------------|---------------|-------------------------------------|
| | | | | | | Financed By Bond Anticipation Notes | Expenditures | Improvement Authorizations Unfunded |
| 2096-11 | Twin Pines Parking/recreational Facility Improvements | 148,200.00 | - | 3,800.00 | 144,400.00 | 144,400.00 | - | - |
| 2097-11 | Bergen Street Reconstruction | 755,250.00 | - | 19,365.38 | 735,884.62 | 735,884.62 | - | - |
| 2108-11 | Road Repair - Quakerbridge Road & Province Line Road | 47,500.00 | - | - | 47,500.00 | 47,500.00 | - | 47,500.00 |
| 2116-12 | Refunding of Callable Improvement Bonds | 130,000.00 | - | - | 130,000.00 | - | - | 130,000.00 |
| 2127-12 | Various Capital Improvements | - | - | - | - | - | - | - |
| | Purchase of Various Public Works Equipment | 465,500.00 | - | - | 465,500.00 | 465,500.00 | - | - |
| | Improvements to Municipal Building | 52,250.00 | - | - | 52,250.00 | 52,250.00 | - | - |
| | Acquisition of Fire/Rescue Equipment | 161,215.00 | - | - | 161,215.00 | 161,215.00 | - | - |
| | Acquisition of Fire Apparatus | 451,250.00 | - | - | 451,250.00 | 451,250.00 | - | - |
| | Acquisition of Various Communications Equipment | 205,010.00 | - | - | 205,010.00 | 205,010.00 | - | - |
| | Acquisition of Various Computer and Office Equipment | 121,125.00 | - | - | 121,125.00 | 121,125.00 | - | - |
| | Various Park and Recreational Facility Equipment | 14,250.00 | - | - | 14,250.00 | 14,250.00 | - | - |
| 2128-12 | Various Road Improvements | 555,750.00 | - | - | 555,750.00 | 555,750.00 | - | - |
| 2156-13 | Various Capital Improvements | - | - | - | - | - | - | - |
| | Purchase of Various Public Works Equipment | 365,750.00 | - | - | 365,750.00 | 365,750.00 | - | - |
| | Improvements to Municipal Building | 342,000.00 | - | - | 342,000.00 | 342,000.00 | - | - |
| | Acquisition of Fire/Rescue Equipment | 89,300.00 | - | - | 89,300.00 | 89,300.00 | - | - |
| | Acquisition of Fire Apparatus | 128,250.00 | - | - | 128,250.00 | 128,250.00 | - | - |
| | Acquisition of Various Communications Equipment | 230,850.00 | - | - | 230,850.00 | 230,850.00 | - | - |
| | Acquisition of Various Computer and Office Equipment | 121,125.00 | - | - | 121,125.00 | 121,125.00 | - | - |
| | Various Park and Recreational Facility Equipment | 222,775.00 | - | - | 222,775.00 | 222,775.00 | - | - |
| 2157-13 | Acquisition of Various Public Safety Equipment | 29,450.00 | - | - | 29,450.00 | 29,450.00 | - | - |
| 2179-14 | Various Road Improvements | 560,500.00 | - | - | 560,500.00 | 560,500.00 | - | - |
| 2180-14 | Construction of a Salt Dome | - | 518,700.00 | - | 518,700.00 | 518,700.00 | - | - |
| 2183-14 | Various Road Improvements | - | 95,000.00 | - | 95,000.00 | 95,000.00 | - | - |
| 2186-14 | Acquisition of Police Vehicle In-Car Video System | - | 118,750.00 | - | 118,750.00 | 118,750.00 | - | - |
| | Various Capital Improvements | - | - | - | - | - | - | - |
| | Purchase of Various Public Works Equipment | - | 72,000.00 | - | 72,000.00 | 72,000.00 | - | - |
| | Improvements to Municipal Building | - | 308,750.00 | - | 308,750.00 | 308,750.00 | - | - |
| | Acquisition of Various Computer and Office Equipment | - | 571,900.00 | - | 571,900.00 | 571,900.00 | - | - |
| | Various Park and Recreational Facility Equipment | - | 191,900.00 | - | 191,900.00 | 191,900.00 | - | - |
| 2187-14 | Various Road Improvements | - | 689,842.00 | - | 689,842.00 | 689,842.00 | - | - |
| | | \$ 15,269,391.62 | \$ 2,566,842.00 | \$ 1,069,640.66 | \$ 16,765,592.96 | \$ 9,270,000.00 | \$ 120,012.05 | \$ 4,529,738.91 |
| | | C | C-6, C-13 | C | C | C, C-10 | | |

Reference

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-6

GENERAL CAPITAL FUND
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
 Year Ended December 31, 2014

| Ordinance Number | Improvement Description | Date | Ordinance | | Balance December 31, 2013 | | Deferred Charges Unaudited 2014 | 2014 Authorizations | | Open Space Funds or Grant Receivable | 12/31/2013 Encumbered | Paid or Charged | Authorization Cancelled | Balance December 31, 2014 | |
|------------------|--------------------------------------------|------------|-----------------|--------------|---------------------------|------|---------------------------------|--------------------------|--------|--------------------------------------|-----------------------|-----------------|-------------------------|---------------------------|--------|
| | | | Amount | Funded | Unaudited | Fund | | Capital Improvement Fund | Funded | | | | | Unaudited | |
| 13531-166 | Construction of Village Park | 5/5/1993 | \$ 3,025,200.00 | \$ 24,199.76 | \$ 17,000.00 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 1399 | Municipal Building Renovations | 8/7/1994 | 392,200.00 | 4,534.00 | - | - | - | - | - | - | - | - | - | - | - |
| 1475 | Purch of School Site | 12/19/1996 | 253,838.00 | 253,838.00 | - | - | - | - | - | - | - | - | - | 253,838.00 | - |
| 1528-98 | Traffic Calming | 4/22/1998 | 108,000.00 | 5,098.64 | - | - | - | - | - | - | - | - | - | - | - |
| 1572-99 | Municipal Bldg Renovations | 4/9/1999 | 530,000.00 | - | 328,275.10 | - | - | - | - | - | 564.42 | - | - | - | - |
| 1573-99 | Various Road Improvements | 4/9/1999 | 455,000.00 | - | 10,162.00 | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Polecat Court Pavers | 4/3/2001 | 2,000,000.00 | - | - | - | - | - | - | - | 11,893.00 | - | - | - | - |
| 1628-01 | Park Maintenance Equip | 4/3/2001 | 100,000.00 | 24,402.57 | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Police Vehicle | 4/3/2001 | 300,000.00 | 4,912.03 | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Police Vehicle | 4/3/2001 | 300,000.00 | 27,700.00 | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Planned E. Equipment | 4/3/2001 | 10,000.00 | - | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Tree Replant Program | 4/3/2001 | 20,000.00 | 2,985.20 | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Tree Replant Program | 4/3/2001 | 15,000.00 | 15,295.53 | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Fire/Rescue Equipment | 4/3/2001 | 57,000.00 | 19,578.47 | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Fire/Rescue Equipment | 4/3/2001 | 80,000.00 | 1,274.55 | 26,000.00 | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Communication Equipment | 4/3/2001 | 10,000.00 | 1,460.79 | - | - | - | - | - | - | - | - | - | - | - |
| 1628-01 | Acq of Land | 9/25/2001 | 1,625,000.00 | 0,480.79 | - | - | - | - | - | - | - | - | - | - | - |
| 1702-02 | Polecat Court Facility | 4/17/2002 | 1,000,000.00 | 33,212.06 | - | - | - | - | - | - | - | - | - | - | - |
| 1698-02 | Public Works Equipment | 4/17/2002 | 254,000.00 | 22,544.00 | 350.00 | - | - | - | - | - | - | - | - | - | - |
| 1698-02 | Acq of Fire Equipment | 4/17/2002 | 60,000.00 | 6,403.33 | - | - | - | - | - | - | - | - | - | - | - |
| 1698-02 | Various Office Equipment | 4/17/2002 | 100,000.00 | 350.00 | - | - | - | - | - | - | 610.19 | - | - | - | - |
| 1698-02 | Public Safety Equipment | 4/17/2002 | 32,000.00 | 3,155.03 | - | - | - | - | - | - | - | - | - | - | - |
| 1698-02 | Public Safety Equipment | 4/17/2002 | 8,000.00 | 8,000.00 | - | - | - | - | - | - | - | - | - | - | - |
| 1714-02 | Acq of Helen Ave | 9/3/2002 | 320,000.00 | 2,350.06 | - | - | - | - | - | - | - | - | - | - | - |
| 1714-02 | Purch Various PAV Equip | 5/6/2003 | 439,000.00 | 44,568.48 | 383.56 | - | - | - | - | - | - | - | - | - | 353.56 |
| 1747-03 | Maint Bldg Improvements | 5/9/2003 | 70,000.00 | 10.00 | 16,200.00 | - | - | - | - | - | - | - | - | - | - |
| 1747-03 | Acq Various Computer Equip | 5/9/2003 | 176,000.00 | 7,348.66 | - | - | - | - | - | - | 1,295.00 | - | - | - | - |
| 1747-03 | Acq Fire Rescue Equip | 5/9/2003 | 47,000.00 | 47,000.00 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-03 | Acq Public Safety Equip | 5/9/2003 | 16,000.00 | 787.40 | - | - | - | - | - | - | 47,911.05 | - | - | - | - |
| 1747-03 | Communication Equip | 5/9/2003 | 14,000.00 | 84.15 | - | - | - | - | - | - | 787.40 | - | - | - | - |
| 1747-03 | Tree Replacement | 5/9/2003 | 30,000.00 | 16,624.72 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-03 | Preliminary Expenses - Town Hall | 5/9/2003 | 230,000.00 | - | - | - | - | - | - | - | - | - | - | - | - |
| 1747-03 | Various equipment | 4/21/2004 | 203,000.00 | 1,186.32 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-04 | Acq of Fire and Rescue Equipment | 4/21/2004 | 84,000.00 | 3,344.47 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-04 | Public Safety Equipment | 4/21/2004 | 24,000.00 | 775.00 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-04 | Communication Equipment | 4/21/2004 | 14,000.00 | 125.41 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-04 | Public Maintenance Equipment | 4/21/2004 | 122,000.00 | 1,415.60 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-04 | Park Improvements | 4/21/2004 | 110,000.00 | 521.14 | - | - | - | - | - | - | - | - | - | - | - |
| 1747-04 | Tree Replacement | 4/21/2004 | 40,000.00 | 7,352.91 | - | - | - | - | - | - | - | - | - | - | - |
| 1822-04 | Purchase of Two Emergency Medical Vehicles | 12/21/2004 | 160,000.00 | 14,190.92 | - | - | - | - | - | - | - | - | - | - | - |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-8

GENERAL CAPITAL FUND
 SCHEDULE OF NJ ENVIRONMENTAL INFRASTRUCTURE TRUST LOANS PAYABLE
 Year Ended December 31, 2014

| Description | Issue Date | Amount of Loan | Interest Rate | Maturity Date | Amount | Balance Dec 31, 2013 | Decreased | Balance Dec 31, 2014 |
|---------------------|------------|----------------|---------------|----------------------|-------------------------------------|----------------------|--------------|----------------------|
| Loan Agreement | 11/5/98 | \$ 590,000 | 4.50% | 2015-17 8/1/18 | \$ 40,000.00 45,000.00 | \$ 153,415.00 | \$ 35,000.00 | \$ 118,415.00 |
| Loan Agreement 1998 | 11/5/98 | \$ 585,095 | 0.00% | 2015 2016 2017 | 30,658.96 29,495.31 12,147.23 | 100,746.28 | 28,444.79 | 72,301.49 |
| | | | | | Reference | \$ 254,161.28 | \$ 63,444.79 | \$ 190,716.49 |
| | | | | | | C | C-4 | C |

* - Principal payments due 2/1 & 8/1 in varying amounts.

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-9

GENERAL CAPITAL FUND
 SCHEDULE OF GREEN TRUST LOANS PAYABLE
 Year Ended December 31, 2014

| Description | Issue Date | Amount of Loan | Interest Rate | Repayment Period | Amount | Balance Dec 31, 2013 | Decreased | Balance Dec 31, 2014 |
|-------------------------------|------------|----------------|---------------|------------------------------|--------------------------------------------------|----------------------|----------------------|----------------------|
| Construction of Tiffany Woods | 5/9/95 | \$ 311,137.50 | 2.00% | 2015 | \$ 9,578.21 | \$ 28,450.39 | \$ 18,872.41 | \$ 9,577.98 |
| Drexel Woods | 10/5/98 | \$ 1,537,500 | 2.00% | 2015 2016 2017 2018 | 88,732.60 90,516.13 92,335.50 94,190.81 | 452,759.89 | 86,984.22 | 365,775.67 |
| | | | | | <u>Reference</u> | <u>\$ 481,210.28</u> | <u>\$ 105,856.63</u> | <u>\$ 375,353.65</u> |
| | | | | | | C | C-4 | C |

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE
Year Ended December 31, 2014**

C-10

| Improvement Description | Ordinance Number | Date of Issue of Original Note | Date of Issue | Date of Maturity | Interest Rates | Balance | | Decreased | Balance Dec 31, 2014 |
|-------------------------------------------------------|------------------|--------------------------------|---------------|------------------|----------------|--------------|--------------|--------------|----------------------|
| | | | | | | Dec 31, 2013 | Increased | | |
| Municipal Bldg renovations | 1572-99 | 7/28/09 | 7/25/13 | A | 7/25/14 | 1.250% | \$ 24,912.00 | \$ 24,912.00 | \$ - |
| Purchase of Various Public Works Equipment | 2020-09/ 2031-09 | 7/28/09 | 7/25/13 | A | 7/25/14 | 1.250% | 62,045.44 | 62,045.44 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 24,193.16 |
| Improvements to Municipal Building | 2020-09/ 2031-09 | 7/28/09 | 7/25/13 | A | 7/25/14 | 1.250% | 451,250.00 | 451,250.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 147,094.90 |
| Acquisition of Fire/Rescue Equipment | 2020-09/ 2031-09 | 7/28/09 | 7/25/13 | A | 7/25/14 | 1.250% | 52,250.00 | 52,250.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 52,250.00 |
| Acquisition of Various Computer and Office Equipment | 2020-09/ 2031-09 | 7/28/09 | 7/25/13 | A | 7/25/14 | 1.250% | 66,500.00 | 66,500.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 66,500.00 |
| Hydraulic Lift, Pickup Truck & Electric Lift Gate | 2020-09/ 2031-09 | 7/28/09 | 7/25/13 | A | 7/25/14 | 1.250% | 71,250.00 | 71,250.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 71,250.00 |
| Various Road Improvements | 2021-09 | 7/28/09 | 7/25/13 | A | 7/25/14 | 1.250% | 793,566.66 | 793,566.66 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 680,200.00 |
| Various Road Improvements | 2051-10 | 7/28/10 | 7/25/13 | A | 7/25/14 | 1.250% | 751,697.92 | 751,697.92 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 731,369.84 |
| Various Capital Improvements | 2052-10 | 7/28/10 | 7/25/13 | A | 7/25/14 | 1.250% | 956,075.73 | 956,075.73 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 899,166.46 |
| Bergen Street Reconstruction | 2097-11 | 7/28/11 | 7/25/13 | A | 7/25/14 | 1.250% | 755,250.00 | 755,250.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 735,884.62 |
| Twin Pines Parking/recreational Facility Improvements | 2098-11 | 7/28/11 | 7/25/13 | A | 7/25/14 | 1.250% | 148,200.00 | 148,200.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 144,400.00 |
| Purchase of Various Public Works Equipment | 2095-11 | 7/28/11 | 7/25/13 | A | 7/25/14 | 1.250% | 409,925.00 | 409,925.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 365,593.77 |
| Improvements to Municipal Building | 2095-11 | 7/28/11 | 7/25/13 | A | 7/25/14 | 1.250% | 97,470.00 | 97,470.00 | - |
| | | | 7/24/14 | B | 7/24/15 | 1.000% | - | - | 97,470.00 |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-10

GENERAL CAPITAL FUND
 SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE (CONTINUED)
 Year Ended December 31, 2014

| Improvement Description | Ordinance Number | Date of Issue of Original Note | Date of Issue | Date of Maturity | Interest Rates | Balance Dec 31, 2013 | Increased | Decreased | Balance Dec 31, 2014 |
|------------------------------------------------------|------------------|--------------------------------|--------------------|------------------------|----------------------|----------------------|-----------------|-----------------|----------------------|
| Acquisition of Fire/Rescue Equipment | 2095-11 | 7/28/11 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 106,020.00 | 106,020.00 | 106,020.00 | 106,020.00 |
| Acquisition of Various Computer and Office Equipment | 2095-11 | 7/28/11 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 47,500.00 | 47,500.00 | 47,500.00 | 47,500.00 |
| Various Park and Recreational Facility Equipment | 2095-11 | 7/28/11 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 4,940.00 | 4,940.00 | 4,940.00 | 4,940.00 |
| Carson Road Woods (1678-01) | 1657-01 | 7/26/12 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 545,145.25 | 545,145.25 | 545,145.25 | 545,145.25 |
| Acquisition of Helen Avenue | 1714-02 | 7/26/12 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 151,517.00 | 151,517.00 | 151,517.00 | 151,517.00 |
| Road Improvements | 1749-03 | 07/26/12 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 139,485.00 | 139,485.00 | 139,485.00 | 139,485.00 |
| Road Overlay Improvements | 1420-95 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 10,000.00 | 10,000.00 | 10,000.00 | 10,000.00 |
| Park improvements | 1421-95 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 20,942.00 | 20,942.00 | 20,942.00 | 20,942.00 |
| Reconstruct Princess Road | 1449-96 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 19,438.00 | 19,438.00 | 19,438.00 | 19,438.00 |
| PW equip. | 1572-99 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 13,195.00 | 13,195.00 | 13,195.00 | 13,195.00 |
| Various CPU & office equip | 1572-99 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 80,075.00 | 80,075.00 | 80,075.00 | 80,075.00 |
| Various Capital Improvements | 2127-12 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 1,470,600.00 | 1,470,600.00 | 1,470,600.00 | 1,470,600.00 |
| Various Road Improvements | 2128-12 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 555,750.00 | 555,750.00 | 555,750.00 | 555,750.00 |
| Various Capital Improvements | 2156-13 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 1,529,500.00 | 1,529,500.00 | 1,529,500.00 | 1,529,500.00 |
| Various Road Improvements | 2157-13 | 7/25/13 | 7/25/13 7/24/14 | A 7/25/14 B 7/24/15 | 1.250% 1.000% | 560,500.00 | 560,500.00 | 560,500.00 | 560,500.00 |
| | | | | | Reference | C | C-13 | C-13 | C, C-5 |
| | | | | | Notes Paid By Budget | \$ 625,000.00 | \$ 9,270,000.00 | \$ 9,270,000.00 | \$ 9,270,000.00 |
| | | | | | Notes renewed | \$ 9,270,000.00 | \$ 9,270,000.00 | \$ 9,270,000.00 | \$ 9,270,000.00 |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-11

GENERAL CAPITAL FUND
STATEMENT OF CHANGES IN CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2014

| | <u>Reference</u> | |
|------------------------------------------------------------------------------------------|------------------|---------------------|
| Balance - December 31, 2013 | C | \$ 79,799.05 |
| Add: Budget Appropriation from Current Fund | A-2 | <u>350,000.00</u> |
| | | 429,799.05 |
| Less: Improvement Authorization Down Payments Fully Funded Improvement Authorizations | C-6 | <u>354,158.00</u> |
| Balance - December 31, 2014 | C | <u>\$ 75,641.05</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-12

GENERAL CAPITAL FUND
SCHEDULE OF LOAN PROCEEDS RECEIVABLE
Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------|------------------|--------------------|
| Balance - December 31, 2013 | C | <u>\$ 4,905.00</u> |
| Balance - December 31, 2014 | C | <u>\$ 4,905.00</u> |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

C-13

GENERAL CAPITAL FUND
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
 Year Ended December 31, 2014

| Ordinance Number | Improvement Description | Balance Dec 31, 2013 | Increased by Authorizations | Grants Received Cancel/Adjustment | Balance Dec 31, 2014 |
|------------------|--------------------------------------------------------|----------------------|-----------------------------|-----------------------------------|----------------------|
| 1353 | Construction of Village Park | \$ 17,000.00 | - | \$ 17,000.00 | \$ - |
| 1572-99 | Municipal Bldg renovations | 246,100.00 | - | - | 246,100.00 |
| 1573-99 | Various road improvements | 10,162.00 | - | 10,162.00 | - |
| 1698-02 | Various capital improvements | 350.00 | - | 350.00 | - |
| 1714-02 | Acquisition of Helen Avenue | 483.00 | - | - | 483.00 |
| 1667-01 | Carson Road Woods (1678-01) | 50,410.39 | - | - | 50,410.39 |
| 1747-03 | Various capital improvements | 16,200.00 | - | 16,200.00 | - |
| 1905-06 | Acquisition of Loveless Tree Farm | 400,928.66 | - | 400,928.66 | - |
| 1973-08 | Milling and Overlay of Princeton Pike | 123,250.00 | - | - | 123,250.00 |
| 1977-08 | Various Road Improvements | 18,875.00 | - | - | 18,875.00 |
| 1978-08 | Various Capital Improvements | - | - | - | - |
| | 2 Improvements to Municipal Building | 531,950.00 | - | - | 531,950.00 |
| | 4 Acquisition of Various Computer and Office Equipment | 50,389.07 | - | - | 50,389.07 |
| | 6 Communication Equipment | 31,825.00 | - | - | 31,825.00 |
| 2025-09 | Dyson Tract Remediation | 1,165,000.00 | - | - | 1,165,000.00 |
| 2035-09 | Refunding of Callable Improvement Bonds | 675,000.00 | - | - | 675,000.00 |
| 2057-10 | Refunding of Callable Improvement Bonds | 905,000.00 | - | - | 905,000.00 |
| 2069-10 | Major Repair of Colonial Lake Dam | 480,918.50 | - | - | 480,918.50 |
| 2095-11 | Various Capital Improvements | - | - | - | - |
| | Acquisition of Fire Truck | 493,050.00 | - | - | 493,050.00 |
| 2108-11 | Road Repair - Quakerbridge Road & Province Line Road | 47,500.00 | - | - | 47,500.00 |
| 2116-12 | Refunding of Callable Improvement Bonds | 130,000.00 | - | - | 130,000.00 |
| 2179-14 | Construction of a Salt Dome | - | 518,700.00 | - | 518,700.00 |
| 2180-14 | Various Road Improvements | - | 95,000.00 | - | 95,000.00 |
| 2183-14 | Acquisition of Police Vehicle In-Car Video System | - | 118,750.00 | - | 118,750.00 |
| 2186-14 | Various Capital Improvements | - | - | - | - |
| | Purchase of Various Public Works Equipment | 72,000.00 | - | - | 72,000.00 |
| | Improvements to Municipal Building | 308,750.00 | - | - | 308,750.00 |
| | Acquisition of Various Computer and Office Equipment | 571,900.00 | - | - | 571,900.00 |
| | Various Park and Recreational Facility Equipment | 191,900.00 | - | - | 191,900.00 |
| 2187-14 | Various Road Improvements | - | 689,842.00 | - | 689,842.00 |
| | | \$ 5,394,391.62 | \$ 2,566,842.00 | \$ 444,640.66 | \$ 7,516,592.96 |

Reference

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-14

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR MUNICIPAL IMPROVEMENTS
Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------|------------------|------------------------|
| Balance - December 31, 2013 | C | \$ 2,370,025.67 |
| Decreased by: | | |
| Disbursed | | <u>\$ 154,054.36</u> |
| | | <u>154,054.36</u> |
| Balance - December 31, 2014 | C | <u>\$ 2,215,971.31</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR SIDEWALK ASSESSMENTS
Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------|------------------|----------------------|
| Balance - December 31, 2013 | C | \$ 219,577.08 |
| Add: Assessments Received | | 18,080.81 |
| | | <u>237,657.89</u> |
| Less: Anticipated Revenue | | <u>10,000.00</u> |
| Balance - December 31, 2014 | C | <u>\$ 227,657.89</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-16

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR TRANSPORTATION TRUST FUND
Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------|------------------|----------------------|
| Balance - December 31, 2013 | C | <u>\$ 242,871.25</u> |
| Balance - December 31, 2014 | C | <u>\$ 242,871.25</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-17

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR FEDERAL AND STATE GRANTS
Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------|------------------|----------------------------|
| Balance - December 31, 2013 | C | <u>\$ 50,410.69</u> |
| Balance - December 31, 2014 | C | <u><u>\$ 50,410.69</u></u> |
| Ending Balance Consists of: | | |
| Carson Road Woods | | <u><u>\$ 50,410.69</u></u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-18

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR FUTURE DEBT SERVICE COSTS
Year Ended December 31, 2014

| | <u>Reference</u> | |
|-----------------------------|------------------|----------------------|
| Balance - December 31, 2013 | C | \$ 493,465.25 |
| Add: | | <u>69,432.30</u> |
| Balance - December 31, 2014 | C | <u>\$ 562,897.55</u> |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

C-19

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR GREEN TRUST
Year Ended December 31, 2014

| | <u>Reference</u> | | |
|-----------------------------|------------------|-------------------|---------------------|
| Balance - December 31, 2013 | C | | \$ 433,928.66 |
| Add: | | | |
| Improvement Authorization | | \$ 26,000.00 | |
| Fund Balance | C-1 | <u>102,702.80</u> | |
| | | | 128,702.80 |
| Decreased: | | | |
| To Fund Balance | C-1 | 127,718.58 | |
| Canceled | | <u>400,928.66</u> | |
| | | | <u>528,647.24</u> |
| Balance - December 31, 2014 | C | | <u>\$ 33,984.22</u> |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

G

GENERAL FIXED ASSETS ACCOUNT GROUP

| | <u>December 31, 2013</u> | <u>Additions</u> | <u>Deletions</u> | <u>December 31, 2014</u> |
|------------------------------------|--------------------------|----------------------|----------------------|--------------------------|
| General Fixed Assets | | | | |
| Land | \$ 31,117,552.00 | \$ - | \$ 82,697.00 | \$ 31,034,855.00 |
| Buildings and Improvements | 36,765,571.00 | 90,483.00 | - | 36,856,054.00 |
| Furniture, Fixtures, and Equipment | 17,944,287.00 | 767,846.00 | 251,129.00 | 18,461,004.00 |
| Total General Fixed Assets | <u>\$ 85,827,410.00</u> | <u>\$ 858,329.00</u> | <u>\$ 333,826.00</u> | <u>\$ 86,351,913.00</u> |
| Investment in General Fixed Assets | <u>\$ 85,827,410.00</u> | | | <u>\$ 86,351,913.00</u> |

SUPPLEMENTARY INFORMATION

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

GENERAL COMMENTS

Year Ended December 31, 2014

1
Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4

Local units and board of educations that have appointed a Qualified Purchasing Agent pursuant to N.J.S.A. 40A:11-9(b) and take advantage of a higher bid threshold pursuant to N.J.S.A. 40A:11-3(a) and 18A:18A-3(a), had their maximum bid threshold increased from \$29,000 to \$36,000. Where the higher bid threshold is authorized, appropriate action should be taken to adjust the locally set amount.

The Township has a Qualified Purchasing Agent.

Please remember that contracts exceeding the new threshold are subject to the appropriate requirements of the Local Public Contracts Law and the Public School Contracts Law. As a result of the change in bid threshold, the 15% threshold for the informal receipt of quotations thresholds of N.J.S.A. 40A:11-6.1(a) and 18A:18A-37(a) also changes. The following table summarizes the new bid and quotation thresholds.

| | <u>Bid Threshold</u> | <u>Quotation Threshold</u> |
|---------------------------------|----------------------|----------------------------|
| Base amount | \$ 17,500 | \$ 2,625 |
| With qualified purchasing agent | \$ 36,000 | \$ 5,400 |

It is also noted that, as an alternative to public advertising, the Township uses state contracts to purchase certain approved items.

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S. 40A:11-5.

In as much as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, if any obvious violations existed, results are indicated in the findings and recommendations - current year.

Any interpretation as to possible violation of the N.J.S. 40A:11-4 and N.J.A.C. 5:30-14 would be in the province of the municipal solicitor.

Delinquent Taxes and Tax Title Liens

The last tax sale was held on December 8, 2014. Several items under bankruptcy proceedings or payable on an installment basis were excluded from the sale.

**TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY**

**FINDINGS AND RECOMMENDATIONS
CURRENT YEAR**

None reported.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

FINDINGS AND RECOMMENDATIONS
PRIOR YEAR

No prior year findings reported.

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

SCHEDULE 1

OFFICIALS IN OFFICE AND SURETY BONDS
UNAUDITED

| Name | Title | Council Term Expires | Surety |
|-----------------------------|------------------------------------------|-------------------------|-----------|
| Cathleen Lewis | Mayor | December 31, 2017 | \$ - |
| Dr. David Maffei | Councilman | December 31, 2015 | - |
| Michael S. Powers Esq. | Councilman | December 31, 2015 | - |
| Stephen Brame | Councilman | December 31, 2017 | - |
| Jim Kownacki | Councilman | December 31, 2017 | - |
| Richard S. Krawczun | Township Manager/Chief Financial Officer | | 600,000 |
| Kathleen Norcia | Township Clerk | | - |
| David Roskos | Township Attorney | | - |
| Peter Kiriakatis | Comptroller | | - |
| ASSESSMENT OF TAXES: | | | |
| Geoffrey D. Acolia | Tax Assessor | | - |
| COLLECTION OF TAXES: | | | |
| Susan E. McCloskey | Tax Collector | | 1,500,000 |
| OTHER DEPARTMENTS: | | | |
| Nicole Finacchio | Acting - Municipal Court Administrator | | 85,000 |
| Mark Ubry | Chief of Police | | - |
| Carol A. Chamberlain | Health Officer | | - |
| James Parvesse | Engineer | | - |
| Steven Groeger | Recreation Superintendent | | - |
| Kevin P. Nerwinski | Municipal Judge | | 85,000 |
| Denise Rettzo | Deputy Municipal Court Administrator | | - |

Note: In addition to above specific surety bond coverage amounts, all employees are covered under a \$500,000 per incident policy.

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

SCHEDULE 2

SCHEDULE OF TAX RATE, TAX LEVY AND TAX COLLECTIONS
 UNAUDITED

| Comparison of Tax Rate Information | | 2014 | 2013 | 2012 | 2011 |
|------------------------------------|----|------------------|------------------|------------------|------------------|
| Total Tax Rate | \$ | 2.620 | 4.677 | 4.489 | 4.292 |
| Apportionment of Tax Rate | | | | | |
| Municipal | \$ | 0.527 | 0.940 | 0.891 | 0.840 |
| Open Space | | 0.030 | 0.030 | 0.030 | 0.039 |
| County | | 0.701 | 1.280 | 1.216 | 1.055 |
| Local School | | 1.362 | 2.427 | 2.352 | 2.358 |
| Assessed Valuation | | 2014 | 2013 | 2012 | 2011 |
| Net Valuation Taxable | \$ | 4,584,134,874.00 | 2,500,748,969.00 | 2,527,842,792.00 | 2,566,192,608.00 |

Comparison of Tax Levies and Cash Collections

| Year | Tax Levy | Cash Collection | % of Levy |
|------|-------------------|-------------------|-----------|
| 2014 | \$ 120,759,033.49 | \$ 119,401,261.53 | 98.88% |
| 2013 | 117,248,644.19 | 115,018,141.61 | 98.10% |
| 2012 | 113,704,529.25 | 111,156,711.34 | 97.76% |
| 2011 | 110,341,778.00 | 107,009,114.40 | 96.98% |
| 2010 | 110,758,572.74 | 108,192,247.00 | 97.68% |
| 2009 | 109,807,601.66 | 107,586,412.94 | 97.98% |

Delinquent Taxes and Tax Title Liens

| Year | Amount of Tax Title Liens | Amount of Delinquent Taxes | Cash Collection | Percentage of Collection |
|------|---------------------------|----------------------------|-----------------|--------------------------|
| 2014 | \$ 1,447,637.81 | \$ 1,161,309.61 | \$ 2,574,451.57 | 98.68% |
| 2013 | 1,625,995.31 | 1,935,672.73 | 1,706,212.23 | 47.90% |
| 2012 | 1,543,262.26 | 2,148,677.43 | 1,432,354.38 | 38.80% |
| 2011 | 1,460,280.75 | 2,024,103.40 | 1,540,054.23 | 44.20% |
| 2010 | 1,360,980.00 | 2,013,627.00 | 1,618,350.00 | 47.96% |
| 2009 | 1,127,357.60 | 1,800,364.07 | 1,177,867.94 | 40.23% |

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

| Year | Balance |
|------|---------------|
| 2014 | \$ 168,410.00 |
| 2013 | 168,410.00 |
| 2012 | 193,410.00 |
| 2011 | 193,410.00 |
| 2010 | 193,410.00 |
| 2009 | 193,410.00 |

STATISTICAL SECTION

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY
CURRENT FUND EXPENDITURES BY FUNCTION
LAST SIX FISCAL YEARS
UNAUDITED

TABLE 1

| Year | General Government | Public Safety | Public Works | Health and Welfare | Recreation and Education | Community Development | Separate Boards and Committees |
|------|--------------------|-----------------|-----------------|--------------------|--------------------------|-----------------------|--------------------------------|
| 2014 | \$ 12,758,710.00 | \$ 9,395,962.00 | \$ 5,449,631.00 | \$ 456,727.00 | \$ 640,732.00 | \$ 1,391,029.00 | \$ 148,750.00 |
| 2013 | 12,944,761.00 | 9,485,860.00 | 5,275,022.00 | 452,886.00 | 610,033.00 | 1,336,693.00 | 149,600.00 |
| 2012 | 12,282,115.31 | 10,011,379.00 | 5,442,096.00 | 459,001.00 | 605,314.00 | 2,587,554.57 | 149,600.00 |
| 2011 | 11,289,495.00 | 9,429,988.00 | 5,071,862.00 | 434,788.00 | 626,020.00 | 1,567,672.00 | 137,900.00 |
| 2010 | 10,584,606.00 | 9,327,150.00 | 5,217,729.00 | 424,854.00 | 652,289.00 | 1,679,346.00 | 293,750.00 |
| 2009 | 10,350,366.00 | 9,177,758.00 | 5,368,701.00 | 471,713.00 | 649,763.00 | 1,868,469.00 | 248,300.00 |

| Year | Unclassified | Deferred Charges and Statutory Expenditures | State and Federal Grants | Capital Improvements | Debt Service | Reserve for Uncollected Taxes | Total |
|------|-----------------|---------------------------------------------|--------------------------|----------------------|-----------------|-------------------------------|------------------|
| 2014 | \$ 1,610,001.00 | \$ 3,162,034.00 | \$ 530,288.90 | \$ 350,000.00 | \$ 3,782,061.00 | \$ 3,816,591.35 | \$ 43,492,517.25 |
| 2013 | 1,641,202.00 | 3,048,398.00 | 712,147.62 | 125,000.00 | 4,037,453.00 | 3,684,883.86 | 43,503,939.48 |
| 2012 | 1,545,002.00 | 2,949,585.00 | 1,741,886.36 | 125,000.00 | 4,037,453.00 | 3,684,883.86 | 45,620,870.10 |
| 2011 | 1,499,002.00 | 3,322,119.00 | 1,226,876.60 | 100,000.00 | 3,952,570.00 | 4,234,958.58 | 42,893,251.18 |
| 2010 | 1,470,002.00 | 2,927,068.00 | 736,076.50 | 75,000.00 | 3,698,100.00 | 4,205,946.35 | 41,291,918.85 |
| 2009 | 1,940,001.00 | 2,610,780.00 | 801,472.72 | 105,000.00 | 3,713,345.00 | 4,187,459.57 | 41,493,128.29 |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 2

CURRENT FUND REVENUES BY SOURCE
 LAST SIX FISCAL YEARS
 UNAUDITED

| Year | Taxes (1) | Delinquent Taxes | Fees, Permits, Fines and Licenses | State Aid | Private, State and Federal Grants | Surplus Anticipated | Non-Budget Revenues and Other Items | Total |
|------|------------------|------------------|-----------------------------------|-----------------|-----------------------------------|---------------------|-------------------------------------|------------------|
| 2014 | \$ 25,788,066.86 | \$ 2,574,451.57 | \$ 5,610,793.14 | \$ 3,976,814.00 | \$ 463,659.94 | \$ 3,450,000.00 | \$ 6,696,363.00 | \$ 48,560,148.51 |
| 2013 | 24,428,316.74 | 1,706,212.23 | 4,387,650.33 | 3,976,814.00 | 706,906.62 | 3,350,000.00 | 7,980,746.88 | 46,536,646.80 |
| 2012 | 23,453,642.19 | 1,432,354.38 | 3,281,410.46 | 3,982,565.00 | 1,736,465.36 | 4,400,000.00 | 8,927,842.92 | 47,214,280.31 |
| 2011 | 22,860,219.29 | 1,540,054.23 | 2,044,172.54 | 3,982,565.00 | 1,215,557.60 | 5,370,000.00 | 9,205,833.11 | 46,218,401.77 |
| 2010 | 22,073,654.65 | 1,618,350.00 | 2,970,476.02 | 3,982,565.00 | 730,657.50 | 5,870,000.00 | 7,358,860.96 | 44,604,564.13 |
| 2009 | 21,899,370.11 | 1,177,867.94 | 3,147,878.02 | 4,999,137.00 | 796,051.72 | 6,150,000.00 | 7,129,625.99 | 45,299,930.78 |

(1) Excludes taxes allocated to county and school

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 3

ASSESSED VALUE AND ESTIMATE OF TOTAL VALUE
 LAST SIX FISCAL YEARS
 UNAUDITED

| Year | Net Assessed Valuation Taxable | Market Valuation | Percentage of Net Assessed to Market Value |
|------|-----------------------------------|---------------------|--------------------------------------------------|
| 2014 | \$ 4,584,134,874.00 | \$ 4,714,045,185.00 | 97.24% |
| 2013 | 2,500,748,969.00 | 4,907,278,196.62 | 50.96% |
| 2012 | 2,527,842,792.00 | 5,137,891,853.00 | 49.20% |
| 2011 | 2,566,192,608.00 | 5,054,545,219.00 | 50.77% |
| 2010 | 2,603,782,710.00 | 5,500,174,714.00 | 47.34% |
| 2009 | 2,688,130,426.00 | 5,664,185,302.00 | 47.46% |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 4

SCHEDULE OF LARGEST TAXPAYERS
UNAUDITED

| Taxpayer | Business Type | 2014 Assessed Valuation | As a Percent of Total Net Assessed Taxable Valuation |
|----------------------------|----------------|----------------------------|---------------------------------------------------------------|
| Bristol-Myers Squibb | Pharmaceutical | \$ 310,683,200 | 12.42% |
| Education Testing Service | Services | 13,812,580 | 0.55% |
| Avalon Properties | Real Estate | 10,984,960 | 0.44% |
| AG-Prism | Real Estate | 102,277,000 | 4.09% |
| Quakerbridge Mall | Retail | 158,850,500 | 6.35% |
| Mercer Mall | Retail | 102,070,000 | 4.08% |
| Lawrence Shopping Center | Real Estate | 31,307,000 | 1.25% |
| Princeton Pike Office Park | Real Estate | 24,853,200 | 0.99% |
| Steward's Crossing | Real Estate | 26,917,200 | 1.08% |
| Macy's | Retail | 20,250,000 | 0.81% |
| | | <u>\$ 802,005,640</u> | <u>32.07%</u> |

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 5

RATIO OF BONDED DEBT, BOND ANTICIPATION NOTES, AND LOANS TO EQUALIZED VALUE AND DEBT PER CAPITA
 LAST SIX FISCAL YEARS
 UNAUDITED

| Year | Population | Average Equalized Valuation | (1) Gross Debt | Gross Debt per Capita | Ratio of Gross Bonded Debt to Avg. Equalized Valuation | Bonded Debt | Ratio of Net Bonded Debt to Avg. Equalized Valuation | Net Bonded Debt per Capita |
|------|------------|--------------------------------|------------------|--------------------------|-----------------------------------------------------------------|------------------|---------------------------------------------------------------|----------------------------------|
| 2014 | 33,472 | \$ 4,860,701,732.33 | \$ 30,652,663.10 | 915.77 | 0.631% | \$ 23,136,070.14 | 0.476% | 691.21 |
| 2013 | 33,472 | 4,982,907,275.33 | 32,079,763.18 | 958.41 | 0.644% | 26,685,371.56 | 0.536% | 797.24 |
| 2012 | 33,472 | 5,094,527,654.00 | 33,336,068.00 | 995.94 | 0.654% | 26,185,605.00 | 0.514% | 782.31 |
| 2011 | 33,472 | 5,278,228,409.00 | 35,150,002.00 | 1,050.13 | 0.666% | 29,755,610.38 | 0.564% | 888.97 |
| 2010 | 33,472 | 5,430,234,110.67 | 38,122,516.00 | 1,138.94 | 0.702% | 30,797,033.82 | 0.567% | 920.08 |
| 2009 | 31,863 | 5,597,271,103.00 | 38,710,604.54 | 1,214.91 | 0.692% | 31,262,309.17 | 0.559% | 981.15 |

(1) Excludes Gross Debt for School Purposes

TOWNSHIP OF LAWRENCE
 COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 6

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES - CURRENT FUND
 LAST SIX FISCAL YEARS
 UNAUDITED

| Year | Principal | Interest | Total Debt Service | Total Current Fund Governmental Expenditures | Ratio of Total Debt Service to Current Fund Expenditures |
|------|-----------------|---------------|-----------------------|----------------------------------------------------|----------------------------------------------------------------|
| 2014 | \$ 3,272,318.00 | \$ 509,743.00 | \$ 3,782,061.00 | \$ 43,492,517.25 | 8.70% |
| 2013 | 3,462,000.00 | 575,453.00 | 4,037,453.00 | 43,503,939.48 | 9.28% |
| 2012 | 3,489,147.25 | 605,693.82 | 4,094,841.07 | 45,469,523.55 | 9.01% |
| 2011 | 3,294,000.00 | 658,570.00 | 3,952,570.00 | 42,893,251.00 | 9.21% |
| 2010 | 2,850,000.00 | 848,100.00 | 3,698,100.00 | 41,291,918.85 | 8.96% |
| 2009 | 2,800,000.00 | 913,345.00 | 3,713,345.00 | 41,493,128.28 | 8.95% |

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 7

DEMOGRAPHIC STATISTICS
LAST SIX FISCAL YEARS
UNAUDITED

| <u>Year</u> | <u>Unemployment Rate (1)</u> | <u>Population</u> |
|-------------|------------------------------|-------------------|
| 2014 | 4.40% | 33,472 |
| 2013 | 5.60% | 33,472 |
| 2012 | 6.26% | 33,472 |
| 2011 | 6.10% | 33,472 |
| 2010 | 6.10% | 33,472 |
| 2009 | 6.40% | 31,803 |

(1) - Per Homefacts and NJ Unemployment data

TOWNSHIP OF LAWRENCE
COUNTY OF MERCER, STATE OF NEW JERSEY

TABLE 8

MISCELLANEOUS STATISTICS

| | |
|-----------------------|--------------------------|
| Date of Incorporation | 1798 |
| Form of Government | Township Council/Manager |
| Area in Square Miles | 22 |
| Miles of Streets | 99 |