

Report of Audit

on the

Financial Statements

of the

Township of Springfield

in the

County of Union
New Jersey

for the

Year Ended
December 31, 2015

TOWNSHIP OF SPRINGFIELD

I N D E X

	<u>PAGES</u>
<u>PART I</u>	
Independent Auditor's Report	1-3
	<u>EXHIBITS</u>
<u>Financial Statements - Regulatory Basis</u>	
<u>Current Fund:</u>	
Balance Sheets - Regulatory Basis	"A"
Statements of Operations and Change in Fund Balance - Regulatory Basis for the Years Ended December 31, 2014 and 2013	"A-1"
Statement of Revenues - Regulatory Basis for the Year Ended December 31, 2015	"A-2"
Statement of Expenditures - Regulatory Basis - Year Ended December 31, 2015	"A-3"
<u>Trust Fund:</u>	
Balance Sheets - Regulatory Basis	"B"
Statement of Fund Balance - Regulatory Basis	"B-1"
<u>General Capital Fund:</u>	
Balance Sheets - Regulatory Basis	"C"
Statement of Fund Balance - Regulatory Basis	"C-1"
<u>Swimming Pool Utility Fund:</u>	
Balance Sheets - Regulatory Basis	"D"
Statement of Fund Balance - Regulatory Basis - Capital Fund	"D-1"
Statements of Operations and Change in Operating Fund Balance - Regulatory Basis	"D-2"
Statement of Revenues - Regulatory Basis - Year Ended December 31, 2015 - Operating Fund	"D-3"
Statement of Expenditures - Regulatory Basis - Year Ended December 31, 2015 - Operating Fund	"D-4"
<u>Public Assistance Fund:</u>	
Balance Sheets - Regulatory Basis	"F"
<u>General Fixed Assets Account Group:</u>	
Balance Sheets - Regulatory Basis	"G"
	<u>PAGES</u>
Notes to Financial Statements	4-34

TOWNSHIP OF SPRINGFIELD

I N D E X (CONTINUED)

Supplementary Schedules - All Funds

EXHIBITS

Current Fund:

Schedule of Cash - Treasurer	"A-4"
Schedule of Cash - Tax Collector	"A-5"
Schedule of Redemption of Outside Liens	"A-6"
Schedule of Change Fund	"A-7"
Schedule of Petty Cash	"A-8"
Schedule of Due from State of New Jersey for Senior Citizens and Veterans Deductions	"A-9"
Schedule of Taxes Receivable and Analysis of Property Tax Levy	"A-10"
Schedule of Revenue Accounts Receivable	"A-11"
Schedule of Deferred Charges	"A-12"
Schedule of 2014 Appropriation Reserves	"A-13"
Schedule of Reserve for Grants-Unappropriated	"A-14"
Schedule of Reserve for Grants-Appropriated	"A-15"
Schedule of Prepaid Taxes	"A-16"
Schedule of Tax Overpayments	"A-17"
Schedule of County Taxes Payable	"A-18"
Schedule of Due County for Added Taxes	"A-19"
Schedule of Local District School Tax	"A-20"
Schedule of Reserve for Insurance Damages	"A-21"
Schedule of Interfunds	"A-22"
Schedule of Grants Receivable	"A-23"
Schedule of Encumbrances Payable	"A-24"
Schedule of Accounts Payable	"A-25"
Schedule of Reserve for Hurricane Sandy Damages	"A-26"
Schedule of Due State of New Jersey	"A-27"
Schedule of Reserve for Sale of Municipal Assets	"A-28"
Schedule of Special Improvement District Tax Payable	"A-29"
Schedule of Reserve for Tax Appeals	"A-30"
Schedule of Reserve for Red Light Camera due Union County	"A-31"

Trust Fund:

Schedule of Trust Cash	"B-2"
Schedule of Due State of New Jersey	"B-3"
Schedule of Reserve for Police Outside Overtime	"B-4"
Schedule of Reserve for Animal Control Fund Expenditures	"B-5"
Schedule of Due Current Fund	"B-6"
Schedule of Due Swimming Pool Operating Fund	"B-7"
Schedule of Unemployment Compensation Insurance	"B-8"
Schedule of Reserve for Community Development Block Grant Fund	"B-9"
Schedule of Various Reserves and Deposits	"B-10"
Schedule of Reserve for Special Law Enforcement Trust	"B-11"
Schedule of Reserve for Federal Law Enforcement Trust	"B-12"
Schedule of Reserve for Justice Account Trust	"B-13"

TOWNSHIP OF SPRINGFIELD

I N D E X (CONTINUED)

EXHIBITS

Trust Fund (Continued):

Schedule of Reserve for Affordable Housing Trust	"B-14"
Schedule of Reserve for Medical Costs	"B-15"
Schedule of Due General Capital Fund	"B-16"
Schedule of Reserve for Compensated Absences	"B-17"
Schedule of Reserve for Snow Removal	"B-18"
Schedule of Redlight Camera Escrow	"B-19"
Schedule of Reserve for Flexible Spending	"B-20"

General Capital Fund:

Schedule of General Capital Cash	"C-2"
Analysis of General Capital Cash and Investments	"C-3"
Schedule of Due Current Fund	"C-4"
Schedule of Deferred Charges to Future Taxation-Funded	"C-5"
Schedule of Deferred Charges to Future Taxation-Unfunded	"C-6"
Schedule of Capital Improvement Fund	"C-7"
Schedule of Improvement Authorizations	"C-8"
Schedule of General Serial Bonds	"C-9"
Schedule of Bond Anticipation Notes	"C-10"
Schedule of Due Swimming Pool Capital Fund	"C-11"
Schedule of Contracts Payable	"C-12"
Schedule of Reserve for Planning Study for Downtown Redevelopment	"C-13"
Schedule of Due Trust Other Fund	"C-14"
Schedule of Bonds and Notes Authorized But Not Issued	"C-15"

Swimming Pool Utility Fund:

Schedule of Swimming Pool Utility Cash	"D-5"
Schedule of Fixed Capital Authorized and Uncompleted - Capital Fund	"D-6"
Schedule of 2014 Appropriation Reserves	"D-7"
Schedule of Improvement Authorizations - Capital Fund	"D-8"
Schedule of Bond Anticipation Notes - Capital Fund	"D-9"
Schedule of Reserve for Deferred Amortization - Capital Fund	"D-10"
Schedule of Down Payment on Improvements - Capital Fund	"D-11"
Schedule of Capital Improvement Fund	"D-12"
Schedule of Due Payroll Account	"D-13"
Schedule of Accounts Payable	"D-14"
Schedule of Due General Capital Fund - Capital Fund	"D-15"
Schedule of Reserve for Amortization - Capital Fund	"D-16"
Schedule of Due Current Fund	"D-17"
Schedule of Contracts Payable - Capital Fund	"D-18"
Analysis of Fixed Capital - Capital Fund	"D-19"
Schedule of Accrued Interest on Notes	"D-20"
Schedule of Due Trust Fund	"D-21"
Schedule of Due Current Fund - Capital Fund	"D-22"
Schedule of Bonds Authorized But Not Issued – Capital Fund	"D-23"

TOWNSHIP OF SPRINGFIELD

I N D E X (CONTINUED)

	<u>EXHIBITS</u>
<u>Public Assistance Trust Fund:</u>	
Schedule of Public Assistance Cash-Treasurer	"F-1"
Schedule of Public Assistance Cash and Reconciliation Per N.J.S.A. 40A:5-5	"F-2"
Schedule of Public Assistance Cash and Reconciliation for the Year Ended December 31, 2015	"F-3"
	<u>PAGES</u>
<u>PART II</u>	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	35-36
Schedule of Expenditures of Federal Awards - Year Ended December 31, 2014	37
Schedule of Expenditures of State Financial Assistance - Year Ended December 31, 2015	38
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance - Year Ended December 31, 2015	39-40
<u>PART III</u>	
Statistical Data	41-44
Officials in Office and Surety Bonds	45
Comments and Recommendations	46-49

TOWNSHIP OF SPRINGFIELD

PART I

INDEPENDENT AUDITOR'S REPORT ON
AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULES AND DATA

FINANCIAL STATEMENTS - REGULATORY BASIS - ALL FUNDS

NOTES TO FINANCIAL STATEMENTS - REGULATORY BASIS

SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEARS ENDED DECEMBER 31, 2015 AND 2014



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail info@senco.com

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Committee
Township of Springfield
County of Union
Springfield, New Jersey 07081

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the Township of Springfield, as of December 31, 2015 and 2014, the related statement of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various individual funds for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these regulatory financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), 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 of material misstatement.

SUPLEE, CLOONEY & COMPANY

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

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

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the various individual funds and account group of the Township of Springfield as of December 31, 2015 and 2014, or the results of its operations and changes in fund balance for the years then ended of the revenues or expenditures for the year ended December 31, 2015.

Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets of the various individual funds and account group as of December 31, 2015 and 2014, the regulatory basis statement of operations and changes in fund balance for the years then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2015 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

SUPLEE, CLOONEY & COMPANY

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Springfield's regulatory financial statements. The supplementary information, data and schedules of expenditures of federal awards and state financial assistance listed in the table of contents 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 regulatory financial statements.

The supplemental information and schedules listed above and also listed in the table of contents are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the regulatory financial statements. Such information has been subjected to the auditing procedures applied in the audit of the regulatory financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory financial statements or to the regulatory financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information and data listed in the table of contents and the schedule of expenditures of federal awards, and the schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2016 on our consideration of the Township of Springfield'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 of Springfield's internal control over financial reporting and compliance.


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 419

June 10, 2016

CURRENT FUND

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	BALANCE DECEMBER 31, 2015	BALANCE DECEMBER 31, 2014
Cash- Treasurer	A-4	\$ 10,330,640.88	\$ 11,414,989.53
Cash-Collector	A-5	702,532.55	509,459.09
Change Fund	A-7	400.00	400.00
Due from State of New Jersey Per Chapter 20, P.L. 1971 - Senior Citizens and Veterans Deductions	A-9	2,441.20	2,044.62
Grants Receivable	A-23	783,794.85	742,231.87
		<u>11,819,809.48</u>	<u>12,669,125.11</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-10	433,223.80	465,536.09
Revenue Accounts Receivable	A-11	40,392.51	71,800.13
Prepaid Local District School Tax	A-20	124,992.50	124,989.00
Interfunds Receivable	A-22	682,192.16	728,338.41
	A	<u>1,280,800.97</u>	<u>1,342,568.03</u>
		<u>\$ 13,100,610.45</u>	<u>\$ 14,011,693.14</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Liabilities:			
Redemption of Outside Liens	A-6	\$ 1,590.00	\$
Appropriation Reserves	A-3:A-13	2,265,392.47	2,173,054.69
Prepaid Taxes	A-16	372,117.00	302,520.47
Tax Overpayments	A-17		108,660.73
Interfunds Payable	A-22	1,823,130.97	2,978,888.67
Encumbrances Payable	A-24	974,396.54	1,288,955.74
Accounts Payable	A-25	362,138.53	192,238.95
Reserve for:			
Insurance Damages	A-21	88,717.40	77,996.15
Due State of New Jersey	A-27	54,393.12	54,393.12
Sale of Municipal Assets	A-28	170,694.33	170,694.33
Tax Appeals	A-30		48,527.35
Grants - Appropriated	A-15	1,238,580.09	719,376.30
Grants - Unappropriated	A-14	11,175.00	45,926.40
Hurricane Sandy Damages	A-26	10,780.42	10,780.42
Red Light Camera Due Union County	A-31	1,190.00	4,233.00
C.O.A.H.	A-12	10,911.00	10,911.00
County Taxes Payable	A-19	8,121.83	20,520.25
Special Improvement District Payable	A-29	71,268.20	14,999.73
		<u>7,464,596.90</u>	<u>8,222,677.30</u>
Reserve for Receivables	A	1,280,800.97	1,342,568.03
Fund Balance	A-1	<u>4,355,212.58</u>	<u>4,446,447.81</u>
		<u>\$ 13,100,610.45</u>	<u>\$ 14,011,693.14</u>

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUNDSTATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE - REGULATORY BASIS

<u>REVENUE AND OTHER INCOME REALIZED</u>	<u>REF.</u>	<u>YEAR 2015</u>	<u>YEAR 2014</u>
Fund Balance Utilized	A-2	\$ 3,000,000.00	\$ 2,800,000.00
Receipts from Delinquent Taxes	A-2	465,536.09	538,657.19
Receipts from Current Taxes	A-2	74,247,823.85	72,720,340.61
Miscellaneous Revenue Anticipated	A-2	4,591,509.13	5,206,766.89
Non-Budget Revenue	A-2	123,002.90	264,329.72
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-13	1,548,530.60	1,092,900.10
Accounts Payable Cancelled	A-25	65,468.22	143,927.05
Interfunds Returned		272,325.37	
Reserve for Prepaid School Tax			0.50
<u>Total Income</u>		<u>84,314,196.16</u>	<u>82,766,922.06</u>
<u>EXPENDITURES</u>			
Budget and Emergency Appropriations (Within "CAPS"):			
Operations (Including Contingent)	A-3	20,612,982.00	20,601,600.00
Deferred Charges and Statutory Expenditures Municipal	A-3	2,414,800.00	2,285,610.00
Budget (Excluded from "CAPS"):			
Operations	A-3	4,456,110.37	4,028,225.75
Capital Improvements	A-3	200,000.00	200,000.00
Municipal Debt Service	A-3	2,599,659.57	2,699,000.00
Interlocal Municipal Service Agreements	A-3	100,000.00	100,000.00
Deferred Charges - Municipal			15,000.00
County Taxes	A-18	13,347,164.54	13,240,190.19
Due County for Added and Omitted Taxes	A-19	8,121.83	20,520.25
Local District School Tax	A-20	37,276,625.50	35,798,736.50
Special Improvement District Taxes	A-29	279,268.47	278,809.84
Interfunds Advanced			328,345.27
Refund of Prior Year's Revenue	A-4	110,695.61	25.00
Senior Citizen and Veterans Adjustment			3,500.00
Federal and State Grants Receivable Canceled			39,525.69
Reserve for Prepaid School Tax		3.50	
<u>Total Expenditures</u>		<u>81,405,431.39</u>	<u>79,639,088.49</u>
Excess in Revenue		2,908,764.77	3,127,833.57
<u>FUND BALANCE</u>			
Balance, January 1	A	<u>4,446,447.81</u>	<u>4,118,614.24</u>
		7,355,212.58	7,246,447.81
Decreased by:			
Utilized as Anticipated Revenue	A-1:A-2	<u>3,000,000.00</u>	<u>2,800,000.00</u>
Balance, December 31	A	<u>\$ 4,355,212.58</u>	<u>\$ 4,446,447.81</u>

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015

	REF.	ANTICIPATED		REALIZED	EXCESS
		BUDGET	SPECIAL N.J.S. 40A: 4-87		
Fund Balance Appropriated	A-1	\$ 3,000,000.00		\$ 3,000,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-11	20,000.00		24,234.00	4,234.00
Other	A-11	30,000.00		36,015.00	6,015.00
Fees and Permits:					
Construction Code Official	A-11	280,000.00		471,618.36	191,618.36
Other	A-2	90,000.00		150,041.75	60,041.75
Fines and Costs:					
Municipal Court	A-11	472,000.00		375,640.15	(96,359.85)
Interest and Costs on Taxes	A-11	140,000.00		125,530.69	(14,469.31)
Interest on Investments and Deposits	A-11	28,000.00		35,210.94	7,210.94
Payment in Lieu of Taxes - Senior Citizens Housing	A-11	120,000.00		129,335.02	9,335.02
Consolidated Municipal Property Tax Relief Aid	A-11	78,435.00		78,435.00	
Energy Receipts Tax	A-11	1,674,922.00		1,674,922.00	
Interlocal Agreement - Springfield BOE	A-11	100,000.00		100,000.00	
Uniform Fire Safety Act	A-11	45,000.00		45,439.11	439.11
Cable Television Franchise Fee	A-11	264,000.00		264,912.42	912.42
General Capital Surplus	A-11	100,000.00		100,000.00	
Hotel/Motel Tax	A-11	15,000.00		22,056.78	7,056.78
Cell Tower Rental	A-11	65,000.00		68,667.81	3,667.81
Parking Meters	A-11	85,000.00		75,760.36	(9,239.64)
FEMA Reimbursement		40,000.00			(40,000.00)
Red Light Camera	A-11	148,000.00		86,587.37	(61,412.63)
Municipal Alliance on Alcoholism and Drug Abuse	A-23	11,252.00	15,003.00	26,255.00	
CDBG Bus Driver	A-23		7,000.00	7,000.00	
Investors Savings Bus Grant	A-23	35,000.00		35,000.00	
Investors Savings Free Concert	A-23		5,000.00	5,000.00	
Union County Infrastructure Grant	A-23		65,000.00	65,000.00	
State Police Grande Insurance Grant	A-23		6,869.79	6,869.79	
Homeland Security Emergency Management	A-23		5,000.00	5,000.00	
Clean Communities	A-23		31,453.78	31,453.78	
Emergency Management Grant	A-23		5,000.00	5,000.00	
NJ DOT Baltusrol	A-23	190,000.00		190,000.00	
NJ DOT Safe Corridor	A-23		10,961.25	10,961.25	
Recycling Tonnage Grant	A-23	44,526.40		44,526.40	
Body Armor Replacement Fund	A-23		4,036.15	4,036.15	
FEMA Generator	A-23	100,000.00		100,000.00	
Union County KIDS Recreation	A-23	191,000.00		191,000.00	
	A-1	<u>4,367,135.40</u>	<u>155,323.97</u>	<u>4,591,509.13</u>	<u>69,049.76</u>
Receipts From Delinquent Taxes	A-1	<u>418,000.00</u>		<u>465,536.09</u>	<u>47,536.09</u>
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes	A-2:A-10	22,630,668.57		23,158,841.58	528,173.01
Minimum Library Tax	A-2:A-10	826,264.43		826,264.43	
		<u>23,456,933.00</u>		<u>23,985,106.01</u>	<u>528,173.01</u>
Budget Totals		<u>31,242,068.40</u>	<u>155,323.97</u>	<u>32,042,151.23</u>	<u>644,758.86</u>
Non-Budget Revenue	A-2			<u>123,002.90</u>	<u>123,002.90</u>
		<u>\$ 31,242,068.40</u>	<u>\$ 155,323.97</u>	<u>\$ 32,165,154.13</u>	<u>\$ 767,761.76</u>
	REF.	A-3	A-3		

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015

REF.

ANALYSIS OF REALIZED REVENUE

Allocation of Current Tax Collections:		
Collections on a Cash Basis	A-1; A-10	\$ 74,247,823.85
Allocated to:		
School and County Taxes		<u>51,262,717.84</u>
Balance for Support of Municipal Budget Appropriations		22,985,106.01
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>1,000,000.00</u>
Amount for Support of Municipal Budget	A-2	\$ <u>23,985,106.01</u>
Fees and Permits - Other:		
Clerk	A-11	\$ 50,384.20
Police Department	A-11	41,586.55
Fire Department	A-11	45,540.00
Recreation	A-11	1,696.00
Zoning	A-11	<u>10,835.00</u>
	A-2	\$ <u>150,041.75</u>

ANALYSIS OF NON-BUDGET REVENUE

Miscellaneous Revenue Not Anticipated:		
Treasurer:		
Settlement		\$ 11,241.23
Restitution		3,162.00
Senior and Veterans Due State - Administrative Fee		1,856.84
Storm Reimbursement		11,727.51
Miscellaneous		<u>86,269.03</u>
	A-4	\$ 114,256.61
Tax Collector	A-5	<u>8,746.29</u>
	A-1:A-2	\$ <u>123,002.90</u>

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>UNEXPENDED BALANCE CANCELED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>	<u>PAID OR CHARGED</u>	<u>RESERVED</u>	
<u>GENERAL GOVERNMENT</u>					
Mayor and Council:					
Salaries and Wages	\$ 18,000.00	\$ 15,000.00	\$ 14,000.04	\$ 999.96	
Other Expenses	2,500.00	2,500.00	845.00	1,655.00	
Administrative and Executive:					
Salaries and Wages	240,000.00	248,000.00	242,897.58	5,102.42	
Other Expenses	14,808.00	18,808.00	17,093.97	1,714.03	
Financial Administration:					
Salaries and Wages	267,000.00	267,000.00	217,444.13	49,555.87	
Other Expenses	27,100.00	27,100.00	11,892.09	15,207.91	
Audit	64,000.00	64,000.00	61,775.00	2,225.00	
Assessment of Taxes:					
Salaries and Wages	138,000.00	141,000.00	135,768.06	5,231.94	
Other Expenses	69,800.00	69,800.00	54,872.07	14,927.93	
Revenue Administration:					
Salaries and Wages	127,000.00	130,000.00	100,665.10	29,334.90	
Other Expenses	25,850.00	25,850.00	15,404.99	10,445.01	
Township Clerk:					
Salaries and Wages	129,000.00	133,000.00	121,964.25	11,035.75	
Other Expenses	91,405.00	109,405.00	96,704.58	12,700.42	
Legal Services and Costs:					
Other Expenses	158,000.00	123,000.00	96,873.60	26,126.40	
Municipal Court:					
Salaries and Wages	253,000.00	253,000.00	242,790.31	10,209.69	
Other Expenses	28,907.00	28,907.00	19,845.48	9,061.52	
Public Defender:					
Salaries and Wages	2,000.00	2,000.00		2,000.00	
Human Resources:					
Other Expenses	60,000.00	60,000.00	49,594.08	10,405.92	
Engineering Services and Costs:					
Salaries and Wages	184,000.00	186,000.00	167,685.13	18,314.87	
Other Expenses	79,959.00	90,959.00	76,253.38	14,705.62	

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

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>UNEXPENDED BALANCE CANCELED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>	<u>PAID OR CHARGED</u>	<u>RESERVED</u>	
Public Building and Grounds:					
Salaries and Wages	\$ 247,000.00	\$ 251,000.00	\$ 228,173.57	\$ 22,826.43	
Other Expenses	125,503.00	157,503.00	150,102.99	7,400.01	
Snow Removal	5,000.00	10,000.00	5,000.00	5,000.00	
Municipal Land Use Law (N.J.S. 40:55-D-1):					
Planning Board:					
Salaries and Wages	25,500.00	25,500.00	23,908.48	1,591.52	
Other Expenses	37,810.00	37,810.00	23,699.61	14,110.39	
Board of Adjustment:					
Salaries and Wages	25,500.00	25,500.00	23,908.49	1,591.51	
Other Expenses	13,101.00	13,101.00	7,446.17	5,654.83	
Rent Leveling Board:					
Other Expenses	5,600.00	5,600.00	4,999.92	600.08	
Environmental Commission:					
Other Expenses	2,500.00	2,500.00	407.80	2,092.20	
Insurance:					
General Liability	517,000.00	517,000.00	483,755.40	33,244.60	
Workers Compensation	303,000.00	303,000.00	278,844.00	24,156.00	
Group Insurance Plan for Employees	4,232,800.00	4,232,800.00	3,767,930.32	464,869.68	
Employee Health Benefits Waiver	30,000.00	30,000.00	30,000.00		
Data Processing:					
Other Expenses	92,003.00	108,003.00	89,379.34	18,623.66	
<u>PUBLIC SAFETY</u>					
Fire:					
Salaries and Wages	2,427,000.00	2,427,000.00	2,184,666.52	242,333.48	
Other Expenses	313,608.00	328,608.00	328,608.00		
Police:					
Salaries and Wages	5,157,000.00	5,157,000.00	4,682,284.91	474,715.09	
Other Expenses	161,376.00	204,376.00	192,301.05	12,074.95	
First Aid Organization:					
Other Expenses	99,000.00	99,000.00	99,000.00		

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>PUBLIC SAFETY</u>					
Municipal Prosecutor:					
Other Expenses	\$ 20,800.00	\$ 20,800.00	\$ 18,600.00	\$ 2,200.00	
Emergency Management Services:					
Salaries and Wages	60,000.00	62,000.00	55,094.07	6,905.93	
Other Expenses	57,411.00	83,411.00	83,343.04	67.96	
<u>STREETS AND ROADS</u>					
Road Repairs and Maintenance:					
Salaries and Wages	1,350,000.00	1,361,000.00	1,245,594.26	115,405.74	
Other Expenses	117,206.00	125,206.00	111,955.92	13,250.08	
Street Lighting:					
Other Expenses	214,000.00	161,000.00	107,326.84	53,673.16	
Vehicle Maintenance:					
Other Expenses	126,000.00	155,000.00	145,435.76	9,564.24	
Sewer System:					
Salaries and Wages	92,000.00	94,000.00	86,191.50	7,808.50	
Other Expenses	29,000.00	29,000.00	24,164.77	4,835.23	
Right to Know:					
Salaries and Wages	1,000.00	1,000.00		1,000.00	
<u>HEALTH AND WELFARE</u>					
Board of Health:					
Salaries and Wages	3,500.00	3,500.00	2,700.00	800.00	
Other Expenses	108,001.00	109,001.00	107,082.01	1,918.99	
Garbage and Trash Removal - Contractual:					
Salaries and Wages	13,000.00	13,000.00	12,830.13	169.87	
Other Expenses:					
Tipping Fees	440,000.00	440,000.00	412,732.54	27,267.46	
Contractual	460,000.00	497,000.00	485,758.96	11,241.04	
Animal Control:					
Other Expenses	8,000.00	8,000.00	8,000.00		
N.J. Public Employees Occupational Safety and Health Act:					
Other Expenses	1,000.00	1,000.00		1,000.00	

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>UNEXPENDED BALANCE CANCELED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>	<u>PAID OR CHARGED</u>	<u>RESERVED</u>	
<u>RECREATION AND EDUCATION</u>					
Recreation Services:					
Salaries and Wages	\$ 259,000.00	\$ 239,000.00	\$ 206,060.76	\$ 32,939.24	\$
Other Expenses	82,116.00	89,116.00	88,965.59	150.41	
Maintenance of Parks:					
Salaries and Wages	222,000.00	123,000.00	100,026.03	22,973.97	
Other Expenses	12,411.00	16,411.00	14,874.12	1,536.88	
Celebration of Public Events, Anniversary or Holiday:					
Other Expenses	25,500.00	29,500.00	22,738.19	6,761.81	
Senior Citizens Transportation:					
Salaries and Wages	27,000.00	27,000.00	12,573.44	14,426.56	
<u>STATE UNIFORM CONSTRUCTION CODE</u>					
Construction Official:					
Salaries and Wages	165,000.00	175,000.00	144,697.45	30,302.55	
Other Expenses	57,906.00	63,906.00	58,687.27	5,218.73	
Zoning Enforcement:					
Salaries and Wages	15,000.00	25,000.00	17,758.88	7,241.12	
Other Expenses	30,001.00	20,001.00	11,201.00	8,800.00	
<u>UNCLASSIFIED</u>					
Utilities:					
Electric	164,000.00	139,000.00	135,121.20	3,878.80	
Telephone	101,000.00	101,000.00	68,978.82	32,021.18	
Water	35,000.00	35,000.00	26,986.53	8,013.47	
Natural Gas	102,000.00	102,000.00	54,581.71	47,418.29	
Gasoline	290,000.00	210,000.00	119,033.37	90,966.63	
Red Light Camera - Contractual	30,000.00	15,500.00	5,472.00	10,028.00	
Municipal Services Act	55,000.00	55,000.00	27,788.58	27,211.42	
Accumulated Absences	3,000.00	9,000.00	3,000.00	6,000.00	
Community Shuttle Bus Service (Jitney):					
Salaries and Wages	40,000.00	40,000.00	39,473.81	526.19	
Other Expenses	3,000.00	3,000.00	380.00	2,620.00	
<u>TOTAL OPERATIONS WITHIN "CAPS"</u>	<u>20,620,482.00</u>	<u>20,611,982.00</u>	<u>18,413,993.96</u>	<u>2,197,988.04</u>	
<u>CONTINGENT</u>	<u>1,000.00</u>	<u>1,000.00</u>		<u>1,000.00</u>	
<u>TOTAL OPERATIONS (INCLUDING CONTINGENT) WITHIN "CAPS"</u>	<u>20,621,482.00</u>	<u>20,612,982.00</u>	<u>18,413,993.96</u>	<u>2,198,988.04</u>	

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES-MUNICIPAL</u>					
Contribution to:					
Public Employees' Retirement System	\$ 457,500.00	\$ 457,500.00	\$ 457,157.00	\$ 343.00	
Social Security System (O.A.S.I.)	460,000.00	458,000.00	421,471.55	36,528.45	
Consolidated Police and Firemen's Pension Funds	1,000.00	1,000.00		1,000.00	
Police and Fire Retirement System	1,462,300.00	1,462,300.00	1,461,071.00	1,229.00	
Defined Contribution Retirement Plan	1,000.00	1,000.00		1,000.00	
State Unemployment Trust Fund	35,000.00	35,000.00	35,000.00		
<u>TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u>	<u>2,416,800.00</u>	<u>2,414,800.00</u>	<u>2,374,699.55</u>	<u>40,100.45</u>	
<u>TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"</u>	<u>23,038,282.00</u>	<u>23,027,782.00</u>	<u>20,788,693.51</u>	<u>2,239,088.49</u>	
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>					
Rahway Valley Sewerage Authority:					
Share of Costs	2,500,677.00	2,500,677.00	2,493,744.28	6,932.72	
Maintenance of Free Public Library	1,000,600.00	1,000,600.00	1,000,600.00		
Maintenance of 911 System:					
Salaries and Wages	35,000.00	35,000.00	35,000.00		
Other Expenses	115,000.00	115,000.00	114,568.67	431.33	
Tax Appeals:					
Other Expenses	4,000.00	11,000.00	11,000.00		
Employee Group Health Insurance	41,980.00	41,980.00	41,980.00		
<u>TOTAL OPERATIONS EXCLUDED FROM "CAPS"</u>	<u>3,697,257.00</u>	<u>3,704,257.00</u>	<u>3,696,892.95</u>	<u>7,364.05</u>	
<u>INTERLOCAL MUNICIPAL SERVICE AGREEMENTS</u>					
Springfield Board of Education - Field Maintenance	100,000.00	100,000.00	81,060.07	18,939.93	
<u>TOTAL INTERLOCAL MUNICIPAL SERVICE AGREEMENTS</u>	<u>100,000.00</u>	<u>100,000.00</u>	<u>81,060.07</u>	<u>18,939.93</u>	

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>					
Clean Communities Program (40A: 4-87 \$31,453.78)	\$	\$ 31,453.78	\$ 31,453.78		\$
Municipal Alliance on Alcohol and Drug Abuse:					
State Aid (40A:4-87 \$15,003.00)	11,252.00	26,255.00	26,255.00		
Local Match	3,751.00	3,751.00	3,751.00		
Recycling Tonnage Grant	44,526.40	44,526.40	44,526.40		
CDBG-Senior Citizen Bus Driver	35,000.00	35,000.00	35,000.00		
FEMA Generators	100,000.00	100,000.00	100,000.00		
D.O.T. - Municipal Aid Program - Baltusrol Way	190,000.00	190,000.00	190,000.00		
D.O.T. - Safe Corridor (40A: 4-87 \$10,961.25)		10,961.25	10,961.25		
Emergency Management (40A: 4-87 \$5,000.00)		5,000.00	5,000.00		
Body Armor Fund (40A: 4-87 \$4,036.15)		4,036.15	4,036.15		
Statewide Insurance Grant (40A:4-87 \$6,869.79)		6,869.79	6,869.79		
Senior Citizens Bus Service 2010 (40A: 4-87 + \$7,000.00)		7,000.00	7,000.00		
Union County Infrastructure (40A: 4-87 65,000.00)		65,000.00	65,000.00		
Homeland Security Emergency Management (40A: 4-87 5,000.00)		5,000.00	5,000.00		
Kids Recreation Trust Grant 13'	66,000.00	66,000.00	66,000.00		
Kids Recreation Trust Grant 14'	125,000.00	125,000.00	125,000.00		
Investors Bank Free Concert (40A: 4-87 + \$5,000.00)		5,000.00	5,000.00		
Matching Funds for Grants	21,000.00	21,000.00	21,000.00		
<u>TOTAL PUBLIC AND PRIVATE PROGS. OFFSET BY REVENUES</u>	<u>596,529.40</u>	<u>751,853.37</u>	<u>751,853.37</u>		
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>					
Capital Improvement Fund	200,000.00	200,000.00	200,000.00		
<u>TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>	<u>200,000.00</u>	<u>200,000.00</u>	<u>200,000.00</u>		
<u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	1,175,000.00	1,175,000.00	1,175,000.00		
Payment of Bond Anticipation Notes	1,145,000.00	1,145,000.00	1,145,000.00		
Interest on Bonds	80,000.00	83,500.00	77,200.00		6,300.00
Interest on Notes	210,000.00	210,000.00	202,459.57		7,540.43
<u>TOTAL MUNICIPAL DEBT SERVICE EXCLUDED FROM "CAPS"</u>	<u>2,610,000.00</u>	<u>2,613,500.00</u>	<u>2,599,659.57</u>		<u>13,840.43</u>

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

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
<u>TOTAL GENERAL APPROPRIATIONS EXCLUDED FROM "CAPS"</u>	\$ 7,203,786.40	\$ 7,369,610.37	\$ 7,329,465.96	\$ 26,303.98	\$ 13,840.43
SUB-TOTAL GENERAL APPROPRIATIONS	30,242,068.40	30,397,392.37	28,118,159.47	2,265,392.47	13,840.43
RESERVE FOR UNCOLLECTED TAXES	1,000,000.00	1,000,000.00	1,000,000.00		
<u>TOTAL GENERAL APPROPRIATIONS</u>	<u>\$ 31,242,068.40</u>	<u>\$ 31,397,392.37</u>	<u>\$ 29,118,159.47</u>	<u>\$ 2,265,392.47</u>	<u>\$ 13,840.43</u>
<u>REF.</u>	A-2		A-1	A:A-1	
Budget	A-3	31,242,068.40			
Appropriations by 40A:4-87	A-2	155,323.97			
		<u>31,397,392.37</u>			
Encumbrances Payable	A-24		\$ 873,129.83		
Grants Programs	A-15		746,853.37		
Reserve for Tax Appeals	A-30		11,000.00		
Reserve for Uncollected Taxes	A-2		1,000,000.00		
Disbursed	A-4		27,122,725.28		
			\$ 29,753,708.48		
Less: Refunds	A-4		635,549.01		
			\$ <u>29,118,159.47</u>		

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

TRUST FUND

TOWNSHIP OF SPRINGFIELD

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER 31, 2015	BALANCE DECEMBER 31, 2014
<u>ASSETS</u>			
Animal Control Fund:			
Cash	B-2	\$ 35,099.46	\$ 34,626.97
Other Funds:			
Cash	B-2	2,239,212.86	2,159,755.37
Due from Current Fund	B-6	383,410.23	179,838.02
Due from Swimming Pool Utility Fund	B-7	75.00	75.00
		<u>2,622,698.09</u>	<u>2,339,668.39</u>
		\$ <u>2,657,797.55</u>	\$ <u>2,374,295.36</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Animal Control Fund:			
Due State of New Jersey	B-3	\$ 2.20	\$ 73.20
Reserve for Animal Control Expenditures	B-5	16,124.69	15,581.20
Due Current Fund	B-6	18,972.57	18,972.57
		<u>35,099.46</u>	<u>34,626.97</u>
Other Funds:			
Reserve for Unemployment Compensation Insurance	B-8	183,960.39	156,225.83
Reserve for Community Development Block Grant Fund	B-9	1.00	1.00
Various Reserves and Deposits	B-10	1,008,276.69	868,721.53
Reserve for Special Law Enforcement	B-11	78,494.08	78,295.38
Reserve For Federal Law Enforcement	B-12	339,057.75	381,798.28
Reserve for Justice Account	B-13	23,196.11	23,137.39
Reserve for Affordable Housing	B-14	41,720.13	44,843.60
Reserve for Medical Costs	B-15	100,959.67	100,689.92
Due to General Capital Fund	B-16	37,366.98	37,366.98
Reserve for Compensated Absences	B-17	172,262.09	137,501.31
Reserve for Snow Removal	B-18	130,748.73	109,460.02
Reserve for Red Light Camera Escrow	B-19		86,458.32
Reserve for Flexible Spending	B-20	3,052.80	5,717.98
Reserve for Police Outside Overtime	B-4	498,438.95	304,288.13
Trust Surplus	B-1	5,162.72	5,162.72
		<u>2,622,698.09</u>	<u>2,339,668.39</u>
		\$ <u>2,657,797.55</u>	\$ <u>2,374,295.36</u>

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

TOWNSHIP OF SPRINGFIELD

TRUST FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	
Balance, December 31, 2015 and December 31, 2014	B	\$ <u><u>5,162.72</u></u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

GENERAL CAPITAL FUND

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2015</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2014</u>
<u>ASSETS</u>			
Cash	C-2:C-3	\$ 1,460,132.20	\$ 1,130,182.21
Deferred Charges to Future Taxation:			
Funded	C-5	1,795,000.00	2,970,000.00
Unfunded	C-6	24,388,095.96	22,028,095.96
Due Current Fund	C-4	1,423,720.74	2,782,595.86
Due Trust Fund	C-14	37,366.98	37,366.98
Due Swimming Pool Utility Capital Fund	C-11	689,238.77	689,238.77
		<u>\$ 29,793,554.65</u>	<u>\$ 29,637,479.78</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Contracts Payable	C-12	\$ 1,180,986.53	\$ 1,523,344.92
General Serial Bonds	C-9	1,795,000.00	2,970,000.00
Bond Anticipation Note	C-10	22,085,851.00	21,360,851.00
Improvement Authorizations:			
Funded	C-8	126,305.46	133,560.03
Unfunded	C-8	4,085,263.37	3,208,963.90
Capital Improvement Fund	C-7	170,879.25	190,879.25
Reserve for Planning Study for Downtown Redevelopment	C-13	9,377.75	9,377.75
Fund Balance	C-1	339,891.29	240,502.93
		<u>\$ 29,793,554.65</u>	<u>\$ 29,637,479.78</u>

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

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>		
Balance, December 31, 2014	C	\$	240,502.93
Increased by:			
Premium on Sale of Bond Anticipation Notes	C-2		<u>244,388.36</u>
		\$	484,891.29
Decreased by:			
Current Fund Anticipated Revenue	C-2	\$	100,000.00
Appropriated to Finance Improvement Authorization	C-8		<u>45,000.00</u>
			<u>145,000.00</u>
Balance, December 31, 2015	C	\$	<u><u>339,891.29</u></u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

SWIMMING POOL UTILITY FUND

"D"

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER <u>31, 2015</u>	BALANCE DECEMBER <u>31, 2014</u>
<u>ASSETS</u>			
Operating Fund:			
Cash	D-5	\$ 223,605.56	\$ 51,859.41
Due Current Fund	D-17		16,454.79
Due Swimming Pool Capital Fund	D	137,218.23	168,092.72
Due Payroll Account	D-13		55.28
		<u>360,823.79</u>	<u>236,462.20</u>
Capital Fund:			
Cash	D-5	582,008.09	489,688.95
Fixed Capital	D-19	1,807,287.69	1,807,287.69
Fixed Capital Authorized and Uncompleted	D-6	1,323,506.83	1,081,506.83
Due Current Fund	D-23	16,000.00	
		<u>3,728,802.61</u>	<u>3,378,483.47</u>
		<u>\$ 4,089,626.40</u>	<u>\$ 3,614,945.67</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4:D-7	\$ 37,526.97	\$ 18,574.48
Accounts Payable	D-14	9,719.47	24,515.60
Accrued Interest on Notes	D-20	5,131.56	4,656.56
Due Current Fund	D-17	34,534.21	
Due Trust Other Fund	D-21	75.00	75.00
Fund Balance	D-2	273,836.58	188,640.56
		<u>360,823.79</u>	<u>236,462.20</u>
Capital Fund:			
Improvement Authorizations:			
Funded	D-8	2,530.84	2,530.84
Unfunded	D-8	190,560.69	45,415.11
Bond Anticipation Note Payable	D-9	650,000.00	443,000.00
Down Payment On Improvements	D-11	49.28	49.28
Capital Improvement Fund	D-12	51,243.89	55,243.89
Due General Capital Fund	D-15	689,238.77	689,238.77
Due Swimming Pool Utility Operating Fund	D	137,218.23	168,092.72
Reserve for Amortization	D-16	947,608.87	947,608.87
Reserve for Deferred Amortization	D-10	973,804.42	938,804.42
Contracts Payable	D-18	81,478.42	83,430.37
Fund Balance	D-1	5,069.20	5,069.20
		<u>3,728,802.61</u>	<u>3,378,483.47</u>
		<u>\$ 4,089,626.40</u>	<u>\$ 3,614,945.67</u>

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

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL CAPITAL UTILITY FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

REF.

Balance, December 31, 2015 and
December 31, 2014

D

\$ 5,069.20

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

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY FUND

STATEMENTS OF OPERATIONS AND CHANGE IN OPERATING FUND BALANCE -
REGULATORY BASIS

	<u>REF.</u>	<u>YEAR 2015</u>	<u>YEAR 2014</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance	D-2:D-3	\$ 57,000.00	\$ 71,000.00
Fees	D-3	403,139.60	334,488.45
Rental	D-3	16,210.00	21,390.00
Miscellaneous	D-3	103,411.69	68,852.50
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-7	18,968.95	28,285.74
Cancellation of Accounts Payables	D-14	13,265.78	
		<u>611,996.02</u>	<u>524,016.69</u>
<u>EXPENDITURES</u>			
Operating	D-4	416,300.00	391,500.00
Capital Outlay	D-4	8,000.00	16,000.00
Debt Service	D-4	28,500.00	23,500.00
Statutory Expenditures	D-4	17,000.00	17,000.00
<u>Total Expenditures</u>		<u>469,800.00</u>	<u>448,000.00</u>
Excess in Revenue		142,196.02	76,016.69
<u>Fund Balance</u>			
Balance, January 1	D	<u>188,640.56</u>	<u>183,623.87</u>
		330,836.58	259,640.56
Less:			
Fund Balance Utilized	D-3	<u>57,000.00</u>	<u>71,000.00</u>
Balance, December 31	D	<u>\$ 273,836.58</u>	<u>\$ 188,640.56</u>

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

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	<u>REF.</u>	<u>ANTICIPATED BUDGET</u>	<u>REALIZED</u>	<u>EXCESS/ (DEFICIT)</u>
Fund Balance Utilized	D-2	\$ <u>57,000.00</u>	\$ <u>57,000.00</u>	<u> </u>
Membership Fees	D-5	175,000.00	156,687.00	(18,313.00)
Day Camp Fees	D-5	<u>202,000.00</u>	<u>246,452.60</u>	<u>44,452.60</u>
Sub-Total Fees	D-2	377,000.00	403,139.60	26,139.60
Rental	D-2:D-5	15,800.00	16,210.00	410.00
Miscellaneous	D-2:D-3	<u>20,000.00</u>	<u>103,411.69</u>	<u>83,411.69</u>
		\$ <u>469,800.00</u>	\$ <u>579,761.29</u>	<u>109,961.29</u>
	<u>REF.</u>	D-4		
 <u>MISCELLANEOUS</u>				
Guest Fees			\$ 69,335.25	
Swim Lessons			19,068.00	
Interest			1,802.01	
Other			<u>13,206.43</u>	
	D-3:D-5		\$ <u>103,411.69</u>	

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

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY OPERATING FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2015

	APPROPRIATIONS		EXPENDED	
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED
Operating:				
Salaries and Wages	\$ 270,000.00	\$ 270,000.00	\$ 244,084.90	\$ 25,915.10
Other Expenses	146,300.00	146,300.00	140,188.13	6,111.87
<u>Total Operating</u>	<u>416,300.00</u>	<u>416,300.00</u>	<u>384,273.03</u>	<u>32,026.97</u>
Capital Improvements:				
Capital Improvement Fund	8,000.00	8,000.00	8,000.00	
Debt Service:				
Payment of Bond Anticipation Notes	23,000.00	23,000.00	23,000.00	
Interest on Notes	5,500.00	5,500.00	2,000.00	3,500.00
<u>Total Debt Service</u>	<u>28,500.00</u>	<u>28,500.00</u>	<u>25,000.00</u>	<u>3,500.00</u>
Statutory Expenditures:				
Contribution to:				
Social Security System	17,000.00	17,000.00	15,000.00	2,000.00
	\$ <u>469,800.00</u>	\$ <u>469,800.00</u>	\$ <u>432,273.03</u>	\$ <u>37,526.97</u>

REF.

D-3

D

Cash Disbursed	D-5	\$ 420,553.56
Accounts Payable	D-14	9,719.47
Interest on Notes	D-20	2,000.00
		\$ <u>432,273.03</u>

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

PUBLIC ASSISTANCE TRUST FUND

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2015</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2014</u>
<u>ASSETS</u>			
Cash	F-1	\$ <u>9,707.67</u>	\$ <u>9,658.59</u>
<u>TOTAL ASSETS</u>		\$ <u><u>9,707.67</u></u>	\$ <u><u>9,658.59</u></u>
<u>LIABILITIES AND RESERVE</u>			
Reserve for Expenditures		\$ <u>9,707.67</u>	\$ <u>9,658.59</u>
<u>TOTAL LIABILITIES AND RESERVES</u>		\$ <u><u>9,707.67</u></u>	\$ <u><u>9,658.59</u></u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

"G"

TOWNSHIP OF SPRINGFIELD
GENERAL FIXED ASSETS ACCOUNT GROUP
BALANCE SHEETS - REGULATORY BASIS

	BALANCE DECEMBER <u>31, 2015</u>	BALANCE DECEMBER <u>31, 2014</u>
Fixed Assets:		
Land	\$ 9,170,600.00	\$ 9,170,600.00
Buildings	13,903,800.00	13,903,800.00
Machinery and Equipment	<u>11,442,402.57</u>	<u>9,781,420.04</u>
<u>Total Fixed Assets</u>	<u>\$ 34,516,802.57</u>	<u>\$ 32,855,820.04</u>
Reserve:		
Investments in General Fixed Assets	<u>\$ 34,516,802.57</u>	<u>\$ 32,855,820.04</u>

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

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF SPRINGFIELD

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015 AND 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Springfield is an instrumentality of the State of New Jersey, established to function as a municipality. The Township Committee consists of elected officials and is responsible for the fiscal control of the Township.

Except as noted below, the financial statements of the Township of Springfield include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Springfield, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township of Springfield do not include the operations of the municipal library or the local school district, inasmuch as their activities are administered by separate boards.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes the presentation of basic financial statements into three fund types, the governmental, proprietary and fiduciary funds, as well as government-wide financial reporting that must be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

The accounting policies of the Township of Springfield 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 budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the Township of Springfield are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific government activity. As required by the Division of Local Government Services, the Township accounts for its financial transactions through the following individual funds and account groups:

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

Current Fund - resources and expenditures for governmental operations of a general nature, including federal and state grant funds

Trust Fund - receipts, custodianship and disbursements of funds in accordance with the purpose for which each reserve was created

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

Swimming Pool Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipally-owned swimming pool

Public Assistance Fund - receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes

General Fixed Assets Account Group - utilized to account for property, land, buildings and equipment that have been acquired by other governmental funds

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local governmental units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Operating grants are realized as revenue when anticipated in the Township's budget. Receivables for property taxes 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 that are due the Township, which are susceptible to accrual, are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Expenditures - are recorded on the "budgetary" basis of accounting. Generally expenditures are recorded when an amount is encumbered for goods or services through the issuances of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances, at December 31, 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 December 31st of each year and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as other credits to income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is recorded on the cash basis, whereas interest on utility indebtedness is recorded on the accrual basis.

Encumbrances/Contracts Payable - Contractual orders, at December 31, are reported as expenditures through the establishment of encumbrances payable in the operating funds and contracts payable in the capital funds. Under, GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

Foreclosed Property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its fair market value.

Sale of Municipal Assets - The proceeds from the sale of municipal assets can be held in a reserve until anticipated as revenue in a future budget. GAAP requires such proceeds to be recorded as a gain or loss on disposal in the year of sale.

Interfunds - Interfunds receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Another credit to income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve for interfund balances.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

General Fixed Assets - New Jersey Administrative Code (N.J.A.C. 5:30-5.6), Accounting for Governmental Fixed Assets, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Township as part of its basic financial statements. General fixed assets are defined as nonexpendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of \$5,000.00 or more per unit. 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.

Property and equipment acquired by the Current and General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized in their own respective funds.

The General Fixed Assets that have been acquired and that are utilized in the Current and General Capital Funds are instead accounted for in the General Fixed Asset Account Group. No depreciation has been provided on general fixed assets or reported in the financial statements.

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

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

Fixed Capital - Accounting for utility fund "fixed capital" remains unchanged under the requirements of N.J.A.C. 5:30-5.6.

Property and equipment purchased by the Swimming Pool Utility Fund Sewer Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. The fixed capital reported is taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized. The balance in the "Reserve for Amortization" and "Deferred Reserve for Amortization" accounts in the utility capital fund represent charges to operations for the cost of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Inventories of Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventory is not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

Accounting and Financial Reporting for Pensions - In June 2012, the Governmental Accounting Standards Board (GASB) approved Statement No. 68 Accounting and financial reporting for pensions administered by state and local government employers. This Statement improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency. This Statement replaces the requirement of Statement No. 27, *Accounting for Pension by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement. This statement is effective for periods beginning after June 15, 2014.

In November of 2013, GASB approved Statement 71, Pension Transition for Contributions made Subsequent to the Measurement Date-an amendment to GASB No. 68. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, Accounting and Financial Reporting for Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

Statement 68 requires a state or local government employer (or non-employer contributing entity in a special funding situation) to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Pensions (Continued)

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or nonemployer contributing entity that arise from other types of events.

At transition to Statement 68, if it is not practical for an employer or nonemployer contributing entity to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, paragraph 137 of Statement 68 required that beginning balances for deferred outflows of resources and deferred inflows of resources not be reported. Consequently, if it is not practical to determine the amounts of all deferred outflows of resources and deferred inflows of resources related to pensions, contributions made after the measurement date of the beginning net pension liability could not have been reported as deferred outflows of resources at transition. This could have resulted in a significant understatement of an employer or nonemployer contributing entity's beginning net position and expense in the initial period of implementation.

This Statement amends paragraph 137 of Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine all such amounts.

Under GAAP, municipalities are required to recognize the pension liability in Statements of Revenues, Expenses, Changes in Net Assets (balance sheets) and Notes to the Financial Statements in accordance with GASB 68. The liability required to be displayed by GASB 68 is displayed as a separate line item in the Unrestricted Net Assets area of the balance sheet.

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability as a liability on their balance sheets. However, N.J.A.C.5:30 6.1(c) (2) requires municipalities to disclose GASB 68 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 68.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the basic financial statements to be in accordance with GAAP. The Township presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Township considers petty cash, change funds, cash in banks, deposits in the New Jersey Cash Management Fund and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey and which meet the requirements for the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be approved as a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

A. Deposits (Continued)

The Township of Springfield had the following cash and cash equivalents reported at December 31, 2015:

<u>Fund Type</u>	<u>Bank Balance</u>	<u>Reconciling Items</u>		<u>Reconciled Balance</u>
		<u>Additions</u>	<u>Deletions</u>	
Current Fund	\$11,301,639.95		\$268,466.52	\$11,033,173.43
Animal Control Trust Fund	39,002.86	\$30.00	3,933.40	35,099.46
Other Trust Fund	2,377,619.99	10,775.50	149,182.63	2,239,212.86
General Capital Fund	1,512,894.19		52,761.99	1,460,132.20
Swimming Pool Utility:				
Operating Fund	231,660.56		8,055.00	223,605.56
Capital Fund	582,008.09			582,008.09
Public Assistance Fund	9,707.67			9,707.67
<u>TOTAL DECEMBER 31, 2015</u>	<u>\$16,054,533.31</u>	<u>\$10,805.50</u>	<u>\$482,399.54</u>	<u>\$15,582,939.27</u>

Custodial Credit Risk-Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Township does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2015, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank, \$250,000.00 was covered by Federal Depository Insurance and \$15,804,533.31 was covered under the provisions of NJGUDPA.

B. Investments

The purchase of investments by the Township is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 *et seq.*, and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by Local Units;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
 - e. A master repurchase agreement providing for the custody and security of collateral is executed.

The Township of Springfield had no investments outstanding at December 31, 2015.

Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1 and existing investment practices, the Township generally is not exposed to credit risk, custodial credit risk, concentration of credit risk and interest rate risk for its investments, nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: MUNICIPAL DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond Anticipation Notes, which are issued to temporarily finance capital projects, shall mature and be paid off within ten years or financed by the issuance of bonds. A summary of bond and note transactions for the year ended December 31, 2015 are detailed on Exhibits "C-9", "C-10" and "D-9".

NOTE 3: MUNICIPAL DEBT

SUMMARY OF MUNICIPAL DEBT (EXCLUDING CURRENT
OPERATING DEBT AND TYPE II SCHOOL DEBT)

	<u>YEAR 2015</u>	<u>YEAR 2014</u>	<u>YEAR 2013</u>
Issued:			
General:			
Bonds and Notes	\$23,880,851.00	\$24,330,851.00	\$22,740,000.00
Swim Pool:			
Notes	<u>650,000.00</u>	<u>443,000.00</u>	<u>225,000.00</u>
	<u>24,530,851.00</u>	<u>24,773,851.00</u>	<u>22,965,000.00</u>
Less:			
Funds Temporarily Held to pay Bonds and Notes	<u>403,849.95</u>	<u>678,572.95</u>	<u>678,572.95</u>
Net debt Issued	<u>24,127,001.05</u>	<u>24,095,278.05</u>	<u>22,286,427.05</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	2,706,094.91	1,345,817.91	2,271,418.91
Swim Pool:			
Bonds and Notes	<u>559,381.23</u>	<u>559,381.23</u>	<u>559,381.23</u>
Total Authorized but not Issued	<u>3,265,476.14</u>	<u>1,905,199.14</u>	<u>2,830,800.14</u>
Net Bonds and Notes Issued and Authorized but not issued	<u>\$27,392,477.19</u>	<u>\$26,000,477.19</u>	<u>\$25,117,227.19</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

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 1.063%.

	<u>GROSS DEBT</u>	<u>DEDUCTIONS</u>	<u>NET DEBT</u>
Local School District Debt	\$6,760,000.00	\$6,760,000.00	-0-
Swim Pool Utility Debt	1,209,381.23	1,209,381.23	-0-
General Debt	<u>26,586,945.91</u>	<u>403,849.95</u>	<u>\$26,183,095.96</u>
	<u>\$34,556,327.14</u>	<u>\$8,373,231.18</u>	<u>\$26,183,095.96</u>

NET DEBT \$26,183,095.96 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S. 40A:2-2, AS AMENDED, \$2,462,055,047.67 EQUALS 1.063%.

BORROWING POWER UNDER N.J.S. 40A:2-6 AS AMENDED

Equalized Valuation Basis- December 31, 2015	<u>\$2,462,055,047.67</u>
3-1/2% of Equalized Valuation Basis*	\$86,171,926.67
Less: Net Debt, December 31, 2015	<u>\$26,183,095.96</u>
Remaining Borrowing Power	<u>\$59,988,830.71</u>

*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Railroad Property of the Township for the last three (3) preceding years.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

CALCULATION OF "SELF-LIQUIDATING PURPOSE"
SWIMMING POOL UTILITY PER N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for Year and Anticipated Surplus		\$579,761.29
<u>Deductions:</u>		
Operations and Maintenance	\$433,300.00	
Debt Service	<u>28,500.00</u>	
Total Deductions		<u>461,800.00</u>
Excess in Revenues - Self-Liquidating		<u><u>\$117,961.29</u></u>

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST
FOR BONDED DEBT ISSUED AND OUTSTANDING AS OF DECEMBER 31, 2015

CALENDAR YEAR	GENERAL		TOTAL
	<u>PRINCIPAL</u>	<u>INTEREST</u>	
2016	\$605,000.00	\$44,775.00	\$649,775.00
2017	600,000.00	26,700.00	626,700.00
2018	<u>590,000.00</u>	<u>8,850.00</u>	<u>598,850.00</u>
	<u><u>\$1,795,000.00</u></u>	<u><u>\$80,325.00</u></u>	<u><u>\$1,875,325.00</u></u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

The General Improvement Bonds are comprised of the following issues:

<u>ISSUE</u>	<u>OUTSTANDING BALANCE DECEMBER 31, 2015</u>
\$3,645,000.00 in Refunding Bonds dated March 27, 2012, due in remaining annual installments ranging between \$590,000.00 and \$605,000.00 beginning December 1, 2016 and ending December 1, 2018 with interest of 3.00%.	<u>1,795,000.00</u>
Total	<u><u>\$1,795,000.00</u></u>

BOND ANTICIPATION NOTES

Outstanding Bond Anticipation Notes are summarized as follows:

	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>
General Capital	2.00%	8/7/2015	8/5/2016	\$8,716,000.00
General Capital	2.00%	7/24/2015	7/22/2016	8,087,600.00
General Capital	0.68%	10/1/2015	9/30/2016	<u>5,282,251.00</u>
				<u><u>\$22,085,851.00</u></u>
Swim Pool Utility Capital	2.00%	8/7/2015	8/5/2016	\$191,000.00
Swim Pool Utility Capital	0.68%	10/1/2015	9/30/2016	<u>459,000.00</u>
				<u><u>\$650,000.00</u></u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2015, the Township has authorized but not issued bonds and notes as follows:

General Capital Fund	<u>\$2,706,094.91</u>
Swimming Pool Capital Fund	<u>\$ 559,381.23</u>

NOTE 4: FUND BALANCES APPROPRIATED

Fund balance at December 31, 2015, which was appropriated and included as anticipated revenue in the annual budget for the year ending December 31, 2016, was as follows:

Current Fund	\$3,450,000.00
Swimming Pool Operating Fund	\$ 72,000.00

NOTE 5: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The Township bills and collects its own property taxes and also the taxes for the County and the Local School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Township property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Township's Current Fund.

Taxes Collected in Advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	Balance December 31, 2015	Balance December 31, 2014
Prepaid Taxes	<u>\$372,117.00</u>	<u>\$302,520.47</u>

NOTE 6: PENSION PLANS

Plan Descriptions

Substantially all eligible employees participate in the Public Employees' Retirement System (PERS), or the Police, Firemen's Retirement System (PFRS) or the Defined Contribution Retirement System (DCRP), which have been established by state statute and are administered by the New Jersey Division of Pensions and Benefits. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System, Police and Fireman's Retirement System and Consolidated Police and Firemen's Pension Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625 or are available online at www.nj.gov/treasury/pensions/annrpts.shtml.

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A, to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple employer plan. Membership is mandatory for substantially, all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund.

Police and Fireman's Retirement System (PFRS) - The Police and Fireman's Retirement System (PFRS) was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A to provide retirement, death, and disability benefits to its members. The PFRS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially, all full-time county and municipal police or firemen or officer employees with police powers appointed after June 30, 1944.

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and was expanded under the provisions of Chapter 89, P.L. 2009. The DCRP provides eligible employees and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance coverage and disability coverage.

NOTE 6: PENSION PLANS (CONTINUED)

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:36. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit. In which case, benefits would begin the first day of the month after the member attains normal retirement age.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:36. All benefits vest after ten years of service, except for disability benefits, which vest after four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

Newly elected or appointed officials that have an existing DCRP account, or are a member of another State-administered retirement system are immediately invested in the DCRP. For newly elected or appointed officials that do not qualify for immediate vesting in the DCRP, employee and employer contributions are held during the initial year of membership. Upon commencing the second year of DCRP membership, the member is fully invested. However, if a member is not eligible to continue in the DCRP for a second year of membership, the member may apply for a refund of the employee contributions from the DCRP, while the employer contributions will revert back to the employer. Employees are required to contribute 5.5% of their base salary and employers contribute 3.0%.

Funding Policy

The contribution policy is set by New Jersey State Statutes and contributions are required by active members and contributing employers. Plan members and employer contributions may be amended by State of New Jersey legislation. During 2014, PERS provides for employee contributions of 6.78% of employees' annual compensation. Employers are required to contribute at an actuarially determined rate. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement medical premiums.

The contribution policy for PFRS is set by N.J.S.A. 43: 16A and requires contributions by active members and contributing employers. Plan member and employer contributions *may* be amended by State of New Jersey legislation. Employers are required to contribute at an actuarially determined rate. The annual employer contribution includes funding for basic retirement allowances, cost-of-living adjustments and noncontributory death benefits. During 2014, members contributed at a uniform rate of 10.00% of base salary.

NOTE 6: PENSION PLANS (CONTINUED)

Certain portions of the costs are contributed by the employees. The Township's share of pension costs, which is based upon the annual billings received from the State, amounted to \$1,918,228.00 for 2015, \$1,746,088.00 for 2014 and 1,876,112.14 for 2013.

All contributions were equal to the required contributions for each of the three years, respectively.

Certain Township employees are also covered by Federal Insurance Contribution Act.

Accounting and Financial Reporting for Pensions – GASB #68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 “Accounting and Financial Reporting for Public Employees Pensions” and is effective for fiscal years beginning after June 15, 2014. This statement requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen’s Retirement System (PFRS) of the participating municipality as of December 31, 2015. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year’s budget and no liability is accrued at December 31, 2015.

Public Employees Retirement System (PERS)

At June 30, 2015, the State reported a net pension liability of \$12,977,814.00 for the Township’s proportionate share of the total net pension liability. The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. The Township's proportion of the net pension liability was based on a projection of the Township’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2015, the Township’s proportion was 0.0578127967 percent, which was an increase of 0.0023585272 percent from its proportion measured as of June 30, 2014.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

For the year ended June 30, 2015, the State recognized an actuarially determined pension expense of \$821,893.00 for the Township of Springfield's proportionate share of the total pension expense. The pension expense recognized in the Township's financial statement based on the April 1, 2015 billing was \$457,157.00.

At June 30, 2015, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Inflow of Resources</u>	<u>Deferred Outflow of Resources</u>
Differences between expected and actual experience		\$309,605.00
Changes of assumptions		1,393,714.00
Net difference between projected and actual earnings on pension plan investments	\$208,658.00	
Changes in proportion and differences between Township contributions and proportionate share of contributions	<u>488,418.00</u>	<u>374,638.00</u>
	<u>\$697,076.00</u>	<u>\$2,077,957.00</u>

Other local amounts reported by the State as the Township's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

<u>Year Ended June 30</u>	<u>Amount</u>
2016	\$240,564.00
2017	\$240,564.00
2018	\$240,564.00
2019	\$395,250.00
2020	\$263,939.00

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Additional Information

Collective balances at June 30, 2015 and 2014 are as follows:

	<u>6/30/2015</u>	<u>6/30/2014</u>
Collective deferred outflows of resources	\$5,086,138,484	\$1,032,618,058
Collective deferred inflows of resources	478,031,236	1,726,631,532
Collective net pension liability - local	22,447,996,119	18,722,735,003
Township's Proportion	0.0578127967%	0.0554542695%

Actuarial Assumptions

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which rolled forward to June 30, 2015. The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013. These actuarial valuations used the following assumptions:

	<u>June 30, 2014</u>	<u>June 30, 2015</u>
Inflation	3.01 Percent	3.04 Percent
Salary Increases (based on age)		
2012-2021	2.15-4.40 Percent	2.15-4.40 Percent
Thereafter	3.15-5.40 Percent	3.15-5.40 Percent
Investment Rate of Return	7.90 Percent	7.90 percent

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) for service retirement and beneficiaries of former members with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA. The RP-2000 Disabled Mortality Tables (setback 3 years for males and setback 1 year for females) are used to value disabled retirees.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions (Continued)

The actuarial assumptions used were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2014 and June 30, 2015 are summarized in the following table:

<u>Asset Class</u>	<u>June 30, 2015</u>		<u>June 30, 2014</u>	
	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	1.04%	6.00%	0.80%
Core Bond			1.00%	2.49%
Intermediate Term Bonds			11.20%	2.26%
Mortgages	2.10%	1.62%	2.50%	2.17%
High Yield Bonds	2.00%	4.03%	5.50%	4.82%
Inflation Indexed Bonds	1.50%	3.25%	2.50%	3.51%
Broad U.S. Equities	27.25%	8.52%	25.90%	8.22%
Developed Foreign Markets	12.00%	6.88%	12.70%	8.12%
Emerging Market Equities	6.40%	10.00%	6.50%	9.91%
Private Equity	9.25%	12.41%	8.25%	13.02%
Hedge Funds/Absolute Returns	12.00%	4.72%	12.25%	4.92%
Real Estate (Property)	2.00%	6.83%	3.20%	5.80%
Commodities	1.00%	5.32%	2.50%	5.35%
U.S. Treasuries	1.75%	1.64%		
Investment Grade Credit	10.00%	1.79%		
Global Debt ex US	3.50%	-0.40%		
REIT	4.25%	5.12%		
	<u>100.00%</u>		<u>100.00%</u>	

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 4.90% and 5.39% as of June 30, 2015 and 2014, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 4.30% and 4.29% as of June 30, 2015 and 2014, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the participating employers as of June 30, 2015 respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 -percentage point lower or 1-percentage-point higher than the current rate:

	June 30, 2015		
	1% Decrease <u>3.90%</u>	At Current Discount Rate <u>4.90%</u>	1% Increase <u>5.90%</u>
Township's proportionate share of the pension liability	\$16,129,835.00	\$12,977,814.00	\$10,335,183.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS).

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended	
<u>June 30</u>	<u>Amount</u>
2016	\$1,229,388.00
2017	\$1,229,388.00
2018	\$1,229,388.00
2019	\$1,839,850.00
2020	\$652,297.00

Additional Information

Collective balances at June 30, 2015 and 2014 are as follows:

	<u>6/30/2015</u>	<u>6/30/2014</u>
Collective deferred outflows of resources	\$3,527,123,787	\$456,706,121
Collective deferred inflows of resources	466,113,435	1,283,652,103
Collective net pension liability - local	16,656,514,197	12,579,072,492
Township's Proportion	0.1907942904%	0.1902265125%

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which rolled forward to June 30, 2015. The total pension liability for the June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013. This actuarial valuation used the following assumptions:

Inflation	3.04 Percent	3.01 Percent
Salary Increases (based on age)		
2012-2021	2.60-9.48 Percent	3.95-8.62 Percent
Thereafter	3.60-10.48 Percent	4.95-9.62 Percent
Investment Rate of Return	7.90 Percent	7.90 Percent

Mortality rates used for the July 1, 2014 valuation were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and one year using Projection Scale BB for male service retirements with adjustments for mortality improvements from the base year based on Projection Scale BB. Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service retirements and beneficiaries with adjustments for mortality improvements from the base year of 2014 based on Projection Scale BB.

Mortality rates used for the July 1, 2013 valuation were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback one year for females) with adjustments for mortality improvements from the base year of 2011 based on Projection Scale AA.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2007 to June 30, 2010.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Actuarial Assumptions (Continued)

In accordance with State statute, the long-term expected rate of return on plan investments (7.90% at June 30, 2015) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2015 are summarized in the following table:

<u>Asset Class</u>	<u>June 30, 2015</u>		<u>June 30, 2014</u>	
	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	1.04%	6.00%	0.80%
Core Bonds			1.00%	2.49%
Intermediate- Term Bonds			11.20%	2.26%
Mortgages	2.10%	1.62%	2.50%	2.17%
High Yield Bonds	2.00%	4.03%	5.50%	4.82%
Inflation-Indexed Bonds	1.50%	3.25%	2.50%	3.51%
Broad US Equities	27.25%	8.52%	25.90%	8.22%
Developed Foreign Equities	12.00%	6.88%	12.70%	8.12%
Emerging Market Equities	6.40%	10.00%	6.50%	9.91%
Private Equity	9.25%	12.41%	8.25%	13.02%
Hedge Funds Absolute Return	12.00%	4.72%	12.25%	4.92%
Real Estate (Property)	2.00%	6.83%	3.20%	5.80%
Commodities	1.00%	5.32%	2.50%	5.35%
Global Debt ex US	3.50%	-0.40%		
REIT	4.25%	5.12%		
US Treasuries	1.75%	1.64%		
Investment Grade Credit	10.00%	1.79%		
	<u>100.00%</u>		<u>100.00%</u>	

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 5.79% and 6.32% as of June 30, 2015 and 2014, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.90%, and a municipal bond rate of 3.80% and 4.29% as of June 30, 2015 and 2014, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2045. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2045, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the participating employers as of June 30, 2015 respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1 -percentage point lower or 1 -percentage-point higher than the current rate:

	June 30, 2015		
	1% Decrease <u>4.79%</u>	At Current Discount Rate <u>5.79%</u>	1% Increase <u>6.79%</u>
Township's proportionate share of the PFRS pension liability	\$41,895,705.00	\$31,779,678.00	\$23,530,962.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System (PFRS).

NOTE 7: LITIGATION

The Township Attorney's letter did not indicate any litigation, claims or contingent liabilities that are either not covered by the Township's insurance carrier or would have a material financial impact on the Township.

NOTE 8: SCHOOL TAXES

Local District School Taxes have been raised and liabilities deferred by statute, resulting in the school taxes prepaid set forth in the Current Fund liabilities as follows:

	Local District School Tax	
	Balance <u>December 31, 2015</u>	Balance <u>December 31, 2014</u>
Balance of Tax	\$18,689,089.00	\$18,337,558.00
Deferred	<u>18,814,081.50</u>	<u>18,462,544.00</u>
Tax Prepaid	<u>(\$124,992.50)</u>	<u>(\$124,986.00)</u>

NOTE 9: COMPENSATED ABSENCES

Under the terms of various contracts, employees are compensated for unused sick and vacation time. The accumulated cost of such unpaid compensation is not required to be reported in the financial statements as presented but is estimated by the Township to be \$1,556,286.89. The Township appropriates annually the amounts required to be paid in any fiscal year in that year's budget and no liability is accrued at December 31, 2015. The Township has accumulated \$172,262.09 for this purpose in the Trust Other Fund and continues to budget funds to provide for these liabilities as they arise.

NOTE 10: TAX APPEALS

There are several tax appeals filed with the State Tax Court of New Jersey requesting a reduction of assessments for 2015 and prior. Any reduction in assessed valuation will result in a refund of prior year's taxes in the year of settlement, which may be funded from tax revenues through the establishment of a reserve or by the issuance of refunding bonds per N.J.S.A. 40A:2-51.

NOTE 11: CONTINGENT LIABILITIES

The Township participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of funds for eligible purposes. These programs are subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2015, the Township does not believe that any material liabilities will result from such audits.

NOTE 12: RISK MANAGEMENT

The Township is exposed to various risks of loss relative to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

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

<u>Year</u>	<u>Township Contributions</u>	<u>Employee Contributions</u>	<u>Interest</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015	\$35,000.00	\$26,976.33	\$330.07	\$34,571.84	\$183,960.39
2014	55,000.00	-0-	244.56	29,436.53	156,225.83
2013	-0-	-0-	315.87	29,472.24	130,417.80

NOTE 13: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2015:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 682,192.16	\$ 1,823,130.97
Animal Control Fund		18,972.57
Trust Other Fund	383,485.23	37,366.98
General Capital Fund	2,150,326.49	
Swim Pool Utility Operating Fund	137,218.23	34,609.21
Swim Pool Utility Capital Fund	16,000.00	826,457.00
Net Payroll Account		458,955.26
Payroll Agency Account		169,730.12
	<u>\$ 3,369,222.11</u>	<u>\$ 3,369,222.11</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were made. Interfund balances are expected to be liquidated within one year.

NOTE 14: DEFERRED COMPENSATION PLAN

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salaries until future years. The Township does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the Township's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts.

All assets of the plan are held by an independent administrator, the Lincoln National Life Insurance Company and Metropolitan Life Insurance.

The accompanying financial statements do not include the Township's Deferred Compensation Plan activities.

NOTE 15: OTHER POST-EMPLOYMENT BENEFITS

The Township provides Post-Retirement Benefits to certain employees who have retired after twenty-five years of service, in accordance with the terms of their various labor agreements or in accordance with municipal ordinance. These benefits include health insurance, prescription and dental coverage.

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. 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. 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. Reimbursement for Medicare Part B comes from the Township. 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 <http://www.state.nj.us/treasury/pensions>.

Funding Policy Contributions to pay for the health premiums of participating employees in the SHBP are billed to the Township on a monthly basis. Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. In accordance with Chapter 62, P.L. 1994, post-retirement medical benefits have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. The Township's contributions to SHBP for the years ended December 31, 2015, 2014 and 2013 were \$1,508,750.47, \$1,366,328.91 and \$1,235,273.80 respectively, which equaled the required contributions for each year.

NOTE 16: SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after the financial statement date through June 10, 2016 which is the date the financial statements were available to be issued. Based upon this evaluation, the Township has determined that there are no subsequent events needed to be disclosed.

TOWNSHIP OF SPRINGFIELD
SUPPLEMENTARY SCHEDULES - ALL FUNDS
YEAR ENDED DECEMBER 31, 2015

TOWNSHIP OF SPRINGFIELDCURRENT FUNDSCHEDULE OF CASH-TREASURER

	<u>REF.</u>	<u>CURRENT FUND</u>	
Balance, December 31, 2014	A	\$	11,414,989.53
Increased by Receipts:			
Collector	A-5	\$	75,378,526.46
Appropriation Refunds	A-3		635,549.01
Revenue Accounts Receivable	A-11		3,603,641.29
Miscellaneous Revenue Not Anticipated	A-2		114,256.61
Interfunds Receivable	A-22		23,864,877.24
Grants Receivable	A-23		641,012.99
Grants Unappropriated	A-14		9,775.00
Reserve for:			
Insurance Damages	A-21		36,147.43
State of New Jersey-Senior Citizens and Veterans Deductions (Chapter 20,P.L.1971)	A-9		92,841.78
Petty Cash	A-8		750.00
			<u>104,377,377.81</u>
			115,792,367.34
Decreased by Disbursements:			
2015 Appropriations	A-3		27,122,725.28
Appropriation Reserves	A-13		1,353,818.70
County Taxes	A-18		13,347,164.54
County Taxes - Added	A-19		20,520.25
Local District School Tax	A-20		37,276,629.00
Accounts Payable	A-25		126,770.73
Special Improvement District Tax	A-29		223,000.00
Reserve for Insurance Damages	A-21		25,426.18
Reserve for Tax Appeals	A-30		59,527.35
Interfunds	A-22		24,748,309.57
Refund of Tax Overpayments	A-17		208,790.03
Red Light Camera Due Union County	A-31		3,043.00
Grants Appropriated	A-15		323,905.47
Petty Cash	A-8		750.00
Refund of Outside Liens	A-6		510,650.75
Refund of Prior Year Revenue	A-1		110,695.61
			<u>105,461,726.46</u>
Balance, December 31, 2015	A	\$	<u><u>10,330,640.88</u></u>

"A-5"

TOWNSHIP OF SPRINGFIELD
CURRENT FUND
SCHEDULE OF CASH-TAX COLLECTOR

	<u>REF.</u>		
Balance, December 31, 2014	A	\$	509,459.09
Received:			
Taxes Receivable	A-10	\$	74,317,601.11
Revenue Accounts Receivable	A-11		260,765.47
2016 Taxes Prepaid	A-16		372,117.00
Tax Overpayments	A-17		100,129.30
Miscellaneous Revenue Not Anticipated	A-2		8,746.29
Redemption of Outside Liens	A-6		<u>512,240.75</u>
			75,571,599.92
		\$	<u>76,081,059.01</u>
Decreased by Disbursements:			
Payments to Treasurer	A-4		<u>75,378,526.46</u>
Balance, December 31, 2015	A	\$	<u><u>702,532.55</u></u>

"A-6"

SCHEDULE OF REDEMPTION OF OUTSIDE LIENS

Increased by:			
Cash Receipts	A-5	\$	512,240.75
Decreased by:			
Cash Disbursements	A-4		<u>510,650.75</u>
Balance, December 31, 2015	A	\$	<u><u>1,590.00</u></u>

"A-7"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF CHANGE FUND

REF.

Balance, December 31, 2014 and
December 31, 2015

A

\$ 400.00

ANALYSIS OF BALANCE

Tax Collector

\$ 100.00

Municipal Court

200.00

Police/Records Room

100.00

\$ 400.00

"A-8"

SCHEDULE OF PETTY CASH

Increased by:

Cash Disbursements

A-4

\$ 750.00

Decreased by:

Cash Receipts

A-4

\$ 750.00

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF DUE FROM STATE OF NEW JERSEY
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS

	<u>REF.</u>		
Balance, December 31, 2014 (Due from)	A	\$	2,044.62
Increased by:			
Senior Citizens and Veterans Deductions Per Duplicate		\$	94,500.00
Senior Citizens and Veterans Deductions Allowed by Tax Collector			<u>1,750.00</u>
			<u>96,250.00</u>
Decreased by:			<u>98,294.62</u>
Received From State of New Jersey	A-4	\$	92,841.78
Senior Citizens and Veterans Deductions Disallowed by Tax Collector:			
Current Year			<u>3,011.64</u>
			<u>95,853.42</u>
Balance, December 31, 2015 (Due from)	A	\$	<u><u>2,441.20</u></u>

CALCULATION OF STATE SHARE OF
2015 SENIOR CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens and Veterans Deductions:			
Per Tax Duplicate		\$	94,500.00
Allowed by Collector			<u>1,750.00</u>
			<u>96,250.00</u>
Less:			
Senior Citizens Deductions Disallowed by Collector			<u>3,011.64</u>
	A-10	\$	<u><u>93,238.36</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2014	2015 LEVY	CASH COLLECTIONS		CANCELED	BALANCE DECEMBER 31, 2015
			2014	2015		
2014	\$ 465,536.09	\$	\$	\$ 465,536.09	\$	
2015		74,764,109.30	302,520.47	73,945,303.38	83,061.65	433,223.80
	\$ 465,536.09	\$ 74,764,109.30	\$ 302,520.47	\$ 74,410,839.47	\$ 83,061.65	\$ 433,223.80
REF.	A		A-2:A-16	A-2		A

	REF.		
Collector	A-5	\$	74,317,601.11
Senior Citizens Deductions	A-9		93,238.36
		\$	74,410,839.47

ANALYSIS OF 2015 PROPERTY TAX LEVY

TAX YIELD

General Purpose Tax		\$	74,440,506.94
Special Improvement District Tax			279,268.47
Added Taxes (54:4-63.1 et.seq.)			44,333.89
		\$	74,764,109.30

TAX LEVY

Local District School Tax (Abstract)	A-20	\$	37,628,163.00
Special Improvement District Tax	A-29		279,268.47
County Taxes:			
County Tax (Abstract)	A-18	\$	13,347,164.54
Due County for Added Taxes (54:4-63.1 et.seq.)	A-19		8,121.83
			13,355,286.37
Local Tax for Municipal Purposes (Abstract)	A-2	\$	22,630,668.57
Minimum Library Tax	A-2		826,264.43
Add: Additional Tax Levied			44,458.46
Local Tax for Municipal Purposes Levied			23,501,391.46
		\$	74,764,109.30

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

REF.	BALANCE DECEMBER 31, 2014	ACCRUED IN 2015	COLLECTED BY		BALANCE DECEMBER 31, 2015
			COLLECTOR	TREASURER	
Clerk:					
Licenses:					
Alcoholic Beverage	A-2 \$ 250.00	\$ 23,984.00	\$	\$ 24,234.00	
Other	A-2 7,814.00	42,165.00		36,015.00	13,964.00
Fees and Permits	A-2 2,681.75	50,389.45		50,384.20	2,687.00
Police Department:					
Fees and Permits	A-2 5,358.71	39,231.29		41,586.55	3,003.45
Fire Department:					
Fees and Permits	A-2	45,540.00		45,540.00	
Recreation:					
Fees and Permits	A-2	1,696.00		1,696.00	
Zoning:					
Fees and Permits	A-2	10,835.00		10,835.00	
Municipal Court:					
Fines and Costs	A-2 55,695.67	340,682.54		375,640.15	20,738.06
Interest and Costs on Taxes	A-2	125,530.69	125,530.69		
Interest on Investments and Deposits	A-2	35,210.94	5,899.76		29,311.18
P.I.L.O.T. - Senior Citizen Housing	A-2	129,335.02	129,335.02		
Consolidated Municipal Property Tax Relief Aid	A-2	78,435.00		78,435.00	
Energy Receipts Tax	A-2	1,674,922.00		1,674,922.00	
Construction Code Official:					
Fees and Permits	A-2	471,618.36		471,618.36	
Interlocal Agreement - Springfield BOE	A-2	100,000.00		100,000.00	
Uniform Fire Safety Fees	A-2	45,439.11		45,439.11	
Cable T.V. Franchise Fee	A-2	264,912.42		264,912.42	
General Capital Surplus	A-2	100,000.00		100,000.00	
Hotel/Motel Tax	A-2	22,056.78		22,056.78	
Cell Tower Rental	A-2	68,667.81		68,667.81	
Parking Meters	A-2	75,760.36		75,760.36	
Red Light Camera Fines	A-2	86,587.37		86,587.37	
	\$ <u>71,800.13</u>	\$ <u>3,832,999.14</u>	\$ <u>260,765.47</u>	\$ <u>3,603,641.29</u>	<u>40,392.51</u>
REF.	A		A-5	A-4	A

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR C.O.A.H.

	<u>REF.</u>	
Balance, December 31, 2014 and December 31, 2015	A	\$ <u>10,911.00</u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF 2014 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2014	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
<u>SALARIES AND WAGES</u>				
Mayor and Council	\$ 50.00	\$ 50.00	\$	50.00
Administrative and Executive	17,540.84	24,014.37	5,000.00	19,014.37
Financial Administration	45,716.69	45,716.69	7,644.67	38,072.02
Assessment of Taxes	5,342.88	5,342.88	4,789.50	553.38
Revenue Administration	16,403.07	16,403.07	3,440.00	12,963.07
Township Clerk	9,133.49	9,133.49	4,000.00	5,133.49
Engineering Services and Costs	9,131.99	9,131.99	3,000.00	6,131.99
Public Buildings and Grounds	16,021.11	16,021.11	12,580.62	3,440.49
Planning Board	1,355.09	1,355.09	600.00	755.09
Board of Adjustment	1,355.34	1,355.34	600.00	755.34
Fire	138,494.77	138,494.77	88,665.39	49,829.38
Police	323,708.66	323,708.66	277,711.68	45,996.98
Emergency Management Services	3,516.66	3,516.66	2,344.95	1,171.71
Road Repair and Maintenance	128,028.23	128,028.23	61,512.41	66,515.82
Sewer System	4,106.91	4,106.91	4,106.91	
Board of Health	2,250.97	2,250.97		2,250.97
Garbage and Trash Removal	1,390.52	1,390.52		1,390.52
Recreation Services	11,383.75	27,383.75	22,200.00	5,183.75
Maintenance of Parks	95,773.01	95,773.01	11,770.68	84,002.33
Senior Citizen Transportation	22,012.00	22,012.00	672.00	21,340.00
State Uniform Construction Code:				
Construction Official	8,208.89	8,208.89	3,952.37	4,256.52
Zoning Enforcement	1,142.74	1,142.74		1,142.74
Community Shuttle Bus Services (Jitney)	2,226.17	2,226.17	1,790.50	435.67
Municipal Court	15,242.62	15,242.62	7,049.27	8,193.35
Public Defender	2,000.00	2,000.00		2,000.00
<u>TOTAL SALARIES AND WAGES</u>	<u>881,536.40</u>	<u>904,009.93</u>	<u>523,430.95</u>	<u>380,578.98</u>
<u>OTHER EXPENSES</u>				
Mayor and Council	2,146.50	2,146.50		2,146.50
Administrative and Executive	7,589.67	22,640.49	10,995.53	11,644.96
Financial Administration	30,314.72	31,137.62	(25.66)	31,163.28
Audit	5,775.00	5,775.00		5,775.00
Assessment of Taxes	63,133.66	262,134.66	262,134.66	
Legal Services and Costs	53,502.24	63,637.80	16,826.00	46,811.80
Revenue Administration	4,552.15	10,727.11	1,964.11	8,763.00
Township Clerk	6,070.75	9,512.24	4,354.04	5,158.20
Human Resources	6,016.88	21,216.88	18,008.20	3,208.68
Engineering Services and Costs	69,122.52	85,512.63	85,512.63	
Public Building and Grounds	16,999.36	34,309.78	10,794.34	23,515.44
Planning Board	6,822.68	10,322.68	3,687.50	6,635.18
Board of Adjustment	11,949.30	12,449.30	5,320.66	7,128.64
Rent Leveling Board	600.08	600.08		600.08
Environmental Commission	1,567.20	1,567.20		1,567.20
Insurance:				
General Liability	10,937.88	43,602.88	43,602.88	
Employees Group Health	249,992.70	344,674.20	51,400.85	293,273.35
Workers Compensation Insurance	19,999.60	19,999.60		19,999.60
Data Processing	55,096.74	86,750.50	29,141.61	57,608.89

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF 2014 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2014	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
<u>OTHER EXPENSES (CONTINUED):</u>				
Fire	\$ 16,439.37	\$ 83,364.52	\$ 51,583.89	\$ 31,780.63
Police	24,757.66	101,284.12	18,048.95	83,235.17
Municipal Prosecutor	3,800.00	5,500.00	1,700.00	3,800.00
Emergency Management Services	18,347.32	61,763.10	29,882.99	31,880.11
Road Repair and Maintenance	40,307.80	97,649.72	83,271.99	14,377.73
Street Lighting	4,695.27	29,380.25	24,807.57	4,572.68
Vehicle Maintenance	34,688.28	47,991.25	12,120.05	35,871.20
Sewer System	17,353.63	21,580.17	3,810.50	17,769.67
Board of Health	4,744.66	5,629.66	863.00	4,766.66
Garbage and Trash Removal:				
Tipping Fees	27,079.60	111,129.72	58,310.78	52,818.94
Contractual	15,976.38	59,776.38	38,550.00	21,226.38
Recreation Services	12,080.81	15,315.12	2,732.88	12,582.24
Maintenance of Parks	9,709.88	12,259.51	2,484.18	9,775.33
Celebration of Public Events	7,486.84	13,726.84	11,080.00	2,646.84
Construction Official	12,533.76	15,013.22	12,850.80	2,162.42
Zoning	20,571.00	21,665.00	693.00	20,972.00
Utilities:				
Electric	24,618.68	33,918.68	8,176.69	25,741.99
Telephone	38,204.07	49,444.00	2,310.81	47,133.19
Water	5,276.48	9,300.95	3,848.71	5,452.24
Natural Gas	45,155.28	51,720.28	15,234.61	36,485.67
Gasoline	10,534.36	52,635.07	21,501.88	31,133.19
Municipal Service Act	8,802.53	44,674.37	39,769.21	4,905.16
Community Shuttle Bus Service (Jitney)	3,000.00	3,000.00		3,000.00
Contingent	1,000.00	1,000.00		1,000.00
Police and Firemen's Retirement System of NJ	678.00	678.00		678.00
Social Security System (OASI)	78,991.66	78,991.66	13,873.21	65,118.45
Consolidated Police and Fireman Pension	10,000.00	10,000.00		10,000.00
Public Employees Retirement System	1,234.00	1,234.00		1,234.00
Municipal Court	11,829.42	13,911.64	1,295.19	12,616.45
Red Light Camera	1,952.00	26,952.00	25,878.00	1,074.00
Maintenance of 911 Services	6,619.51	60,411.11	53,730.04	6,681.07
Defined Contribution Retirement Plan	2,610.00	2,610.00		2,610.00
Rahway Valley Sewer Authority	21,087.13	21,087.13		21,087.13
Maintenance of Free Public Library (P.L. 1985 CH82&541)	3.00	3.00		3.00
Springfield Board of Ed - Field Maintenance	16,760.28	16,760.28		16,760.28
Tax Appeals	40,000.00	40,000.00	40,000.00	
Snow Removal	16,000.00	16,000.00	16,000.00	
Accumulated Absences	31,400.00	31,400.00	31,400.00	
Matching Funds for Grants	23,000.00	23,000.00	23,000.00	
TOTAL OTHER EXPENSES	1,291,518.29	2,360,477.90	1,192,526.28	1,167,951.62
GRAND TOTAL	\$ 2,173,054.69	\$ 3,264,487.83	\$ 1,715,957.23	\$ 1,548,530.60

REF. A A-1

Appropriation Reserves	A-13	\$ 2,173,054.69
Encumbrances Payable	A-24	1,091,433.14
		<u>\$ 3,264,487.83</u>

Disbursed	A-4	\$ 1,353,818.70
Accounts Payable	A-25	362,138.53
		<u>\$ 1,715,957.23</u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-UNAPPROPRIATED

	BALANCE DECEMBER 31, 2014	CASH RECEIPTS	ANTICIPATED IN 2015 BUDGET	BALANCE DECEMBER 31, 2015
Recycling Grant	\$ 44,526.40 \$	\$	44,526.40 \$	
Drive Sober or Get Pulled Over	1,400.00	4,712.50		6,112.50
Investors Savings		2,000.00		2,000.00
Greening Union County		3,062.50		3,062.50
	<u>\$ 45,926.40 \$</u>	<u>9,775.00 \$</u>	<u>44,526.40 \$</u>	<u>11,175.00</u>
<u>REF.</u>	A	A-4	A-23	A

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2014	BALANCE AFTER TRANSFERS	TRANSFERRED FROM 2015 BUDGET	PAID OR CHARGED	BALANCE DECEMBER 31, 2015
Alcohol Education And Rehabilitation	\$ 1,953.78	\$ 1,953.78	\$	\$	\$ 1,953.78
Assistance to Firefighters Grant Program	24,884.14	24,884.14		1,603.46	23,280.68
Body Armor Replacement Fund	20,144.22	20,144.22	4,036.15	20,144.22	4,036.15
Union County Infrastructure Grant			65,000.00	14,674.80	50,325.20
Cable TV Local Access Grant	34,980.00	59,300.00		24,684.00	34,616.00
Clean Communities Program	13,644.54	41,105.54	31,453.78	54,947.57	17,611.75
DOT - Highway Safety Fund Grant	29,279.48	29,279.48			29,279.48
DOT - Wabeno Ave Grant	3,766.21	15,955.06			15,955.06
DOT - Stone Hill		3,585.00		3,585.00	
DOT - Safe Corridor '14	39,650.20	39,650.20		39,650.20	
Homeland Security Emergency Management Grant			5,000.00		5,000.00
Drive Sober or Get Pulled Over	400.00	400.00			400.00
Drunk Driving Enforcement Fund	3,120.00	3,120.00		3,120.00	
Hurricane Sandy National Emergency Grant	93,664.00	93,664.00			93,664.00
Greening Union County	2,754.67	3,343.09		640.84	2,702.25
DOT - Safe Corridors Act Highway Safety	41,545.56	41,545.56			41,545.56
DOT - Safe Corridors Act Highway Safety			10,961.25		10,961.25
DOT - Caldwell Place		1,421.81		655.50	766.31
DOT - Baltusrol			190,000.00	190,000.00	
Municipal Alliance on Alcoholism and Drug Abuse - Prior	32.53	32.53		32.53	
Municipal Alliance on Alcoholism and Drug Abuse - 13'	784.61	784.61		784.61	
Municipal Alliance Grant - Matching Fund - Prior	1,278.55	1,278.55		718.36	560.19
Municipal Alliance on Alcoholism and Drug Abuse - 14'	956.39	956.39		956.39	
Municipal Alliance on Alcoholism and Drug Abuse - 15'			26,255.00	14,363.67	11,891.33
Municipal Alliance Grant - Matching Fund - 15'			3,751.00		3,751.00
State Police Grant	2,437.43	2,437.43			2,437.43
NJ Clean Energy Program	5,000.00	5,000.00			5,000.00
NJ Clean Energy Program	5,603.81	5,603.81			5,603.81
Emergency Management Grant			5,000.00		5,000.00
Recycling Tonnage Grant	150,020.11	162,802.63	44,526.40	9,346.30	197,982.73
Investors Savings Grant			5,000.00	5,000.00	
Investors Savings Bus Grant			35,000.00		35,000.00
CDBG - Senior Citizens Bus Driver			7,000.00		7,000.00
CDBG - Senior Citizens Bus Driver	7,430.00	7,430.00			7,430.00
CDBG -	16,180.00	16,180.00			16,180.00
CDBG - Fire Suppression Facility Chisholm	30,000.00	30,000.00			30,000.00
Boat Grant	12,203.00	12,203.00			12,203.00

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

	BALANCE DECEMBER 31, 2014	BALANCE AFTER TRANSFERS	TRANSFERRED FROM 2015 BUDGET	PAID OR CHARGED	BALANCE DECEMBER 31, 2015
SAFER Grants 2010	\$ 144,979.47	\$ 144,979.47	\$	\$	\$ 144,979.47
Sustainable New Jersey Grant	6,219.73	8,219.73		7,219.73	1,000.00
2011 Municipal Aid - Briar Hills Circle	15,520.00	24,600.00			24,600.00
Kids Recreation Trust - County Aid	3,303.87	107,398.87	191,000.00	32,145.00	266,253.87
Kids Recreation Trust - Local Match	6,740.00	6,740.00			6,740.00
Union County Recycling Enhancement Grant	900.00	900.00		900.00	
Statewide Safety Grant			6,869.79		6,869.79
Matching Funds for Grants			16,000.00		16,000.00
FEMA Generator			100,000.00		100,000.00
	<u>\$ 719,376.30</u>	<u>\$ 916,898.90</u>	<u>\$ 746,853.37</u>	<u>\$ 425,172.18</u>	<u>\$ 1,238,580.09</u>
	REF. A		A-3		A
Reserve	A-15	\$ 719,376.30			
Transferred from Accounts Payable	A-24	<u>197,522.60</u>			
		<u>\$ 916,898.90</u>			
Cash Disbursements	A-4			\$ 323,905.47	
Encumbrances Payable	A-24			<u>101,266.71</u>	
				<u>\$ 425,172.18</u>	

"A-16"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF PREPAID TAXES

	<u>REF.</u>		
Balance, December 31, 2014	A	\$	302,520.47
Increased by:			
Collection - 2016 Taxes in 2015	A-5		<u>372,117.00</u>
			674,637.47
Decreased by:			
Applied to 2015 Taxes Receivable	A-10		<u>302,520.47</u>
Balance, December 31, 2015	A	\$	<u><u>372,117.00</u></u>

"A-17"

SCHEDULE OF TAX OVERPAYMENTS

Balance, December 31, 2014	A	\$	108,660.73
Increased by:			
Overpayments	A-5		<u>100,129.30</u>
		\$	208,790.03
Decreased by:			
Refunds	A-4	\$	<u><u>208,790.03</u></u>

"A-18"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF COUNTY TAXES PAYABLE

	<u>REF.</u>	
Increased by:		
2015 Tax Levy	A-1:A-10	\$ <u>13,347,164.54</u>
Decreased by:		
Payments	A-4	\$ <u><u>13,347,164.54</u></u>

"A-19"

SCHEDULE OF DUE COUNTY FOR ADDED TAXES

Balance, December 31, 2014	A	\$ 20,520.25
Increased by:		
County Share of 2015 Levy:		
Added Taxes (R.S. 54:4-63.1 et.seq.)	A-1:A-10	\$ <u>8,121.83</u>
		\$ <u>28,642.08</u>
Decreased by:		
Payments	A-4	<u>20,520.25</u>
Balance, December 31, 2015	A	\$ <u><u>8,121.83</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX

	<u>REF.</u>		
Balance, December 31, 2014:			
School Tax Prepaid	A	\$ (124,989.00)	
School Tax Deferred		<u>18,462,544.00</u>	
			\$ 18,337,555.00
Increased by:			
Levy School Year	A-10		<u>37,628,163.00</u>
			\$ 55,965,718.00
Decreased by:			
Payments	A-4		<u>37,276,629.00</u>
Balance, December 31, 2015:			
School Tax Prepaid	A	\$ (124,992.50)	
School Tax Deferred		<u>18,814,081.50</u>	
			\$ <u><u>18,689,089.00</u></u>
2015 Liability for Local District School Tax:			
Tax Paid			\$ 37,276,629.00
Tax Prepaid December 31, 2014			<u>(124,989.00)</u>
			37,401,618.00
Less: Tax Prepaid December 31, 2015			<u>(124,992.50)</u>
Amount Charged to 2015 Operations	A-1		\$ <u><u>37,276,625.50</u></u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR INSURANCE DAMAGES

	<u>REF.</u>	
Balance, December 31, 2014	A	\$ 77,996.15
Increased by:		
Cash Receipts	A-4	36,147.43
		<u>\$ 114,143.58</u>
Decreased by:		
Cash Disbursements	A-4	<u>25,426.18</u>
Balance, December 31, 2015	A	<u>\$ 88,717.40</u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	<u>TOTAL</u>	<u>ANIMAL CONTROL TRUST FUND</u>	<u>TRUST OTHER FUND</u>	<u>GENERAL CAPITAL FUND</u>	<u>SWIMMING POOL UTILITY OPERATING FUND</u>	<u>SWIM POOL UTILITY CAPITAL FUND</u>	<u>NET PAYROLL ACCOUNT</u>	<u>PAYROLL AGENCY ACCOUNT</u>
Balance, December 31, 2014:									
Interfunds Receivable	A	\$ 728,338.41	\$ 18,972.57			\$	\$	\$ 609,635.72	\$ 99,730.12
Interfunds Payable	A	2,978,888.67		\$ 179,838.02	\$ 2,782,595.86	16,454.79			
Cash Receipts	A-4	23,864,877.24		356,210.40	22,793,239.36		207,000.00	508,427.48	
Reserve for Interfund		226,179.12						226,179.12	
Cash Disbursements	A-4	<u>24,748,309.57</u>	<u> </u>	<u>152,638.19</u>	<u>24,152,114.48</u>	<u>50,989.00</u>	<u>191,000.00</u>	<u>131,567.90</u>	<u>70,000.00</u>
Balance, December 31, 2015:									
Interfunds Receivable	A	682,192.16	\$ 18,972.57			\$ 34,534.21	\$	\$ 458,955.26	\$ 169,730.12
Interfunds Payable	A	<u>\$ 1,823,130.97</u>	<u> </u>	<u>\$ 383,410.23</u>	<u>\$ 1,423,720.74</u>	<u> </u>	<u>16,000.00</u>	<u> </u>	<u> </u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER <u>31, 2014</u>	ANTICIPATED IN 2015 <u>BUDGET</u>	<u>RECEIVED</u>	UNAPPROPRIATED RESERVE <u>APPLIED</u>	BALANCE DECEMBER <u>31, 2015</u>
Municipal Alliance On Alcoholism & Drug Abuse \$	5,997.28	\$ 26,255.00	\$ 13,632.31	\$	\$ 18,619.97
Alcohol Education Rehabilitation Fund					
Clean Communities Program		31,453.78	31,453.78		
DOT - Highway Safety Fund Grant	29,279.48				29,279.48
DOT Grant - Wabeno Ave	54,074.66		40,005.24		14,069.42
DOT - Safe Corridor	39,650.20		39,650.20		
DOT - Baltusrol Way		190,000.00			190,000.00
DOT- Safe Corridor		10,961.25			10,961.25
Statewide Safety Grant		6,869.79	6,869.79		
FEMA - Generator		100,000.00			100,000.00
FEMA - Assistance to Firefighters Grant	4,364.00		764.17		3,599.83
FEMA - SAFER Grants	159,572.00				159,572.00
FEMA - Union County Sandy Cleanup	86,590.95				86,590.95
Greening Union County	1,937.50		1,937.50		
Boat Grant	2,155.80				2,155.80
DOT Caldwell Place	200,000.00		200,000.00		
CDBG Senior Citizens Bus Driver	7,430.00	7,000.00	10,700.00		3,730.00
CDBG Fire Suppression	30,000.00				30,000.00
CDBG	16,180.00				16,180.00
Recycling Tonnage Grant - 14		44,526.40		44,526.40	
Investors Savings Bank		5,000.00	5,000.00		
Investors Savings Bus Grant		35,000.00			35,000.00
Body Armor Replacement Fund		4,036.15			4,036.15
Sustainable New Jersey	5,000.00				5,000.00
Kids Recreation Trust		191,000.00	191,000.00		
Union County Infrastructure Grant		65,000.00			65,000.00
Homeland Security Emergency Management		5,000.00			5,000.00
Emergency Management Grant		5,000.00			5,000.00
	<u>\$ 742,231.87</u>	<u>\$ 727,102.37</u>	<u>\$ 641,012.99</u>	<u>\$ 44,526.40</u>	<u>\$ 783,794.85</u>

REF.

A

A-2

A-4

A-14

A

"A-24"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF ENCUMBRANCES PAYABLE

	<u>REF.</u>		
Balance, December 31, 2014	A		\$ 1,288,955.74
Increased by:			
Charged to 2015 Budget Appropriations	A-3	\$ 873,129.83	
Charged to Reserve for Grants Appropriated	A-15	<u>101,266.71</u>	
			<u>974,396.54</u>
			2,263,352.28
Decreased by:			
Transferred to Appropriation Reserves	A-13	\$ 1,091,433.14	
Transferred to Reserve for Grants Appropriated	A-15	<u>197,522.60</u>	
			<u>1,288,955.74</u>
Balance, December 31, 2015	A		\$ <u><u>974,396.54</u></u>

"A-25"

SCHEDULE OF ACCOUNTS PAYABLE

Balance, December 31, 2014	A		\$ 192,238.95
Increased by:			
Charged to 2014 Appropriation Reserves	A-13		<u>362,138.53</u>
			\$ <u>554,377.48</u>
Decreased by:			
Cash Disbursements	A-4	\$ 126,770.73	
Cancelled to Operations	A-1	<u>65,468.22</u>	
			<u>192,238.95</u>
Balance, December 31, 2015	A		\$ <u><u>362,138.53</u></u>

"A-26"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR HURRICANE SANDY DAMAGES

REF.

Balance, December 31, 2014 and
December 31, 2015

A

\$ 10,780.42

"A-27"

SCHEDULE OF DUE STATE OF NEW JERSEY

Balance, December 31, 2014 and
December 31, 2015

A

\$ 54,393.12

Hotel/Motel Tax

\$ 54,393.12

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

REF.

Balance, December 31, 2014 and
December 31, 2015

A

\$ 170,694.33

"A-29"

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF SPECIAL IMPROVEMENT DISTRICT TAX PAYABLE

	<u>REF.</u>	
Balance, December 31, 2014	A	\$ 14,999.73
Increased by:		
Levy	A-1:A-10	279,268.47
		<u>\$ 294,268.20</u>
Decreased by:		
Cash Disbursements	A-4	<u>223,000.00</u>
Balance, December 31, 2015	A	<u>\$ 71,268.20</u>

"A-30"

SCHEDULE OF RESERVE FOR TAX APPEALS

Balance, December 31, 2014	A	\$ 48,527.35
Increased by:		
2015 Budget Appropriation	A-3	11,000.00
		<u>\$ 59,527.35</u>
Decreased by:		
Cash Disbursements	A-4	<u>\$ 59,527.35</u>

TOWNSHIP OF SPRINGFIELD

CURRENT FUND

SCHEDULE OF RESERVE FOR RED LIGHT CAMERA DUE UNION COUNTY

	<u>REF.</u>	
Balance, December 31, 2014	A	\$ 4,233.00
Decreased by:		
Cash Disbursements	A-4	<u>3,043.00</u>
Balance, December 31, 2015	A	<u>\$ 1,190.00</u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF TRUST CASH

	<u>REF.</u>	<u>ANIMAL CONTROL</u>	<u>OTHER</u>
Balance, December 31, 2014	B	\$ 34,626.97	\$ 2,159,755.37
Increased by Receipts:			
Due State of New Jersey	B-2	\$ 1,279.20	\$
Reserve for Police Outside Overtime	B-4		758,137.99
Animal Control Fees	B-5	16,274.17	
Due Current Fund	B-6		7,840.42
Unemployment Compensation Insurance	B-8		62,306.40
Various Reserves and Deposits	B-10		702,538.56
Reserve for Special Law Enforcement	B-11		34,270.45
Reserve for Federal Law Enforcement	B-12		20,483.59
Reserve for Justice Account	B-13		58.72
Reserve for Affordable Housing Trust	B-14		112.78
Reserve for Medical Costs	B-15		269.75
Reserve for Compensated Absences	B-17		34,760.78
Reserve for Snow Removal	B-18		21,288.71
Reserve for Red Light Camera Escrow	B-19		129.05
Reserve for Flexible Spending	B-20		6,948.89
		<u>17,553.37</u>	<u>1,649,146.09</u>
		\$ <u>52,180.34</u>	\$ <u>3,808,901.46</u>
Decreased by Disbursements:			
Reserve for Animal Control Expenditures	B-5	15,730.68	
Due State of New Jersey	B-2	1,350.20	
Reserve for Police Outside Overtime	B-4		563,987.17
Due Current Fund	B-6		211,412.63
Unemployment Compensation Insurance	B-8		34,571.84
Various Reserves and Deposits	B-10		562,983.40
Reserve for Special Law Enforcement	B-11		34,071.75
Reserve for Federal Law Enforcement	B-12		63,224.12
Reserve for Affordable Housing Trust	B-14		3,236.25
Reserve for Red Light Camera Escrow	B-19		86,587.37
Reserve for Flexible Spending	B-20		9,614.07
		<u>17,080.88</u>	<u>1,569,688.60</u>
Balance, December 31, 2015	B	\$ <u><u>35,099.46</u></u>	\$ <u><u>2,239,212.86</u></u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF DUE STATE OF NEW JERSEY

	<u>REF.</u>		
Balance, December 31, 2014	B	\$	73.20
Increased by:			
Cash Receipts	B-2		1,279.20
		\$	<u>1,352.40</u>
Decreased by:			
Cash Disbursements	B-2		<u>1,350.20</u>
Balance, December 31, 2015	B	\$	<u><u>2.20</u></u>

"B-4"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR POLICE OUTSIDE OVERTIME

	<u>REF.</u>		
Balance, December 31, 2014	B	\$	304,288.13
Increased by:			
Cash Receipts	B-2		758,137.99
		\$	<u>1,062,426.12</u>
Decreased by:			
Cash Disbursements	B-2		<u>563,987.17</u>
Balance, December 31, 2015	B	\$	<u><u>498,438.95</u></u>

"B-5"

SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

Balance, December 31, 2014	B	\$	15,581.20
Increased by:			
Dog License Fees		\$	7,604.80
Budget Appropriation			8,000.00
Other Fees			<u>669.37</u>
	B-2		<u>16,274.17</u>
		\$	<u>31,855.37</u>
Decreased by:			
Cash Disbursements	B-2		<u>15,730.68</u>
Balance, December 31, 2015	B	\$	<u><u>16,124.69</u></u>

LICENSE FEES COLLECTED

<u>YEAR</u>		<u>AMOUNT</u>
2014	\$	9,751.60
2013		<u>9,688.80</u>
	\$	<u><u>19,440.40</u></u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	<u>ANIMAL CONTROL</u>	<u>TRUST OTHER FUND</u>
Balance, December 31, 2014 (Due to)	B	\$ 18,972.57	\$
Balance, December 31, 2014 (Due from)	B		179,838.02
Receipts	B-2		7,840.42
Disbursements	B-2		211,412.63
Balance, December 31, 2015 (Due to)	B	\$ <u>18,972.57</u>	
Balance, December 31, 2015 (Due from)	B		\$ <u>383,410.23</u>

"B-7"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF DUE SWIMMING POOL OPERATING FUND

	<u>REF.</u>	
Balance December 31, 2014 and December 31, 2015 (Due From)	B	\$ <u>75.00</u>

"B-8"

UNEMPLOYMENT COMPENSATION INSURANCE

Balance, December 31, 2014	B	\$ 156,225.83
Increased by:		
Cash Receipts	B-2	<u>62,306.40</u>
		\$ 218,532.23
Decreased by:		
Unemployment Claims Incurred	B-2	<u>34,571.84</u>
Balance, December 31, 2015	B	\$ <u>183,960.39</u>

"B-9"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT FUND

<u>PROGRAM</u>	<u>PROGRAM NUMBER</u>	BALANCE DECEMBER <u>31, 2014</u>	BALANCE DECEMBER <u>31, 2015</u>
Reserve Fund		\$ <u>1.00</u>	\$ <u>1.00</u>
		\$ <u>1.00</u>	\$ <u>1.00</u>
	<u>REF.</u>	B	B

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF VARIOUS RESERVES AND DEPOSITS

	BALANCE DECEMBER 31, 2014	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE DECEMBER 31, 2015
Trust Other	\$ 663,091.29	\$ 693,314.38	\$ 534,478.61	\$ 821,927.06
Special Escrow	205,630.24	9,224.18	28,504.79	186,349.63
	<u>\$ 868,721.53</u>	<u>\$ 702,538.56</u>	<u>\$ 562,983.40</u>	<u>\$ 1,008,276.69</u>
<u>REF.</u>	B	B-2	B-2	B

Analysis of Trust Other Balances:

Escrow Deposits	187,843.56
Environmental Health Act	18,414.33
Municipal Court-POAA - Parking	2,959.07
Public Defender	45,691.20
State of NJ-Construction Code - DCA Fees	11,406.00
Uniform Construction Elevator Inspections	12,743.69
Uniform Fire Safety Fire Penalty	36,238.09
Victims of Violence	1,364.00
Tax Sale Premiums	402,300.00
Recreation Trust	68,020.72
Miscellaneous Trust	34,946.40
	<u>821,927.06</u>

A detailed analysis of the various escrow deposits is on file in the Office of the Township Treasurer.

"B-11"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR SPECIAL LAW ENFORCEMENT TRUST

	<u>REF.</u>		
Balance, December 31, 2014	B	\$	78,295.38
Increased by:			
Cash Receipts	B-2		<u>34,270.45</u>
		\$	112,565.83
Decreased by:			
Cash Disbursements	B-2		<u>34,071.75</u>
Balance, December 31, 2015	B	\$	<u><u>78,494.08</u></u>

"B-12"

SCHEDULE OF RESERVE FOR FEDERAL LAW ENFORCEMENT TRUST

Balance, December 31, 2014	B	\$	381,798.28
Increased by:			
Cash Receipts	B-2		<u>20,483.59</u>
		\$	402,281.87
Decreased by:			
Cash Disbursements	B-2		<u>63,224.12</u>
Balance, December 31, 2015	B	\$	<u><u>339,057.75</u></u>

"B-13"

SCHEDULE OF RESERVE FOR JUSTICE ACCOUNT TRUST

Balance, December 31, 2014	B	\$	23,137.39
Increased by:			
Cash Receipts	B-2		<u>58.72</u>
Balance, December 31, 2015	B	\$	<u><u>23,196.11</u></u>

"B-14"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR AFFORDABLE HOUSING TRUST

	<u>REF.</u>		
Balance, December 31, 2014	B	\$	44,843.60
Increased by:			
Cash Receipts	B-2		112.78
		\$	<u>44,956.38</u>
Decreased by:			
Reserve for Expenditures	B-2		<u>3,236.25</u>
Balance, December 31, 2015	B	\$	<u><u>41,720.13</u></u>

"B-15"

SCHEDULE OF RESERVE FOR MEDICAL COSTS

Balance, December 31, 2014	B	\$	100,689.92
Increased by:			
Cash Receipts	B-2		<u>269.75</u>
Balance, December 31, 2015	B	\$	<u><u>100,959.67</u></u>

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF DUE GENERAL CAPITAL FUND

	<u>REF.</u>	
Balance, December 31, 2014 and December 31, 2015 (Due to)	B	\$ <u>37,366.98</u>

"B-17"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF RESERVE FOR COMPENSATED ABSENCES

	<u>REF.</u>	
Balance, December 31, 2014	B	\$ 137,501.31
Increased by:		
Cash Receipts	B-2	<u>34,760.78</u>
Balance, December 31, 2015	B	<u>\$ 172,262.09</u>

"B-18"

SCHEDULE OF RESERVE FOR SNOW REMOVAL

Balance, December 31, 2014	B	\$ 109,460.02
Increased by:		
Cash Receipts	B-2	<u>21,288.71</u>
Balance, December 31, 2015	B	<u>\$ 130,748.73</u>

"B-19"

TOWNSHIP OF SPRINGFIELD

TRUST FUND

SCHEDULE OF REDLIGHT CAMERA ESCROW

	<u>REF.</u>		
Balance, December 31, 2014	B	\$	86,458.32
Increased by :			
Cash Receipts	B-2		<u>129.05</u>
			86,587.37
Decreased By :			
Cash Disbursements	B-2	\$	<u><u>86,587.37</u></u>

"B-20"

SCHEDULE OF RESERVE FOR FLEXIBLE SPENDING

Balance, December 31, 2014	B	\$	5,717.98
Increased by :			
Cash Receipts	B-2		<u>6,948.89</u>
		\$	12,666.87
Decreased By :			
Cash Disbursements	B-2		<u>9,614.07</u>
Balance, December 31, 2015	B	\$	<u><u>3,052.80</u></u>

TOWNSHIP OF SPRINGFIELD
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL CAPITAL CASH

	<u>REF.</u>		
Balance, December 31, 2014	C	\$	1,130,182.21
Increased by Receipts:			
Premium on Sale of Bond Anticipation Notes	C-1	\$	244,388.36
Due Current Fund	C-4		51,775,279.40
Capital Improvement Fund	C-7		200,000.00
Bond Anticipation Notes	C-10		22,085,851.00
Deferred Charges Unfunded	C-6		<u>20,000.00</u>
			<u>74,325,518.76</u>
			75,455,700.97
Decreased by Disbursements:			
Capital Surplus to Current Fund	C-1	\$	100,000.00
Due Current Fund	C-4		50,416,404.28
Bond Anticipation Notes	C-10		20,215,851.00
Contracts Payable	C-12		<u>3,263,313.49</u>
			<u>73,995,568.77</u>
Balance, December 31, 2015	C	\$	<u><u>1,460,132.20</u></u>

"C-3"

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS

BALANCE
DECEMBER
31, 2015

Fund Balance	\$	339,891.29
Capital Improvement Fund		170,879.25
Improvement Authorizations Funded as Set Forth on "C-8"		126,305.46
Cash on Hand to Pay Notes "C-6"		403,849.95
Unfunded Improvements Expended - Listed on "C-6"		(515,478.01)
Unexpended Proceeds of Bond Anticipation Notes - Listed on "C-6"		1,894,646.47
Due Current Fund		(1,423,720.74)
Due Swimming Pool Utility Capital Fund		(689,238.77)
Due Trust Other Fund		(37,366.98)
Reserve for Preliminary Study for Downtown Redevelopment		9,377.75
Contracts Payable		<u>1,180,986.53</u>
	\$	<u><u>1,460,132.20</u></u>

C

"C-4"

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	
Balance, December 31, 2014 (Due from)	C	\$ 2,782,595.86
Increased by:		
Cash Disbursements	C-2	<u>50,416,404.28</u>
		\$ <u>53,199,000.14</u>
Decreased by:		
Cash Receipts	C-2	<u>51,775,279.40</u>
Balance, December 31, 2015 (Due from)	C	\$ <u><u>1,423,720.74</u></u>

"C-5"

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-FUNDED

Balance, December 31, 2014	C	\$ 2,970,000.00
Decreased by:		
2015 Budget Appropriations to Pay Municipal Bonds	C-9	<u>1,175,000.00</u>
Balance, December 31, 2015	C	\$ <u><u>1,795,000.00</u></u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2014	2015 AUTHORIZATIONS	NOTES PAID BY BUDGET APPROPRIATION	GRANT PROCEEDS	BALANCE DECEMBER 31, 2015	ANALYSIS OF BALANCE, DECEMBER 31, 2015		
							BOND ANTICIPATION NOTE	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
03-14;03-20	Various Capital Improvements and Acquisitions	\$ 102,249.06		\$	\$	\$ 102,249.06		\$ 95,470.34	\$ 6,778.72
04-08	Various Capital Improvements and Acquisitions	606,985.80		263,000.00		343,985.80	241,954.00	61,346.97	40,684.83
05-19	Various Capital Improvements and Acquisitions	547,143.41		35,000.00		512,143.41	512,143.41		
06-19	Various Public Improvements	899,633.05		44,000.00		855,633.05	683,388.00	122,461.45	49,783.60
07-16	Various Public Improvements	2,985,618.78		136,000.00		2,849,618.78	2,849,618.78		
08-19	Various Public Improvements	1,322,102.86		75,000.00		1,247,102.86	1,247,102.86		
09-05	Communication and Signal Equipment	337,308.00		13,000.00		324,308.00	320,000.00	3,708.00	600.00
10-15	Various Public Improvements and Acquisition of Various Equipment	2,373,936.00		115,000.00		2,258,936.00	2,056,836.00	132,880.90	69,219.10
11-23	Various Public Improvements	2,039,400.00		98,000.00		1,941,400.00	1,801,708.00		139,692.00
11-26	Refunding and Refinancing of Certain General Obligation Bonds	355,000.00				355,000.00		75,040.35	279,959.65
12-04	Jonathon Dayton High School Athletic Field Improvements	3,207,399.00		107,000.00		3,100,399.00	2,993,000.00		107,399.00
12-16	Various Public Improvements	1,665,500.00		62,000.00		1,603,500.00	1,338,000.00		265,500.00
13-08	Various Public Improvements	2,342,000.00		112,000.00		2,230,000.00	2,228,000.00		2,000.00
13-10	Preliminary Project Expense-Redevelopment	228,570.00				228,570.00		24,570.00	204,000.00
14-03	Various Public Improvements	3,015,250.00		85,000.00	20,000.00	2,910,250.00	2,910,250.00		
15-11	Various Public Improvements		3,525,000.00			3,525,000.00	2,500,000.00		1,025,000.00
		<u>\$ 22,028,095.96</u>	<u>\$ 3,525,000.00</u>	<u>\$ 1,145,000.00</u>	<u>\$ 20,000.00</u>	<u>\$ 24,388,095.96</u>	<u>\$ 21,682,001.05</u>	<u>\$ 515,478.01</u>	<u>\$ 2,190,616.90</u>
	REF.	C	C-8	C-10	C-2	C		C-3	
Bond Anticipation Notes	C-10						\$ 22,085,851.00		
Cash on Hand to Pay Notes	C-3						403,849.95		
							<u>\$ 21,682,001.05</u>		
Improvement Authorizations Unfunded	C-8								\$ 4,085,263.37
Unexpended Proceeds of Bond Anticipation Notes	C-3								<u>1,894,646.47</u>
									<u>\$ 2,190,616.90</u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>		
Balance, December 31, 2014	C	\$	190,879.25
Increased by:			
2015 Budget Appropriations	C-2	\$	<u>200,000.00</u>
			390,879.25
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-8		<u>220,000.00</u>
Balance, December 31, 2015	C	\$	<u><u>170,879.25</u></u>

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE		BALANCE 12/31/2014		2015 AUTHORIZATIONS	DECREASED	CONTRACTS PAYABLE CANCELLED	BALANCE 12/31/2015	
		DATE	AMOUNT	FUNDED	UNFUNDED				FUNDED	UNFUNDED
01-11	Various Capital Improvements	04/24/01	\$ 249,800.00	\$ 1,096.84	\$	\$	\$	\$	\$ 1,096.84	\$
01-13	Various Capital Improvements	04/24/01	1,005,150.00	8,057.32					8,057.32	
01-28	Construction of New Firehouse	12/11/01	4,260,000.00	4,691.99				1,015.00	5,706.99	
02-17	Various Capital Improvements	06/25/02	1,262,500.00	5,701.33					5,701.33	
03-11	Various Public Improvements and Acquisitions	05/27/03	117,000.00	7,000.00					7,000.00	
03-14,03-20	Various Public Improvements and Acquisitions	05/27/03	1,213,000.00		6,778.72					6,778.72
04-08	Various Public Improvements and Acquisitions	06/22/04	1,171,200.00		32,669.01			7,995.62		40,684.83
05-08	Renovations and Equipment for Capital Projects	07/26/06	151,200.00	22,242.62					22,242.62	
05-19	Various Capital Improvements and Acquisitions	08/23/06	1,048,150.00		97,152.10		17,101.34			80,050.76
06-16	Renovations and Purchase of Equipment	07/11/07	76,900.00	18,296.96			2,700.00		15,596.96	
06-19	Various Public Improvements	07/25/07	1,312,000.00		28,598.94			21,184.66		49,783.60
07-09	Renovation and Purchase of Equipment	06/26/07	86,500.00	36.33					36.33	
07-10	Renovation and Purchase of Equipment	06/26/07	77,000.00	5,014.62				727.00	5,741.62	
07-16	Various Public Improvements	10/09/07	3,986,200.00		65,872.16			47,365.91		113,238.07
08-19	Various Public Improvements	07/22/08	2,073,000.00		260,104.48		8,951.14			251,153.34
08-22	Purchase of Equipment	07/22/08	106,275.00	40,128.82			11,846.57		28,282.25	
09-05	Communication and Signal Equipment	02/10/09	400,000.00					600.00		600.00
10-15	Various Public Improvements and Acquisition of Various Equipment	08/13/10	2,718,000.00		137,739.75		68,520.65			69,219.10
11-23	Various Public Improvements	09/23/11	2,253,000.00		174,429.38		31,082.54			143,346.84
11-26	Refunding and Refinancing of Certain General Obligation Bonds	12/20/11	4,000,000.00		279,959.65					279,959.65
12-04	Jonathon Dayton High School Athletic Field Improvements	02/28/12	3,400,000.00		96,038.72			18,655.65		114,694.37
12-16	Various Public Improvements	05/08/12	1,753,000.00		288,083.81			72,002.32		360,086.13
12-32	Capital Projects	11/13/12	9,300.00	9,056.00					9,056.00	
13-08	Various Public Improvements	05/28/13	2,460,000.00		543,055.48		97,538.11			445,517.37
13-10	Preliminary Project Expense-Redevelopment	05/28/13	240,000.00		215,000.00		11,000.00			204,000.00
13-16	Pool Improvements	09/24/13	60,000.00	12,237.00					12,237.00	
14-03	Various Public Improvements	05/13/14	3,175,250.00		983,461.70		421,332.72			562,128.98
15-09	Multi-Passenger Transportation Equipment	04/28/15	75,000.00			75,000.00	69,450.00		5,550.00	
15-11	Various Public Improvements	05/12/15	3,715,000.00			3,715,000.00	2,350,978.39			1,364,021.61
				<u>\$ 133,560.03</u>	<u>\$ 3,208,963.90</u>	<u>\$ 3,790,000.00</u>	<u>\$ 3,090,501.46</u>	<u>\$ 169,546.36</u>	<u>\$ 126,305.46</u>	<u>\$ 4,085,263.37</u>
		<u>REF.</u>		C	C		C-12	C-12	C-C-3	C-C-6
Capital Improvement Fund		C-7				\$ 220,000.00				
Deferred Charges to Future Taxation-Unfunded		C-6				3,525,000.00				
Capital Surplus		C-1				45,000.00				
						<u>\$ 3,790,000.00</u>				

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS

<u>PURPOSE</u>	<u>DATE OF ISSUE</u>	<u>ORIGINAL ISSUE</u>	<u>MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2015</u>		<u>INTEREST RATE</u>	<u>BALANCE</u>	<u>DECREASED</u>	<u>BALANCE</u>
			<u>DATE</u>	<u>AMOUNT</u>		<u>DECEMBER 31, 2014</u>		<u>DECEMBER 31, 2015</u>
Refunding Bonds	02/23/10	\$ 4,020,000.00				\$ 560,000.00	\$ 560,000.00	\$
Refunding Bonds	3/27/12	3,645,000.00	12/01/16	605,000.00	3.000%			
			12/01/17	600,000.00	3.000%			
			12/01/18	590,000.00	3.000%	<u>2,410,000.00</u>	<u>615,000.00</u>	<u>1,795,000.00</u>
						<u>\$ 2,970,000.00</u>	<u>\$ 1,175,000.00</u>	<u>\$ 1,795,000.00</u>
					<u>REF.</u>	C	C-5	C

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES

ORDINANCE	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2014	INCREASED	DECREASED	BALANCE DECEMBER 31, 2015
General Improvements:									
04-08	Various Capital Improvements and Acquisitions	08/15/05	07/24/15	07/22/16	2.00%	\$	\$ 241,954.00	\$	\$ 241,954.00
04-08	Various Capital Improvements and Acquisitions	08/15/05	07/24/14	07/24/15	0.75%	565,923.00		565,923.00	
05-19	Various Capital Improvements and Acquisitions	08/18/06	07/24/15	07/22/16	2.00%		536,497.55		536,497.55
05-19	Various Capital Improvements and Acquisitions	08/18/06	07/24/14	07/24/15	0.75%	620,528.55		620,528.55	
06-19	Various Public Improvements	08/17/07	07/24/15	07/22/16	2.00%		683,388.00		683,388.00
06-19	Various Public Improvements	08/17/07	07/24/14	07/24/15	0.75%	777,388.00		777,388.00	
07-16	Various Public Improvements	08/15/08	07/24/15	07/22/16	2.00%		2,891,287.45		2,891,287.45
07-16	Various Public Improvements	08/15/08	07/24/14	07/24/15	0.75%	3,170,287.45		3,170,287.45	
08-19	Various Public Improvements	08/14/09	07/24/15	07/22/16	2.00%		1,564,930.00		1,564,930.00
08-19	Various Public Improvements	08/14/09	07/24/14	07/24/15	0.75%	1,729,930.00		1,729,930.00	
09-05	Communication and Signal Equipment	08/14/09	07/24/15	07/22/16	2.00%		320,000.00		320,000.00
09-05	Communication and Signal Equipment	08/14/09	07/24/14	07/24/15	0.75%	350,000.00		350,000.00	
10-15	Various Public Improvements and Acquisition of Various Equipment	08/13/10	07/24/15	07/22/16	2.00%		849,544.00		849,544.00
10-15	Various Public Improvements and Acquisition of Various Equipment	08/13/10	07/24/14	07/24/15	1.00%	1,230,292.00		1,230,292.00	
14-03	Various Public Improvements	07/24/15	07/24/15	07/22/16	2.00%		999,999.00		999,999.00
10-15	Various Public Improvements and Acquisition of Various Equipment	08/13/10	08/07/15	08/05/16	2.00%		1,207,292.00		1,207,292.00
10-15	Various Public Improvements and Acquisition of Various Equipment	08/13/10	08/10/14	08/09/15	0.75%	1,061,544.00		1,061,544.00	
11-23	Various Public Improvements	08/10/12	08/07/15	08/05/16	2.00%		1,801,708.00		1,801,708.00
11-23	Various Public Improvements	08/10/12	08/10/14	08/09/15	1.00%	1,999,708.00		1,999,708.00	
12-04	Jonathon Dayton High School Athletic Field Improvements	08/10/12	08/07/15	08/05/16	2.00%		2,993,000.00		2,993,000.00
12-04	Jonathon Dayton High School Athletic Field Improvements	08/10/12	08/10/14	08/09/15	1.00%	3,100,000.00		3,100,000.00	
12-16	Various Public Improvements	08/10/12	08/07/15	08/05/16	2.00%		1,338,000.00		1,338,000.00
12-16	Various Public Improvements	08/10/12	07/24/14	07/24/15	1.00%	1,400,000.00		1,400,000.00	
13-08	Various Public Improvements	08/10/13	08/07/15	08/05/16	2.00%		1,376,000.00		1,376,000.00
13-08	Various Public Improvements	08/10/13	07/24/14	07/24/15	1.00%	1,445,000.00		1,445,000.00	
13-08	Various Public Improvements	08/10/13	10/01/15	09/30/16	6.80%		852,000.00		852,000.00
13-08	Various Public Improvements	08/10/13	10/02/14	10/02/15	1.25%	895,000.00		895,000.00	
14-03	Various Public Improvements	10/02/14	10/01/15	09/30/16	6.80%		1,930,251.00		1,930,251.00
14-03	Various Public Improvements	10/02/14	10/02/14	10/02/15	1.25%	3,015,250.00		3,015,250.00	
15-11	Various Public Improvements	05/12/15	05/12/15	09/30/16	0.68%		2,500,000.00		2,500,000.00
						\$ 21,360,851.00	\$ 22,085,851.00	\$ 21,360,851.00	\$ 22,085,851.00

REF. C C-2 C

Funded By Budget C-6 \$ 1,145,000.00
 Cash Disbursements C-2 20,215,851.00
\$ 21,360,851.00

"C-11"

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF DUE SWIMMING POOL CAPITAL FUND

REF.

Balance, December 31, 2014 and December 31, 2015 (Due from)	C		\$ <u>689,238.77</u>
--	---	--	----------------------

"C-12"

SCHEDULE OF CONTRACTS PAYABLE

Balance, December 31, 2014	C		\$ 1,523,344.92
Increased by:			
Improvement Authorization	C-8		<u>3,090,501.46</u>
			\$ 4,613,846.38
Decreased by:			
Cash Disbursements	C-2	\$ 3,263,313.49	
Cancelled	C-8	<u>169,546.36</u>	
			<u>3,432,859.85</u>
Balance, December 31, 2015	C		\$ <u>1,180,986.53</u>

"C-13"

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR PLANNING STUDY FOR DOWNTOWN REDEVELOPMENT

REF.

Balance, December 31, 2014 and
December 31, 2015

C

\$ 9,377.75

"C-14"

SCHEDULE OF DUE TRUST OTHER FUND

Balance, December 31, 2014 and
December 31, 2015 (Due from)

C

\$ 37,366.98

TOWNSHIP OF SPRINGFIELD

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u> <u>NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2015</u>
03-14/03-20	Various Capital Improvements and Acquisitions	\$ 102,249.06
04-08	Various Capital Improvements and Acquisitions	102,031.80
06-19	Various Public Improvements	172,245.05
09-05	Various Public Improvements	4,308.00
10-15	Various Public Improvements and Acquisition of Various Equipment	202,100.00
11-23	Various Public Improvements	139,692.00
11-26	Refunding Bond Ordinance	355,000.00
12-04	Field Improvement	107,399.00
12-16	Various Public Improvements	265,500.00
13-08	Various Public Improvements	2,000.00
13-10	Preliminary Project Expense-Redevelopment	228,570.00
15-11	Various Public Improvements	<u>1,025,000.00</u>
		\$ <u><u>2,706,094.91</u></u>

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY FUND

SCHEDULE OF SWIMMING POOL UTILITY CASH

	<u>REF.</u>	<u>OPERATING FUND</u>	
Balance, December 31, 2014	D	\$	51,859.41
Increased by Receipts:			
Membership Fees	D-3	\$	156,687.00
Rental	D-3		16,210.00
Fees Day Camp	D-3		246,452.60
Miscellaneous	D-3		103,411.69
Due Current Fund	D-17		50,989.00
Due Payroll	D-13		55.28
Due Swim Pool Capital Fund	Contra		30,874.49
			<u>604,680.06</u>
		\$	<u>656,539.47</u>
Decreased by Disbursements:			
2015 Appropriations	D-4	\$	420,553.56
Appropriation Reserves	D-7		10,855.35
Accrued Interest on Notes	D-20		1,525.00
			<u>432,933.91</u>
Balance, December 31, 2015	D	\$	<u><u>223,605.56</u></u>
 <u>CAPITAL FUND</u>			
Balance, December 31, 2014	D	\$	489,688.95
Increased by Receipts:			
Bond Anticipation Note	D-9	\$	650,000.00
Capital Improvement Fund	D-12		8,000.00
Due Current Fund	D-22		634,000.00
			<u>1,292,000.00</u>
		\$	<u>1,781,688.95</u>
Decreased by Disbursements:			
Bond Anticipation Note	D-9	\$	420,000.00
Due Current Fund	D-22		650,000.00
Due Swim Pool Operating Fund	Contra		30,874.49
Contracts Payable	D-18		98,806.37
			<u>1,199,680.86</u>
Balance, December 31, 2015	D	\$	<u><u>582,008.09</u></u>

TOWNSHIP OF SPRINGFIELD
SWIM POOL UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE		BALANCE	2015	BALANCE
		DATE	AMOUNT	DECEMBER 31, 2014	AUTHORIZATIONS	DECEMBER 31, 2015
00-17	Improvements to Swimming Pool	08/08/00	\$ 51,500.00	\$ 47,125.60	\$	\$ 47,125.60
03-26	Improvements of the Municipal Pool	10/14/03	120,000.00	120,000.00		120,000.00
05-18	Various Improvements of the Municipal Pool	08/23/06	107,000.00	106,881.23		106,881.23
07-14	Various Improvements of the Municipal Pool	08/14/07	112,500.00	112,500.00		112,500.00
10-40	Various Improvements of the Municipal Pool	12/14/10	240,000.00	240,000.00		240,000.00
13-09	Pool Filtration System	08/09/14	205,000.00	205,000.00		205,000.00
14-01	Various Improvements of the Municipal Pool	03/11/14	250,000.00	250,000.00		250,000.00
15-04	Various Improvements of the Municipal Pool	03/10/15	242,000.00		242,000.00	242,000.00
				\$ 1,081,506.83	\$ 242,000.00	\$ 1,323,506.83
<u>REF.</u>				D	D-8	D

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF 2014 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2014	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
<u>Operating:</u>				
Salaries and Wages	\$ 9,000.00	\$ 9,000.00	\$	\$ 9,000.00
Other Expenses	9,574.48	20,824.30	10,855.35	9,968.95
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 18,574.48	\$ 29,824.30	\$ 10,855.35	\$ 18,968.95
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<u>REF.</u>	D		D-5	D-2
Appropriation Reserves	D	\$ 18,574.48		
Transferred from Accounts Payable	D-14	<hr/> 11,249.82		
		\$ <hr/> <hr/> 29,824.30		

TOWNSHIP OF SPRINGFIELD
 SWIMMING POOL UTILITY CAPITAL FUND
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE	AMOUNT	BALANCE DECEMBER 31, 2014		IMPROVEMENT AUTHORIZATIONS	CONTRACTS PAYABLE	CONTRACTS PAYABLE CANCELED	BALANCE DECEMBER 31, 2015		
				FUNDED	UNFUNDED				FUNDED	UNFUNDED	
00-17	Improvements to Swimming Pool	08/08/00	\$ 51,500.00	\$ 2,530.84	\$	\$	\$	\$	\$ 2,530.84	\$	
03-26	Improvements of the Municipal Pool	10/14/03	120,000.00		455.29					455.29	
07-14	Various Improvements of the Municipal Pool	08/14/08	112,500.00		607.52					607.52	
10-40	Various Improvements of the Municipal Pool	12/14/10	240,000.00		257.31			7,580.00		7,837.31	
13-09	Pool Filtration System	08/09/14	205,000.00		23,559.00		8,714.00	14,675.64		29,520.64	
14-01	Various Improvements of the Municipal Pool	03/11/15	250,000.00		20,535.99		149.49			20,386.50	
15-04	Various Improvements of the Municipal Pool	03/10/15	242,000.00			242,000.00	110,246.57			131,753.43	
				\$ 2,530.84	\$ 45,415.11	\$ 242,000.00	\$ 119,110.06	\$ 22,255.64	\$ 2,530.84	\$ 190,560.69	
				REF.	D	D	D-6	D-18	D-18	D	D
	Capital Improvement Fund		D-12			12,000.00					
	Deferred Charges to Future Taxation - Unfunded					230,000.00					
						242,000.00					

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

<u>ORDINANCE</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE OF ISSUE OF ORIGINAL NOTE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2014</u>	<u>INCREASED</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2015</u>
10-40	Various Improvements to the Municipal Pool	08/12/12	08/12/14	08/07/15	1.00%	\$ 205,000.00	\$	\$ 205,000.00	\$
10-40	Various Improvements to the Municipal Pool	08/12/12	08/12/15	08/07/16	1.00%		191,000.00		191,000.00
14-01	Various Improvements to the Municipal Pool	10/02/14	10/02/14	10/02/15	1.25%	238,000.00		238,000.00	
14-01	Various Improvements to the Municipal Pool	10/02/14	08/12/15	10/02/16	0.68%		229,000.00		229,000.00
15-04	Various Improvements to the Municipal Pool	03/10/15	03/10/15	09/30/16	0.68%		230,000.00		230,000.00
						<u>\$ 443,000.00</u>	<u>\$ 650,000.00</u>	<u>\$ 443,000.00</u>	<u>\$ 650,000.00</u>
					<u>REF.</u>	D	D-5	D-5	D
Cash Disbursements					D-5			\$ 420,000.00	
Paid by Budget								<u>23,000.00</u>	
								<u>\$ 443,000.00</u>	

"D-10"

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION

	<u>REF.</u>		
December 31, 2014	D		\$ 938,804.42
Increased by:			
Capital Improvement Fund	D-12	\$ 12,000.00	
Payment of Bond Anticipation Notes		<u>23,000.00</u>	
			<u>35,000.00</u>
December 31, 2015	D		\$ <u>973,804.42</u>

"D-11"

SCHEDULE OF DOWN PAYMENT ON IMPROVEMENTS

Balance, December 31, 2014 and December 31, 2015	D		\$ <u>49.28</u>
---	---	--	-----------------

"D-12"

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>		
Balance, December 31, 2014	D	\$	55,243.89
Increased by:			
2015 Budget Appropriation	D-5		<u>8,000.00</u>
		\$	63,243.89
Decreased by:			
Improvement Authorizations	D-8:D-10		<u>12,000.00</u>
Balance, December 31, 2015	D	\$	<u><u>51,243.89</u></u>

"D-13"

SWIMMING POOL UTILITY OPERATING FUND

SCHEDULE OF DUE PAYROLL ACCOUNT

Balance, December 31, 2014	D	\$	55.28
Decreased by:			
Cash Receipts	D-5	\$	<u>55.28</u>

"D-14"

SCHEDULE OF ACCOUNTS PAYABLE

Balance, December 31, 2014	D	\$	24,515.60
Increased by:			
2015 Budget Charges	D-4		<u>9,719.47</u>
		\$	34,235.07
Decreased by:			
Cancel Accounts Payables	D-2	\$	13,265.78
Transferred to Appropriation Reserve	D-7		<u>11,249.82</u>
			<u>24,515.60</u>
Balance, December 31, 2015	D	\$	<u><u>9,719.47</u></u>

"D-15"

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF DUE GENERAL CAPITAL FUND

REF.

Balance, December 31, 2014 and
December 31, 2015

D

\$ 689,238.77

"D-16"

SCHEDULE OF RESERVE FOR AMORTIZATION

Balance, December 31, 2014 and
December 31, 2015

D

\$ 947,608.87

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>		
Balance, December 31, 2014 Due From	D	\$	16,454.79
Decreased by:			
Cash Receipts	D-5		<u>50,989.00</u>
Balance, December 31, 2015 (Due To)	D	\$	<u><u>34,534.21</u></u>

"D-18"

TOWNSHIP OF SPRINGFIELD
SWIMMING POOL UTILITY CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2014	D	\$	83,430.37
Increased by:			
Improvement Authorizations-Net	D-8		96,854.42
		\$	<u>180,284.79</u>
Decreased by:			
Cash Disbursements	D-5		<u>98,806.37</u>
Balance, December 31, 2015	D	\$	<u><u>81,478.42</u></u>

"D-19"

ANALYSIS OF FIXED CAPITAL

Balance, December 31, 2014 and December 31, 2015	D	\$	<u><u>1,807,287.69</u></u>
---	---	----	----------------------------

"D-20"

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL OPERATING UTILITY FUND

SCHEDULE OF ACCRUED INTEREST ON NOTES

	<u>REF.</u>		
Balance, December 31, 2014	D	\$	4,656.56
Increased by:			
2015 Budget Appropriation	D-4		<u>2,000.00</u>
		\$	6,656.56
Decreased by:			
Cash Disbursements	D-5		<u>1,525.00</u>
Balance, December 31, 2015	D	\$	<u><u>5,131.56</u></u>

"D-21"

SCHEDULE OF DUE TRUST FUND

Balance, December 31, 2014			
December 31, 2015:	D	\$	<u><u>75.00</u></u>

TOWNSHIP OF SPRINGFIELD
SWIMMING UTILITY CAPITAL FUND
SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	<u>SWIMMING POOL</u> <u>OPERATING</u>
Increased by:		
Disbursements	D-5	\$ 650,000.00
Decreased by:		
Cash Receipts	D-5	<u>634,000.00</u>
Balance, December 31, 2015	D	<u>\$ 16,000.00</u>

TOWNSHIP OF SPRINGFIELD

SWIMMING POOL UTILITY CAPITAL FUND

SCHEDULE OF BONDS AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u>	<u>DESCRIPTION</u>	<u>BALANCE</u> <u>DECEMBER 31,</u> <u>2015</u>
03-26	Improvements of the Municipal Pool	\$ 120,000.00
05-18	Various Improvements of the Municipal Pool	106,881.23
07-14	Various Improvements of the Municipal Pool	112,500.00
10-40	Various Improvements of the Municipal Pool	15,000.00
13-09	Pool Filtration System	205,000.00
		<hr/>
		\$ 559,381.23
		<hr/> <hr/>

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH-TREASURER

	<u>REF.</u>		<u>P.A.T.F. I</u>	<u>FUND TOTAL</u>
Balance, December 31, 2014	F	\$	9,683.09 \$	9,683.09
Increased by:				
Interest			<u>24.58</u>	<u>24.58</u>
Balance, December 31, 2015	F	\$	<u>9,707.67 \$</u>	<u>9,707.67</u>

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH AND
RECONCILIATION PER N.J.S.A. 40A:5-5

	<u>REF.</u>		
Balance, December 31, 2015		\$	9,707.67
Increased by:			
Interest			<u>8.16</u>
Balance, April 30, 2016	F-1	\$	<u><u>9,715.83</u></u>

RECONCILIATION - APRIL 30, 2016

P.A.T.F. I
ACCOUNT
TOTAL

Balance on Deposit per Statement of: Investors Bank: A/C #239901752		\$	<u>9,715.83</u>
Balance, April 30, 2016		\$	<u><u>9,715.83</u></u>

TOWNSHIP OF SPRINGFIELD

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF PUBLIC ASSISTANCE CASH AND
RECONCILIATION FOR THE YEAR ENDED DECEMBER 31, 2015

Balance, December 31, 2014	\$	9,683.09
Increased by:		
Cash Receipts		<u>24.58</u>
Balance, December 31, 2015	\$	<u><u>9,707.67</u></u>

RECONCILIATION - DECEMBER 31, 2015

P.A.T.F. I
ACCOUNT
TOTAL

Balance, December 31, 2015		
Investors Bank:		
A/C #239901752	\$	<u>9,707.67</u>
Balance, December 31, 2015	\$	<u><u>9,707.67</u></u>

THIS PAGE INTENTIONALLY LEFT BLANK

TOWNSHIP OF SPRINGFIELD

PART II

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

SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE

NOTES TO THE SCHEDULES OF
EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE



SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail info@scnco.com

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

The Honorable Mayor and Members
of the Township Committee
Township of Springfield
County of Union
Springfield, New Jersey 07081

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the Township of Springfield, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements, and have issued our report thereon dated June 10, 2016. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Springfield prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

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

SUPLEE, CLOONEY & COMPANY

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. We noted other matters in the internal control which are discussed in Part III, General Comments and Recommendations section of the audit report.

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*. We noted other matters of noncompliance which are discussed in Part III, General Comments and Recommendations section of the audit report.

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.


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 419

June 10, 2016

SCHEDULE 1

TOWNSHIP OF SPRINGFIELD

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2015

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	GRANTORS NUMBER	GRANT AWARD AMOUNT	GRANT PERIOD		RECEIVED 2015	EXPENDITURES 2015	CUMULATIVE EXPENDITURES DECEMBER 31, 2015
				FROM	TO			
<u>U.S. Department of Housing and Urban Development</u>								
<u>Pass Through from County of Union</u>								
Community Development Block Grant	14.218	14-287	\$ 8,430.00	9/1/14	8/31/15	\$ 8,430.00	\$	\$
Community Development Block Grant	14.218	14-174	20,000.00	9/1/14	8/31/15	20,000.00	20,000.00	20,000.00
Community Development Block Grant	14.218	14-069	30,000.00	9/1/14	8/31/15			
Community Development Block Grant	14.218	12-069	70,000.00	9/1/13	8/31/14			70,000.00
Community Development Block Grant	14.218	15-287	7,000.00	9/1/13	8/31/14	2,270.00		7,430.00
						<u>30,700.00</u>	<u>20,000.00</u>	<u>97,430.00</u>
<u>U.S. Department of Labor</u>								
<u>Pass Through from County of Union</u>								
Hurricane Sandy Disaster Relief Appropriations Act Supplemental - National Emergency Grants (NEGs)	17.284		140,319.00	10/29/13	4/29/13			46,655.00
Assistance to Firefighters Grant	97.044	EMW-2010-FO-06961	102,148.00	3/26/11	3/25/13	764.17	1,603.46	78,867.32
FY2010 Staff for Adequate Fire and Emergency Response Grant (SAFER)	97.044	EMW-2010-FF-00207	168,800.00	7/10/11	7/9/15			23,820.53
						<u>764.17</u>	<u>1,603.46</u>	<u>102,687.85</u>
<u>Department of Transportation</u>								
<u>Pass Through State of New Jersey</u>								
Briar Hills Circle	20.205	480-078-6320-AK3-6010	190,000.00		Continuous			174,480.00
Wabeno Avenue	20.205	480-078-6320-ALC-6010	205,000.00		Continuous	40,005.24		189,044.94
Caldwell Place	20.205		200,000.00		Continuous	200,000.00		199,233.69
Stone Hill	20.205		100,000.00		Continuous	100,000.00		100,000.00
Baiustrol Way	20.205		190,000.00		Continuous		190,000.00	190,000.00
Safe Corridors Grant	20.205		39,650.20		Continuous	39,650.20	39,650.20	39,650.20
Safe Corridors Grant	20.205	99-078-6100-100-051	52,173.91		Continuous			10,628.35
Safe Corridors Grant	20.205		10,961.25		Continuous			
Drive Sober or Get Pulled Over	20.616	66-1160-100-157	8,800.00		Continuous			8,400.00
Drive Sober or Get Pulled Over-Unappropriated	20.616	66-1160-100-157	6,112.50		Continuous	4,712.50		
						<u>384,367.94</u>	<u>229,650.20</u>	<u>911,437.18</u>
						\$ <u>415,832.11</u>	\$ <u>251,253.66</u>	\$ <u>1,745,680.43</u>

TOWNSHIP OF SPRINGFIELD

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2015

STATE GRANTOR/PROGRAM TITLE	STATE ACCOUNT NUMBER	GRANT PERIOD		GRANT AWARD AMOUNT	RECEIVED 2015	EXPENDITURES 2015	CUMULATIVE EXPENDITURES DECEMBER 31, 2015
		FROM	TO				
<u>Pass Through from County of Union</u>							
Drug and Alcohol Abuse Program - Prior	12-ALL-111	1/1/12	12/31/12	\$ 18,471.36		\$ 32.53	\$ 18,471.36
Drug and Alcohol Abuse Program - CY13	13-ALL-111	1/1/13	12/31/13	20,794.00	2,380.31	784.61	20,794.00
Drug and Alcohol Abuse Program - CY14	14-ALL-111	1/1/14	12/31/14	11,252.00	11,252.00	956.39	11,252.00
Drug and Alcohol Abuse Program - CY15	15-ALL-111	7/1/15	6/30/15	15,003.00		14,363.67	14,363.67
					<u>13,632.31</u>	<u>16,137.20</u>	<u>64,881.03</u>
<u>Department of Environmental Protection</u>							
Clean Communities Program - CY14	4900-765-178900-60	1/01/14	12/31/14	25,875.42		9,808.74	25,875.42
Clean Communities Program - CY15	4900-765-178900-60	1/01/15	12/31/15	31,453.78	31,453.78	13,842.03	13,842.03
Sustainable New Jersey Grant		1/01/14	12/31/14	10,000.00		5,219.73	9,000.00
Recycling Tonnage - Prior Years	4900-752-042-4900		Continuous	266,461.79			113,005.46
Recycling Tonnage	4900-752-042-4900		Continuous	44,526.40			
					<u>31,453.78</u>	<u>28,870.50</u>	<u>161,722.91</u>
<u>Department of Law and Public Safety</u>							
Driving While Intoxicated	1110-101-030000-129040		Continuous	9,991.50		3,120.00	9,991.50
Body Armor Replacement Fund - Prior	1020-718-066-6120		Continuous	26,448.43		15,932.56	26,448.43
Body Armor Replacement Fund - CY14	1020-718-066-6120		Continuous	4,211.46		4,211.46	4,211.46
Body Armor Replacement Fund - CY15	1020-718-066-6120		Continuous	4,036.15			
						<u>23,264.02</u>	<u>40,651.39</u>
<u>Department of Community Affairs</u>							
Alcohol Education and Rehabilitation Fund	9735-760-098-6020		Continuous	3,461.56			1,507.78
							<u>1,507.78</u>
					<u>\$ 45,086.09</u>	<u>\$ 68,271.72</u>	<u>268,763.11</u>

TOWNSHIP OF SPRINGFIELD

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2015

NOTE 1. GENERAL

The accompanying schedules of expenditures of financial assistance present the activity of all federal and state financial assistance programs of the Township of Springfield, County of Union, New Jersey. All federal and state financial assistance received directly from federal or state agencies, as well as federal and state financial assistance passed through other government agencies is included on the Schedule of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of financial assistance are presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting, other than generally accepted accounting principles. The basis of accounting, with exceptions, is described in Note 1 to the Township's financial statements - regulatory basis.

NOTE 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedules agree with amounts reported in the Township's regulatory basis financial statements. These amounts are reported in either the Current Fund or Capital Fund.

Revenues

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
Current Fund	\$ 395,832.11	\$ 45,086.09	\$ 204,807.29	\$ 645,725.49
General Capital Fund	<u>20,000.00</u>	<u> </u>	<u> </u>	<u>20,000.00</u>
	<u>\$ 415,832.11</u>	<u>\$ 45,086.09</u>	<u>\$ 204,807.29</u>	<u>\$ 665,725.49</u>

Expenditures

	<u>Federal</u>	<u>State</u>	<u>Other</u>	<u>Total</u>
Current Fund	\$ 231,253.66	\$ 68,271.72	\$ 24,380.09	\$ 323,905.47
General Capital Fund	<u>20,000.00</u>	<u> </u>	<u> </u>	<u>20,000.00</u>
	<u>\$ 251,253.66</u>	<u>\$ 68,271.72</u>	<u>\$ 24,380.09</u>	<u>\$ 343,905.47</u>

NOTE 5. OTHER

Matching contributions expended by the Township in accordance with terms of the various grants are not reported in the accompanying schedules.

THIS PAGE INTENTIONALLY LEFT BLANK

PART III

TOWNSHIP OF SPRINGFIELD

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2015

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - CURRENT FUND

	<u>YEAR 2015</u>		<u>YEAR 2014</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 3,000,000.00	3.56%	\$ 2,800,000.00	3.38%
Miscellaneous-From Other Than Local				
Property Tax Levies	6,600,836.22	7.83%	6,707,924.26	8.10%
Collection of Delinquent Taxes and Tax				
Title Liens	465,536.09	0.55%	538,657.19	0.65%
Collection of Current Tax Levy	<u>74,247,823.85</u>	<u>88.06%</u>	<u>72,720,340.61</u>	<u>87.86%</u>
<u>Total Income</u>	<u>84,314,196.16</u>	<u>100.00%</u>	<u>82,766,922.06</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Municipal Purposes	30,383,551.94	37.32%	29,929,435.75	37.58%
County Taxes	13,355,286.37	16.41%	13,260,710.44	16.65%
Special Improvement District Taxes	279,268.47	0.34%	278,809.84	0.35%
Local and Regional School Taxes	37,276,625.50	45.79%	35,798,736.50	44.95%
Other Expenditures	<u>110,699.11</u>	<u>0.14%</u>	<u>371,395.96</u>	<u>0.47%</u>
<u>Total Expenditures</u>	<u>81,405,431.39</u>	<u>100.00%</u>	<u>79,639,088.49</u>	<u>100.00%</u>
Excess in Revenue	2,908,764.77		3,127,833.57	
Fund Balance, January 1	<u>4,446,447.81</u>		<u>4,118,614.24</u>	
	7,355,212.58		7,246,447.81	
Less: Utilization as Anticipated Revenue	<u>3,000,000.00</u>		<u>2,800,000.00</u>	
<u>Fund Balance, December 31</u>	<u>\$ 4,355,212.58</u>		<u>\$ 4,446,447.81</u>	

COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGE IN FUND BALANCE - SWIMMING
POOL UTILITY OPERATING FUND

	YEAR 2015		YEAR 2014	
	AMOUNT	%	AMOUNT	%
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 57,000.00	9.31%	\$ 71,000.00	13.55%
Membership Fees	403,139.60	65.87%	334,488.45	63.83%
Miscellaneous From Other Than Membership Fees	<u>151,856.42</u>	<u>24.81%</u>	<u>118,528.24</u>	<u>22.62%</u>
<u>Total Income</u>	<u>611,996.02</u>	<u>100.00%</u>	<u>524,016.69</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	416,300.00	88.61%	391,500.00	87.39%
Deferred Charges and Statutory Expenditures	28,500.00	6.06%	23,500.00	5.25%
Capital Improvements	8,000.00	1.70%	16,000.00	3.57%
Debt Service	<u>17,000.00</u>	<u>3.62%</u>	<u>17,000.00</u>	<u>3.79%</u>
<u>Total Expenditures</u>	<u>469,800.00</u>	<u>99.99%</u>	<u>448,000.00</u>	<u>100.00%</u>
Excess in Revenue	142,196.02		76,016.69	
Fund Balance, January 1	<u>188,640.56</u>		<u>183,623.87</u>	
	330,836.58		259,640.56	
Less:				
Fund Balance Utilized	57,000.00		71,000.00	
Payment to Current Fund as Anticipated Revenue	<u> </u>		<u> </u>	
Fund Balance, December 31	\$ <u>273,836.58</u>		\$ <u>188,640.56</u>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Tax Rate</u>	<u>\$6.692</u>	<u>\$6.566</u>	<u>\$6.371</u>
Apportionment of Tax Rate:			
Municipal	2.035	1.978	1.942
Municipal Library	0.075	0.075	0.081
County	1.166	1.157	1.182
County Open Space	0.033	0.034	0.036
Local School	3.383	3.322	3.130

ASSESSED VALUATIONS:

2015	<u>\$1,112,380,558.00</u>	
2014		<u>\$1,111,606,018.00</u>
2013		<u>\$1,107,981,757.00</u>

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

<u>YEAR</u>	<u>TAX LEVY</u>	<u>CURRENTLY</u>	
		<u>CASH COLLECTION</u>	<u>PERCENTAGE OF COLLECTIONS</u>
2015	\$74,764,109.30	\$74,247,823.85	99.30%
2014	73,380,892.33	72,720,340.61	99.09%
2013	71,072,354.69	70,226,763.79	98.81%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens, in relation to the tax levies of the last three years.

<u>YEAR</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
2015	-0-	\$433,223.80	\$433,223.80	0.58%
2014	-0-	465,536.09	465,536.09	0.63%
2013	-0-	538,714.79	538,714.79	0.76%

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR</u>	<u>BALANCE DECEMBER 31,</u>	<u>UTILIZED IN BUDGET OF SUCCEEDING YEAR</u>
Current Fund	2015	\$4,355,212.58	\$3,450,000.00
	2014	4,446,447.81	3,000,000.00
	2013	4,118,614.24	2,800,000.00
	2012	4,283,673.55	2,995,404.00
	2011	4,896,057.96	2,893,406.00
Swimming Pool Utility Fund	2015	\$273,836.58	\$72,000.00
	2014	188,640.56	57,000.00
	2013	183,623.87	71,000.00
	2012	231,893.15	38,700.00
	2011	307,939.10	88,700.00

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT</u>	<u>NAME OF CORPORATE SURETY</u>
David Barnett	Mayor	*	
Ziad Andrew Shehady	Committeeman	*	
Richard Huber	Committeeman	*	
Margaret Bandrowski	Committeewoman	*	
Jerome Fernandez	Committeeman	*	
Anthony Cancro	Township Administrator to July 2015	*	
Edward Fanning	Township Administrator from July 2015		
Linda Donnelly	Township Clerk	*	
Mary Jo Walsh	Tax Collector/Tax Search Officer	\$200,000.00	Selective Insurance
Michael Quick	Treasurer/Chief Financial Officer	\$1,000,000.00	Selective Insurance
Jonathan Rosenbluth	Magistrate	\$15,000.00	Selective Insurance
Mary Jo Banchansky	Court Administrator	\$15,000.00	Selective Insurance
Rebecca McCarthy Copeland	Deputy Court Administrator	\$15,000.00	Selective Insurance
Carol Bonosky	Deputy Assistant Court Clerk	\$15,000.00	Selective Insurance
Howard Egenburg	Prosecutor	*	
Neil Dworkin	Township Attorney	*	
Arthur Elias	Engineer	*	
Kenneth Homlish	Superintendent of Public Works	*	
Adam Lieb	Recreation Director	*	
Jerome Eger	Construction Code Official	*	
Edward Galante	Tax Assessor	*	
John Cook	Police Chief	*	
Carlo Palumbo	Fire Chief	*	

*Public employees, including those covered by an individual bond, are cover by a blanket performance bond of the Statewide Insurance Fund in force covering each employee for \$1,000,000.00.

All of the bonds were examined and were properly executed.

COMMENTS AND RECOMMENDATIONS

GENERAL COMMENTS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4)

Every contract or agreement for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds, not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in or the amount calculated by the Governor pursuant to Section 3 of P.L. 1971 c.198 (C.40A:11-3), except by contract or agreement.

Effective July 1, 2015 the bid threshold in accordance with N.J.S.A. 40A:11-4 is \$17,500.00. The threshold can be increased to a maximum of \$40,000.00 if the entity employs a Qualified Purchasing Agent (QPA). The Township entered into an Interlocal Agreement with the Township of Maplewood to utilize their QPA and to increase the Township of Springfield's bid threshold to \$40,000.00

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$40,000.00 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Township Attorney's opinion should be sought before a commitment is made.

The minutes indicate that bids were requested by public advertising for the following items:

- Road Improvements
- Traffic Signal Repairs
- Renovations
- Technology

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

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$40,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR (N.J.S.A. 40A:11-4)
(CONTINUED)

The minutes indicate that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" as required by N.J.S.A. 40:11-14:

Bond Counsel
Appraisal Services
Auditor
Engineering Services
Labor Counsel
Legal Services
Insurance Broker/Consultant
Architect

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

The statute provides the method for authorizing interest and the maximum rate to be charged for the non-payment of taxes or assessments on or before the date when they would become delinquent.

The governing body on January 1, 2015 adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

“NOW, THEREFORE, BE IT RESOLVED, by the Township Committee of the Township of Springfield that the rate of interest to be charged for the non-payment of taxes or assessments when payments become delinquent shall be eight (8%) for amounts up to an including \$1,500.00 and eighteen (18%) per cent for amounts of \$1,501.00 and over per annum;

BE IT FURTHER RESOLVED, by the Township Committee of the Township of Springfield that in addition to the interest stated in the foregoing paragraph, a penalty shall be charged for taxpayers with a delinquency in excess of \$10,000.00 at the end of the calendar year six (6%) per cent of the amount of the delinquency for the year;

BE IT FURTHER RESOLVED, that the grace period of ten (10) calendar days will be allowed within which an installment of taxes or assessments may be received without additional charge of interest as provided by Chapter 105, Laws of 1965.”

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

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices as follows:

TYPE

Payments of 2016 Taxes	25
Payments of 2015 Taxes	25
Delinquent Taxes	25

TAX TITLE LIENS

The last tax sale was held on April 2, 2015 and was complete.

The Township has no Tax Title liens over the last five years.

OTHER COMMENTS

Interfund Balances

Transactions invariably occur in one fund which requires a corresponding entry to be made in another fund, thus creating interfund balances. Reference to the various balance sheets show the interfund balances remaining at year end. As a general rule all interfund balances should be closed out as of the end of the year. It is the Township's policy to review and liquidate all interfund balances on a periodic basis.

Treasurer

The analysis of the Payroll Agency Bank Account balance on deposit was not maintained on a timely basis. In addition, there are several balances that are unidentified at December 31, 2015.

Several adjustments needed to be made to the Current Fund General Ledger to properly reflect account balances.

The analysis of Police Outside Overtime was not reconciled to the cash on deposit.

RECOMMENDATIONS

*That unidentified balances in the Payroll Agency Account be analyzed and remitted to the proper agency.

*That the Current Fund General Ledger be maintained on a timely basis.

That the detailed analysis of Police Outside Overtime be reconciled to the balance on deposit on a monthly basis.

*Unresolved Prior Year Recommendations

