

BOROUGH OF MOUNT EPHRAIM
County of Camden

Report of Audit of Financial Statements

For the Year Ended December 31, 2015

BOROUGH OF MOUNT EPHRAIM
COUNTY OF CAMDEN

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BOROUGH OF MOUNT EPHRAIM

PART I

Report of Audit of Financial Statements

For the Year Ended December 31, 2015

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Commission
Borough of Mount Ephraim
County of Camden
Mount Ephraim, New Jersey

Report on the Financial Statements

I have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Mount Ephraim, in the County of Camden, State of New Jersey, as of December 31, 2015 and 2014, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed assets group of accounts for the year ended December 31, 2015 and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In my 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 Borough of Mount Ephraim, in the County of Camden, State of New Jersey, as of December 31, 2015 and 2014, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

In my opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Mount Ephraim, in the County of Camden, State of New Jersey, as of December 31, 2015 and 2014, and the results of its operations and changes in fund balance – regulatory basis of such funds for the years then ended, and the revenues - regulatory basis, expenditures - regulatory basis of the various funds, and general fixed assets, for the year ended December 31, 2015 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Information

My audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough’s basic financial statements. The supplemental financial statements presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated May 27, 2016 on my consideration of the Borough of Mount Ephraim's, in the County of Camden, State of New Jersey, internal control over financial reporting and my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Mount Ephraim's internal control over financial reporting.

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
May 27, 2016

INVERSO & STEWART, LLC

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Mount Ephraim
County of Camden
Mount Ephraim, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America: the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey of the Borough of Mount Ephraim, in the County of Camden, State of New Jersey, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued my report thereon dated May 27, 2016. That report indicated that the Borough of Mount Ephraim's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Borough of Mount Ephraim's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, I do not express an opinion on the effectiveness of the Borough of Mount Ephraim'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My 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 my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Mount Ephraim's financial statements are free from material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards or audit requirements as prescribed by the Division of Local Governments Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

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

Respectfully submitted,

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

Marlton, New Jersey
May 27, 2016

BOROUGH OF MOUNT EPHRAIM
Current Fund

Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2015 and 2014

	<u>REFERENCE</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>			
Regular Fund:			
Cash - Treasurer	A-4	\$ 1,597,028.62	\$ 813,056.67
Cash - Change Fund - Collector	A-5	<u>150.00</u>	<u>150.00</u>
Total		<u>1,597,178.62</u>	<u>813,206.67</u>
Due State of New Jersey -			
Veterans and Senior Citizens Deductions	A-6	<u>-</u>	<u>1,140.98</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-7	237,532.32	272,757.61
Tax Title Liens Receivable	A-8	80,825.65	78,335.18
Property Acquired for Taxes - Assessed Valuation	A-9	9,400.00	9,400.00
Sewer Rents Receivable	A-10	17,113.98	14,188.72
Revenue Accounts Receivable	A-11	13,579.93	14,358.61
Due from Federal and State Grant Fund	A	52,437.03	52,437.03
Due from Trust - Other Fund	B	21,535.33	30,156.61
Due from General Capital Fund	C	<u>11,914.96</u>	<u>15,507.92</u>
Total		<u>444,339.20</u>	<u>487,141.68</u>
Deferred Charges:			
Special Emergency Authorization (40A:4-53)	A-12	<u>68,000.00</u>	<u>85,000.00</u>
Total Regular Fund		<u>2,109,517.82</u>	<u>1,386,489.33</u>
Federal and State Grant Fund:			
Cash - Treasurer	A-4	978,214.32	972,511.91
Federal and State Grants Receivable	A-23	162,904.93	164,708.13
Due from Current Fund	A	<u>26,659.72</u>	<u>26,659.72</u>
Total Federal and State Grant Fund		<u>1,167,778.97</u>	<u>1,163,879.76</u>
Total Assets		<u><u>\$ 3,277,296.79</u></u>	<u><u>\$ 2,550,369.09</u></u>

BOROUGH OF MOUNT EPHRAIM
Current Fund
Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2015 and 2014

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>REFERENCE</u>	<u>2015</u>	<u>2014</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3	\$ 315,298.85	\$ 158,775.56
Encumbrances Payable	A-3,A-22	23,199.27	65,326.23
Tax Overpayments	A-14	2,358.57	19,863.69
Prepaid Taxes	A-15	62,048.46	39,074.40
Local School Taxes Payable	A-16	51,148.40	0.50
Due County for Added and Omitted Taxes	A-17	1,845.76	29,612.83
Sewer Rent Overpayments	A-18	1,319.57	1,073.34
Due to Federal and State Grant Fund	A	26,659.72	26,659.72
Due to Other Trust Fund	B	57,145.50	57,190.53
Due to General Capital Fund	C	368,556.75	
Due State of New Jersey - Marriage License Fees	A-19	175.00	150.00
Due State of New Jersey - UCC Fees	A-20	1,283.00	1,327.00
Other Liability			
Reserve for Revaluation	A-21	4,824.61	11,859.34
Reserve for Codification of Ordinances	A-22	14,501.87	14,501.87
 Total Liabilities		 930,365.33	 425,415.01
 Reserve for Receivables and Other Assets	 A	 444,339.20	 487,141.68
Fund Balance	A-1	734,813.29	473,932.64
 Total Regular Fund		 2,109,517.82	 1,386,489.33
Federal and State Grant Fund:			
Encumbrances Payable		2,469.20	6,809.39
Due to Current Fund	A	52,437.03	52,437.03
Due to General Capital Fund	C	1,023,182.81	1,009,940.80
Unappropriated Reserves	A-24	235.73	11,106.29
Appropriated Reserves	A-25	89,454.20	83,586.25
 Total Federal and State Grant Fund		 1,167,778.97	 1,163,879.76
 Total Liabilities, Reserves and Fund Balance		 <u>\$ 3,277,296.79</u>	 <u>\$ 2,550,369.09</u>

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

BOROUGH OF MOUNT EPHRAIM
Current Fund

Statement of Operations and Changes in Fund Balance - Regulatory Basis
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 235,000.00	\$ 235,000.00
Miscellaneous Revenue Anticipated	1,243,251.09	1,437,064.66
Receipts from Delinquent Taxes	273,036.80	215,505.69
Receipts from Current Taxes	11,597,650.72	11,647,191.84
Nonbudget Revenues	153,631.83	81,261.02
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	115,758.44	26,893.56
Cancellation of Other Liability		2,250.00
	<hr/>	<hr/>
Total Revenue and Other Income Realized	13,618,328.88	13,645,166.77
Expenditures:		
Operations Within "CAPS":		
Salaries and Wages	1,966,830.00	1,968,880.00
Other Expenses	1,910,370.00	1,874,578.00
Deferred Charges and Statutory Expenditures Within "CAPS"	396,000.00	354,828.84
Operations Excluded from "CAPS":		
Salaries and Wages	35,000.00	
Other Expenses	110,883.30	301,419.50
Capital Improvements Excluded from "CAPS"	10,000.00	20,000.00
Municipal Debt Service Excluded from "CAPS"	321,098.90	421,898.97
Deferred Charges and Statutory Expenditures Excluded from "CAPS"	17,000.00	
County Taxes	2,412,891.84	2,431,012.55
Due County for Added Taxes	1,845.76	29,612.83
Local School District Tax	5,937,433.00	5,874,483.00
Interfund Created		14,914.96
Prior Year Tax Overpayments Created		6,969.69
Prior Year Senior Citizens Disallowed	3,095.43	
	<hr/>	<hr/>
Subtotal	13,122,448.23	13,298,598.34
Less: Expenditures to be Raised by Future Taxes	<hr/>	<hr/>
Total Expenditures	13,122,448.23	13,298,598.34
Statutory Excess to Fund Balance (Carried Forward)	495,880.65	346,568.43

BOROUGH OF MOUNT EPHRAIM
Current Fund

Statement of Operations and Changes in Fund Balance - Regulatory Basis
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Statutory Excess to Fund Balance (Brought Forward)	\$ 495,880.65	\$ 346,568.43
Fund Balance January 1	<u>473,932.64</u>	<u>362,364.21</u>
Total	969,813.29	708,932.64
Decreased by Utilization as Anticipated Revenue	<u>235,000.00</u>	<u>235,000.00</u>
Fund Balance December 31	<u><u>\$ 734,813.29</u></u>	<u><u>\$ 473,932.64</u></u>

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

BOROUGH OF MOUNT EPHRAIM
Current Fund
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2015

	<u>BUDGET</u>	<u>SPECIAL NJS 40A:4-87</u>	<u>REALIZED</u>	<u>EXCESS (DEFICIT)</u>
Fund Balance Anticipated	\$ 235,000.00	\$ -	\$ 235,000.00	\$ -
Miscellaneous Revenues:				
Local Revenues:				
Licenses:				
Alcoholic Beverage	3,000.00		3,930.00	930.00
Other	4,000.00		5,714.17	1,714.17
Fees and Permits	18,000.00		24,806.00	6,806.00
Fines and Costs:				
Municipal Court	134,370.00		199,168.13	64,798.13
Interest and Costs on Taxes	45,000.00		53,742.36	8,742.36
Sewer Rents	230,000.00		227,373.97	(2,626.03)
Cable TV Franchise Fees	60,000.00		66,155.16	6,155.16
State Aid Without Offsetting Appropriations:				
Consolidated Municipal Property Tax Relief Aid	21,048.00		21,048.00	
Energy Receipts Tax	392,656.00		392,656.00	
Uniform Construction Code	40,000.00		41,119.00	1,119.00
Shared Service Agreement				
Borough of Runnemede				
Trash Collection	57,000.00		65,000.00	8,000.00
Billboard Lease	74,000.00		74,000.00	
Special Items Offset with Appropriations:				
Drunk Driving Enforcement Fund		9,712.84	9,712.84	
Drive Sober or Get Pulled Over	5,000.00		5,000.00	
Recycling Tonnage Grant	6,106.29		6,106.29	
Community Development Block Grant - Year 35	16,000.00		16,000.00	
Community Development Block Grant - Year 36	20,000.00		20,000.00	
Bulletproof Vest Partnership Grant		496.00	496.00	
Body Armor Grant		1,510.33	1,510.33	
Clean Communities Program		9,712.84	9,712.84	
Total	<u>1,126,180.29</u>	<u>21,432.01</u>	<u>1,243,251.09</u>	<u>95,638.79</u>
Receipts from Delinquent Taxes	200,000.00		273,036.80	73,036.80
Amount to be Raised by Taxes for Support of Municipal Budget -				
Local Tax for Municipal Purposes	<u>3,479,796.00</u>		<u>3,540,575.12</u>	<u>60,779.12</u>
Budget Totals	5,040,976.29	21,432.01	5,291,863.01	<u>\$ 229,454.71</u>
Nonbudget Revenues			<u>153,631.83</u>	
Total	<u>\$ 5,040,976.29</u>	<u>\$ 21,432.01</u>	<u>\$ 5,445,494.84</u>	

BOROUGH OF MOUNT EPHRAIM
Current Fund
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2015

ANALYSIS OF REALIZED REVENUE

Allocation of Current Tax Collections:	
Revenue from Collections	\$ 11,597,650.72
Allocated to School and County Taxes	<u>8,352,170.60</u>
Balance for Support of Municipal Budget Appropriations	3,245,480.12
Add Appropriation - Reserve for Uncollected Taxes	<u>295,095.00</u>
Amount for Support of Municipal Budget Appropriations	<u><u>\$ 3,540,575.12</u></u>
 Receipts from Delinquent Taxes:	
Delinquent Tax Collections	<u><u>\$ 273,036.80</u></u>
 Miscellaneous Revenue:	
Recycling	3,120.31
Payment in Lieu of Taxes	34,000.00
Interest Earned on Investments	8,458.65
Sewer Interest and Costs	3,060.43
Photocopies	1,039.45
Refunds	30,115.40
Vets and Senior Citizen Administrative Fee	1,220.91
DMV Fines	1,300.00
Property Maintenance	2,345.56
Safety Incentive	1,500.00
Jif Dividends	30,630.99
Sparrow Program	800.00
Newspaper Ad Reimbursements	3,426.10
Refund of Prior Year Expense	17,663.17
Miscellaneous	<u>14,950.86</u>
 Total	<u><u>\$ 153,631.83</u></u>

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

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2015

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
GENERAL APPROPRIATIONS:					
Operations Within "CAPS":					
General Government:					
Administrative and Executive:					
Salaries and Wages	\$ 8,750.00	\$ 8,750.00	\$ 7,749.96	\$ 1,000.04	\$ -
Other Expenses	3,500.00	3,500.00	3,500.00		
Municipal Clerk					
Salaries and Wages	9,500.00	9,455.00	9,452.50	2.50	
Other Expenses	56,200.00	56,200.00	43,924.48	12,275.52	
Financial Administration:					
Salaries and Wages	55,000.00	59,230.00	59,226.56	3.44	
Other Expenses	17,000.00	17,000.00	16,637.80	362.20	
Audit Services					
Other Expenses	25,000.00	25,000.00	25,000.00		
Collection of Taxes:					
Salaries and Wages	60,000.00	56,400.00	56,294.44	105.56	
Other Expenses	12,525.00	12,095.00	8,869.95	3,225.05	
Liquidation of Tax Title Liens					
Other Expenses	1,500.00	1,500.00	1,008.00	492.00	
Tax Assessment Administration					
Salaries and Wages	14,350.00	14,350.00	14,350.00		
Other Expenses	2,850.00	2,850.00	1,649.55	1,200.45	
Legal Services and Costs					
Other Expenses	35,000.00	35,000.00	30,479.23	4,520.77	
Engineering Services and Costs					
Other Expenses	20,000.00	35,000.00	31,208.00	3,792.00	
Municipal Land Use Law (N.J.S.A. 40:SSD-1):					
Planning Board:					
Salaries and Wages	10,150.00	10,225.00	10,219.66	5.34	
Other Expenses	13,650.00	8,575.00	6,418.54	2,156.46	
Insurance:					
Group Insurance	735,000.00	735,000.00	711,910.70	23,089.30	
Liability Insurance	118,000.00	118,000.00	117,410.59	589.41	
Workers Compensation	103,000.00	103,000.00	101,722.04	1,277.96	
Health Benefit Waiver	65,000.00	55,000.00	47,825.60	7,174.40	

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2015

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
GENERAL APPROPRIATIONS:					
Operations Within "CAPS":					
Police					
Salaries and Wages	\$ 1,250,000.00	\$ 1,250,000.00	\$ 1,167,134.98	\$ 82,865.02	\$ -
Other Expenses	67,000.00	62,000.00	56,499.00	5,501.00	
Civil Defense and Disaster Control (Emergency Mgmt)					
Salaries and Wages	1,380.00	1,425.00	1,422.59	2.41	
Other Expenses	12,000.00	11,955.00	6,358.84	5,596.16	
Aid to Volunteer Fire Companies					
Other Expenses	49,980.00	49,980.00	32,601.16	17,378.84	
Aid to Volunteer - Ambulance	12,500.00	18,000.00	15,024.71	2,975.29	
Fire Hydration Service (Water)	58,000.00	58,000.00	55,835.97	2,164.03	
Road Repairs and Maintenance					
Salaries and Wages	200,000.00	200,000.00	188,699.24	11,300.76	
Other Expenses	27,000.00	32,000.00	26,698.07	5,301.93	
Garbage and Trash Collection					
Salaries and Wages	126,000.00	126,000.00	125,948.20	51.80	
Other Expenses	1,500.00	1,500.00	1,007.06	492.94	
Solid Waste Disposal					
Other Expenses	105,000.00	105,000.00	86,484.21	18,515.79	
Public Buildings and Grounds					
Salaries and Wages	3,000.00	5,000.00	2,750.00	2,250.00	
Other Expenses	41,600.00	34,600.00	29,352.57	5,247.43	
Sewer System					
Salaries and Wages	50,000.00	42,000.00	32,941.23	9,058.77	
Other Expenses	50,000.00	35,000.00	28,291.29	6,708.71	
Vehicle Maintenance					
Other Expenses	39,500.00	69,500.00	65,859.59	3,640.41	
Health and Human Services					
Registrar of Vital Statistics					
Salaries and Wages	2,000.00	2,030.00	2,026.94	3.06	
Other Expenses	650.00	620.00	100.00	520.00	

BOROUGH OF MOUNT EPHRAIM
Current Fund

Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2015

	Appropriations		Paid or Charged	Expended	Unexpended Balance Canceled
	Budget	Budget After Modification			
GENERAL APPROPRIATIONS:					
Operations Within "CAPS":					
Senior Citizen Transportation					
Other Expenses	\$ 4,000.00	\$ 4,000.00	\$ 2,867.79	\$ 1,132.21	\$ -
Environmental Commission					
Other Expenses	100.00	100.00		100.00	
Other Common Operating Functions					
Celebration of Public Event, Anniversary or Holiday					
Other Expenses	2,000.00	2,000.00		2,000.00	
Utility and Bulk Purchases					
Electricity	65,000.00	65,000.00	57,238.30	7,761.70	
Street Lights	58,000.00	56,480.00	55,593.13	886.87	
Telephone	30,000.00	28,500.00	25,759.34	2,740.66	
Fuel Oil					
Gasoline	60,000.00	55,000.00	50,547.33	4,452.67	
Sewer	2,500.00	2,500.00	2,202.76	297.24	
Municipal Court Functions					
Municipal Court	120,000.00	120,000.00	86,732.18	33,267.82	
Salaries and Wages					
Other Expenses					
Uniform Construction Code					
State Uniform Construction Code					
Construction Code Official					
Salaries and Wages	53,200.00	53,200.00	53,200.00		
Other Expenses	3,000.00	3,000.00	2,850.32	149.68	
Inspection of Rentals and Certification of Habitability					
Salaries and Wages	6,600.00	7,065.00	6,861.92	203.08	
Other Expenses	150.00	50.00	19.99	30.01	
Stormwater Regulation					
Salaries and Wages	1,700.00	1,700.00	1,700.00		
Other Expenses	1,050.00	1,050.00	1,050.00		
Dog Regulation					
Other Expenses	6,815.00	6,815.00	3,000.00	3,815.00	
Total Operations Including Contingent - Within "CAPS"	3,877,200.00	3,877,200.00	3,579,516.31	297,683.69	
Detail:					
Salaries and Wages	1,971,630.00	1,966,830.00	1,826,710.40	140,119.60	
Other Expenses	1,905,570.00	1,910,370.00	1,752,805.91	157,564.09	

BOROUGH OF MOUNT EPHRAIM

Current Fund

Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2015

	Appropriations		Budget After Modification	Expended		Unexpended Balance Canceled
	Budget			Paid or Charged	Reserved	
Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS":						
DEFERRED CHARGES						
Deficit in Animal Control Fund						
STATUTORY EXPENDITURES:						
Contribution to:						
Public Employees Retirement System	\$ 71,000.00	\$ 71,000.00	\$ 71,000.00	\$ 566.00	\$ -	
Police & Fireman's Retirement System	239,000.00	239,000.00	238,651.00	349.00		
Defined Contribution Retirement System	1,000.00	1,000.00		1,000.00		
Social Security System (O.A.S.I.)	80,000.00	80,000.00	73,280.11	6,719.89		
Unemployment Compensation Insurance	5,000.00	5,000.00	958.96	4,041.04		
	<u>396,000.00</u>	<u>396,000.00</u>	<u>383,324.07</u>	<u>12,675.93</u>		
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"						
	4,273,200.00	4,273,200.00	3,962,840.38	310,359.62		
Total General Appropriations - For Municipal Purposes Within "CAPS"						
	1,000.00	1,000.00	730.32	269.68		
	<u>1,000.00</u>	<u>1,000.00</u>	<u>730.32</u>	<u>269.68</u>		
GENERAL APPROPRIATIONS:						
Operations Excluded from "CAPS":						
Recycling Tax						
Group Health Insurance						
Total Other Operations Excluded from "CAPS":						
Interlocal Municipal Service Agreements						
Borough of Barrington						
Shared Truck Wash						
Other Expenses	4,000.00	4,000.00		4,000.00		
Borough of Barrington						
Municipal Clerk						
Other Expenses	25,345.00	25,345.00	25,344.00	1.00		
Borough of Runnemede						
Shared Trash Collection						
Salaries & Wages	35,000.00	35,000.00	34,331.45	668.55		
Other Expenses	12,000.00	12,000.00	12,000.00			
	<u>76,345.00</u>	<u>76,345.00</u>	<u>71,675.45</u>	<u>4,669.55</u>		
Total Interlocal Municipal Service Agreements						

BOROUGH OF MOUNT EPHRAIM
Current Fund

Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2015

	Appropriations		Budget After Modification	Expended		Unexpended Balance Canceled
	Budget	Budget After Modification		Paid or Charged	Reserved	
GENERAL APPROPRIATIONS:						
Operations Excluded from "CAPS":						
Public and Private Programs Offset by Revenues:						
Community Development Block Grant 35	\$ 16,000.00	\$ 16,000.00	\$ 16,000.00	\$ 16,000.00	\$ -	\$ -
Community Development Block Grant 36	20,000.00	20,000.00	20,000.00	20,000.00	-	-
Drunk Driving Enforcement Fund		9,712.84	9,712.84	9,712.84		
New Jersey Transportation Trust Fund Authority Act						
Bulletproof Vest Partnership Grant		496.00	496.00	496.00		
Clean Communities Program		9,712.84	9,712.84	9,712.84		
Body Armor Replacement Fund		1,510.33	1,510.33	1,510.33		
Recycling Tonnage Grant	6,106.29	6,106.29	6,106.29	6,106.29		
Drive Sober or Get Pulled Over	5,000.00	5,000.00	5,000.00	5,000.00		
Total Public and Private Programs Offset by Revenues	47,106.29	68,538.30	68,538.30	68,538.30		
Total Operations - Excluded From "CAPS"	124,451.29	145,883.30	140,944.07	4,939.23		
Detail:						
Salaries and Wages	35,000.00	35,000.00	34,331.45	668.55		
Other Expenses	89,451.29	110,883.30	106,612.62	4,270.68		
GENERAL APPROPRIATIONS:						
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund	10,000.00	10,000.00	10,000.00			
Total Capital Improvements - Excluded From "CAPS"	10,000.00	10,000.00	10,000.00			

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Statement of Expenditures - Regulatory Basis
 For the Year Ended December 31, 2015

	Appropriations		Expended		Unexpended Balance <u>Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Municipal Debt Service - Excluded From "CAPS"					
Payment of Bond Principal	\$ 120,000.00	\$ 120,000.00	\$ 120,000.00	\$ -	\$ -
Payment of Bond Anticipation Notes and Capital Notes					
Interest on Bonds	128,100.00	128,100.00	128,098.71		1.29
Interest on Notes	20,900.00	20,900.00	20,770.24		129.76
Capital Lease Obligations Approved Prior to 7/1/07					
Principal	34,000.00	34,000.00	34,000.00		
Interest	18,230.00	18,230.00	18,229.95		0.05
Total Municipal Debt Service - Excluded From "CAPS"	<u>321,230.00</u>	<u>321,230.00</u>	<u>321,098.90</u>		<u>131.10</u>
Deferred Charges - Excluded From "CAPS"					
Special Emergency Appropriations	17,000.00	17,000.00	17,000.00		
Total Deferred Charges - Excluded From "CAPS"	<u>17,000.00</u>	<u>17,000.00</u>	<u>17,000.00</u>		
Total General Appropriations for Municipal Purposes Excluded From "CAPS"	<u>472,681.29</u>	<u>494,113.30</u>	<u>489,042.97</u>	<u>4,939.23</u>	<u>131.10</u>
Subtotal General Appropriations Reserve for Uncollected Taxes	4,745,881.29	4,767,313.30	4,451,883.35	315,298.85	131.10
	<u>295,095.00</u>	<u>295,095.00</u>	<u>295,095.00</u>		
TOTAL GENERAL APPROPRIATIONS	<u>\$ 5,040,976.29</u>	<u>\$ 5,062,408.30</u>	<u>\$ 4,746,978.35</u>	<u>\$ 315,298.85</u>	<u>\$ 131.10</u>

BOROUGH OF MOUNT EPHRAIM
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2015

Analysis of Budget After Modification:

Original Budget	\$ 5,040,976.29	
By Appropriation 40A:4-87	<u>21,432.01</u>	
		<u>\$ 5,062,408.30</u>

Analysis of Paid or Charged:

Reserve for Federal and State Grants - Appropriated	\$ 68,538.30	
Reserve for Uncollected Taxes	295,095.00	
Reserve for Encumbrances	23,199.27	
Special Emergency	17,000.00	
Cash Disbursed	<u>4,343,145.78</u>	
Total		<u>\$ 4,746,978.35</u>

BOROUGH OF MOUNT EPHRAIM
Trust Fund

Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2015 and 2014

	<u>REFERENCE</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 358.66	\$ 475.11
Deficit in Animal Control Fund			
Total Animal Control Fund		<u>358.66</u>	<u>475.11</u>
Other Funds:			
Cash - Treasurer	B-1	323,194.87	210,553.18
Due from Current Fund	A	57,145.50	57,190.53
Accounts Receivable		4,173.18	1,844.89
Total Other Funds		<u>384,513.55</u>	<u>269,588.60</u>
Total Assets		<u>\$ 384,872.21</u>	<u>\$ 270,063.71</u>
<u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Due State of New Jersey		\$ 1.20	\$ -
Due Current Fund	A		
Reserve for Animal Control Expenditures	B-2	357.46	475.11
Total Animal Control Fund		<u>358.66</u>	<u>475.11</u>
Other Funds:			
Due Current Fund	A	21,535.33	30,156.61
Payroll Deductions Payable		17,054.34	
Reserve for :			
Unemployment Compensation	B-3	1,680.85	309.24
Escrow Trust Fund	B-4	133,713.72	101,161.40
Law Enforcement - Forfeited Funds	B-5	10,269.91	11,291.76
Tax Title Lien Redemption Trust	B-6	12,782.81	27,985.45
Tax Sale Premiums	B-7	167,600.00	92,000.00
Off Duty Police	B-8	14,060.11	1,903.25
Public Defender Fees	B-9	5,602.50	4,627.11
POAA Fees	B-10	93.05	83.05
Police Donations	B-11	120.93	70.73
Total Other Funds		<u>384,513.55</u>	<u>269,588.60</u>
Total Liabilities and Reserves		<u>\$ 384,872.21</u>	<u>\$ 270,063.71</u>

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

BOROUGH OF MOUNT EPHRAIM
General Capital Fund

Statement of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis
For the Years Ended December 31, 2015 and 2014

	<u>REFERENCE</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>			
Cash - Treasurer	C-2	\$ 267,344.14	\$ -
Due from Current Fund	A	368,556.75	
Due from Federal and State Grant Fund	A	1,023,182.81	1,009,940.80
Due from Camden County Improvement Authority		4,035.37	4,035.37
Amount to be Provided by Lease		432,000.00	466,000.00
Deferred Charges to Future Taxation:			
Funded	C-4	5,404,000.00	2,500,000.00
Unfunded	C-5	364,585.00	2,787,235.00
		<u>7,863,704.07</u>	<u>6,767,211.17</u>
Total		<u>\$ 7,863,704.07</u>	<u>\$ 6,767,211.17</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds Payable	C-8	\$ 5,404,000.00	\$ 2,500,000.00
Bond Anticipation Notes Payable	C-9	234,650.00	2,340,235.00
Obligations Under Capital Lease	C-10	432,000.00	466,000.00
Improvement Authorizations:			
Funded	C-7	345,832.02	
Unfunded	C-7	306,809.90	395,724.50
Capital Improvement Fund	C-6	5,472.10	27,122.10
Reserve for Debt Service		1,122,975.29	1,022,571.85
Due to Current Fund	A	11,914.96	15,507.92
Fund Balance	C-1	49.80	49.80
		<u>7,863,704.07</u>	<u>6,767,211.17</u>
Total		<u>\$ 7,863,704.07</u>	<u>\$ 6,767,211.17</u>

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

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
Statement of Fund Balance - Regulatory Basis
For the Year Ended December 31, 2015

Balance December 31, 2014 and 2015

\$ 49.80

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

Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The Borough of Mount Ephraim is located in Camden County, New Jersey. The present population according to the 2010 census is 4,676.

The Borough of Mount Ephraim was incorporated in 1926 and operates under a Commission form of government. There are three commissioners elected to four year terms. Each commissioner is selected to be Director of departments comprising the government.

Criteria for determining if other entities are potential component units which should be reported within the Borough's basic financial statements are identified and described in the Governmental Accounting Standards Board's (GASB) Codification of Governmental Accounting and Financial Reporting Standards, Section 2100 and 2600. The application of these criteria provides for identification of any entities for which the Borough is financially accountable and other organizations that the nature and significance of their relationship with the Borough are such that exclusion would cause the Borough's basic financial statements to be misleading or incomplete.

Based on the application of these criteria, there were no organizations that are considered to be component units.

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

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

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

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

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

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

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

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

Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of \$5,000 the maximum amount allowed by the Circular.

Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Donated general fixed assets are recorded at their estimated fair market value on the acquisition date. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a Statement of General Fixed Assets, reflecting the activity for the year, must be included in the Borough's basic financial statements.

Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft. No depreciation of general fixed assets is recorded.

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

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

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

Fund Balance - Fund Balance included in the Current Fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

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

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

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

School Taxes - The Borough is responsible for levying, collecting and remitting school taxes for the Mount Ephraim Borough School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

County Taxes - The Borough is responsible for levying, collecting and remitting county taxes for the County of Camden. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

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

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

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

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

Interest on Delinquent Taxes - It is the policy of the Borough to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first \$1,500 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of \$1,500 becoming delinquent after the due date and if a delinquency is in excess of \$10,000 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten (10) day grace period.

Comparative Data - Comparative total data for the prior year have been presented in the accompanying statements of assets, liabilities, reserves and fund balance and statement of operations in order to provide an understanding of changes in the Borough's financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the statement of revenues - regulatory basis and the statement of expenditures - regulatory basis since their inclusion would make the statements unduly complex and difficult to read.

NOTE 2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk refers to the risk that, in the event of a bank failure, the Municipality's deposits may not be recovered. Although the Municipality does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings or funds that may pass to the Municipality relative to the happening of a future condition. Such funds are shown as uninsured and uncollateralized. Of the Municipality's amount on deposit of \$3,661,862.82 as of December 31, 2015, \$250,000 was insured under FDIC and the remaining balance of \$3,411,862.82 was collateralized under GUDPA.

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 3. PROPERTY TAXES

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

<u>Comparative Schedule of Tax Rates</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Total Tax Rate	\$ 4.255	\$ 6.743	\$ 6.596	\$ 6.512	\$ 6.227
Apportionment of Tax Rate:					
Municipal	1.251	1.990	1.938	1.893	1.731
County	0.869	1.392	1.437	1.426	1.309
Local School District	2.135	3.361	3.221	3.193	3.187

<u>Assessed Valuation</u>	<u>Amount</u>
2015	\$ 278,057,816
2014	174,801,648
2013	167,146,175
2012	176,793,595
2011	176,285,815

<u>Comparison of Tax Levies and Collections</u>			
<u>Year Ended</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2015	\$ 11,840,402	\$ 11,597,651	97.95%
2014	11,929,497	11,647,192	97.63
2013	11,593,028	11,335,900	97.78
2012	11,003,661	10,798,423	98.13
2011	10,692,032	10,476,932	97.98

<u>Delinquent Taxes and Tax Title Liens</u>				
<u>Year Ended</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2015	\$ 80,826	\$ 237,532	\$ 318,358	2.69%
2014	78,335	272,758	351,093	2.94
2013	73,244	216,545	289,789	2.49
2012	67,826	210,517	278,343	2.52
2011	75,593	189,431	265,024	2.47

The following comparison is made of the number of tax title liens receivable on December 31, of the last current year and previous four years.

<u>Year Ended</u>	<u>Number</u>
2015	18
2014	19
2013	19
2012	18
2011	23

Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015

NOTE 4. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year Ended</u>	<u>Amount</u>
2015	\$ 9,400
2014	9,400
2013	9,400
2012	9,400
2011	9,400

NOTE 5. SEWER UTILITY LEVY

The following is a five year comparison of certain statistical information relative to the sewer utility levy and collections for the current and previous four years.

<u>Year Ended</u>	<u>Sewer Utility Levy</u>		
	<u>Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2015	\$ 230,295	\$ 213,181	92.57%
2014	229,187	214,998	93.81
2013	232,469	212,022	91.20
2012	231,224	211,944	91.16
2011	231,544	215,598	93.11

NOTE 6. FUND BALANCES APPROPRIATED

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

<u>Current Fund</u>	<u>Balance December 31</u>	<u>Utilized In Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2015	\$ 734,813	\$ 424,500	57.77%
2014	473,933	235,000	49.59
2013	362,364	235,000	64.85
2012	312,174	237,500	76.08
2011	259,955	220,000	84.63

NOTE 7. PENSION PLANS

Substantially all of the Borough's employees participate in one of the following pension plans which have been established by State statute, and are administered by the New Jersey Division of Pensions and Benefits (Division): the Police and Firemen's Retirement System (PFRS), the Public Employees' Retirement System (PERS) or the Defined Contribution Retirement Program (DCRP). Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625-0295.

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 7. PENSION PLANS (Continued)

Significant Legislation

P.L. 2011, c.78, effective June 28, 2011, made various changes to the manner in which PERS and PFRS operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- For new members of PERS hired on or after June 28, 2011 (Tier 5 members), the years of creditable service needed for early retirement benefits increased from 25 to 30 years and the early retirement age from age 55 to 65 for Tier 5 members
- The eligible age to qualify for a service retirement in the PERS increased from age 62 to 65 for Tier 5 members
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), decreased from 65 percent of final compensation to 60 percent of final compensation after 25 years of service and from 70 percent of final compensation to 65 percent of final compensation after 30 or more years of service.
- It increases in active member contribution rates for PERS active members from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years. For fiscal year 2012, the member contribution rates will increase in 2011. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4 year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay.)

Police and Firemen's Retirement System (PFRS)

The Police and Firemen's Retirement System was established in 1944. The PFRS provides retirement, death and disability, and medical benefits to qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:16A and 43:3B. The contribution requirements of plan members are determined by State statute. In accordance with Chapter 204, P.L. 1989, plan members enrolled in the PFRS are required to contribute 8.5% of their annual covered salary. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased to 10.0% in October, 2011. The State Treasurer has the right under the current law to make temporary reductions in member rates based on the existence of surplus pension assets in the retirement system; however, the statute also requires the return to the normal rate when such surplus pension assets no longer exist.

The Borough is billed annually for its normal contributions plus any accrued liability. These contributions, equal to the required contributions are detailed below.

Police & Firemen's Retirement System					
Borough Contributions					
Year	Pension			Non-Contributory Life Insurance	Employee Contributions
	Normal Contribution	Percentage of Covered Payrolls	Accrued Liability		
2015	\$ 81,863	8.45%	\$ 146,083	\$ 10,705	\$ 98,023
2014	89,324	8.71%	109,350	7,581	102,541
2013	101,894	10.35%	134,843	9,777	98,466

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 7. PENSION PLANS (Continued)

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

At June 30, 2015, the Borough’s net pension liability for PFRS was \$5,409,565.

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 was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

- Inflation rate: 3.04%
- Salary Increases:
 - 2012-2021: 2.60-9.48% based on age
 - Thereafter: 3.60-10.48% based on age
- Investment Rate of Return: 7.90%

Mortality rates 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 base year of 2014 based on Projection Scale BB.

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.

Long-Term Expected Rate of Return - 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 real 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>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	05.00%	01.04%
U.S. Treasuries	01.75%	01.64%
Investment Grade Credit	10.00%	01.79%
Mortgages	02.10%	01.62%
High Yield Bonds	02.00%	04.03%
Inflation Indexed Bonds	01.50%	03.25%
Broad US Equities	27.25%	08.52%
Developed Foreign Equities	12.00%	06.88%
Emerging Market Equities	06.40%	10.00%
Private Equity	09.25%	12.41%
Hedge Funds/Absolute Ret	12.00%	04.72%
Real Estate (Property)	02.00%	06.83%
Commodities	01.00%	05.32%
Global Debt ex US	03.50%	-0.40%
REIT	04.25%	5.12%

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 7. PENSION PLANS (Continued)

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

Discount rate. The discount rate used to measure the State's total pension liability was 5.79% as of June 30, 2015. 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 3.8% as of June 30, 2015, 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 and the nonemployer contributing entity 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 Borough's proportionate share of the net pension liability to changes in the discount rate. The following presents the Borough's proportionate share of the net pension liability measured as of June 30, 2015, calculated using the discount rate of 5.79%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.79%) or 1 percentage point higher (6.79%) than the current rate:

	1% Decrease (4.79%)	Current Discount Rate (5.79%)	1% Increase (6.79%)
Borough's proportionate share of the net pension liability	\$ 7,131,524	\$ 5,409,565	\$ 4,005,461

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Public Employees' Retirement System (PERS)

The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting and benefit provisions are established by N.J.S.A. 43:15A and 43:3B.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 62, P.L. 1994, plan members enrolled in the Public Employees' Retirement System were required to contribute 5% of their annual covered salary. Effective July 1, 2008, however, in accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. For employees enrolled in the retirement system prior to July 1, 2008, the increase is effective with the payroll period that begins immediately after July 1, 2008.

Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate was increased to 6.5%. An additional 1.0% increase is being phased-in over seven years beginning on July 1, 2012 and increases each subsequent July 1. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist.

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 7. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

The Borough is billed annually for its normal contribution plus any accrued liability. The Borough's contributions, equal to the required contribution for each fiscal year, were as follows:

Year	Public Employee's Retirement System				
	Borough Contributions				
	Normal Contribution	Pension Percentage of Covered Payrolls	Accrued Liability	Non- Contributory Life Insurance	Employee Contributions
2015	\$ 11,726	2.21%	\$ 54,240	\$ 4,468	\$ 40,936
2014	19,546	3.60%	45,446	1,105	38,220
2013	18,697	3.35%	44,705	5,275	37,764

At June 30, 2015, the Borough's net pension liability for PERS was \$1,973,351.

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 was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

- Inflation rate: 3.04%
- Salary Increases:
 - 2012-2021: 2.15-4.40% based on age
 - Thereafter: 3.15-5.40% based on age
- Investment Rate of Return: 7.90%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for 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.

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, 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 Expected Rate of Return - 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.

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 7. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2015 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	05.00%	01.04%
U.S. Treasuries	01.75%	01.64%
Investment Grade Credit	10.00%	01.79%
Mortgages	02.10%	01.62%
High Yield Bonds	02.00%	04.03%
Inflation Indexed Bonds	01.50%	03.25%
Broad US Equities	27.25%	08.52%
Developed Foreign Equities	12.00%	06.88%
Emerging Market Equities	06.40%	10.00%
Private Equity	09.25%	12.41%
Hedge Funds/Absolute Ret	12.00%	04.72%
Real Estate (Property)	02.00%	06.83%
Commodities	01.00%	05.32%
Global Debt ex US	03.50%	-0.40%
REIT	04.25%	5.12%

Discount rate. The discount rate used to measure the State's total pension liability was 4.90% as of June 30, 2015. 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 3.8% as of June 30, 2015, 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 Borough's proportionate share of the net pension liability to changes in the discount rate. The following presents the Borough's proportionate share of the net pension liability measured as of June 30, 2015, calculated using the discount rate of 4.90%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.90%) or 1 percentage point higher (5.90%) than the current rate:

	<u>1% Decrease (3.90%)</u>	<u>Current Discount Rate (4.90%)</u>	<u>1% Increase (5.90%)</u>
Borough's proportionate share of the net pension liability	\$ 2,452,634	\$ 1,973,351	\$ 1,571,524

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 7. PENSION PLANS (Continued)

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program was established in 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered by Prudential Financial on behalf of the Divisions of Pensions and Benefits. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. Pursuant to the provisions of Chapter 78 P.L. 2011, the active member contribution rate was increased to 6.5% plus an additional 1.0% phased-in over seven years beginning in the first year. The phase-in of the additional incremental member contribution amount will take place in July of each subsequent year. The State Treasurer has the right under the current law to make temporary reductions in rates based on the existence of surplus pension assets in the retirement system; however, state statute also requires the return to the normal rate when such surplus pension assets no longer exist. The employee contributions along with the Borough's contribution for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

There were no Borough employees enrolled in the DCRP for the years ended December 31, 2015, 2014 and 2013.

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

NOTE 8. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description

The Borough provides postretirement benefits other than pension benefits to active employees who retire from the Borough and meet certain eligibility criteria. These are known as other postemployment benefits (OPEB). OPEB include postemployment healthcare benefits provided separately from a pension plan, excluding benefits defined as termination offers and benefits.

An employee is eligible to receive postretirement health benefits through the Mount Ephraim Borough health plan by meeting the following criteria:

- For PBA, retire from active employment with Mount Ephraim Borough with at least 20 years of service.
- For all others, retire from active employment with Mount Ephraim Borough with at least 25 years of service.

Disability Retirement

Eligibility

An employee is eligible if the employee retires with a disability pension from a state administered retirement system.

Funding Policy

The obligations of the plan members, employers and other entities are established by action of the Borough pursuant to applicable collective bargaining and employment agreements. The required contribution rates of the employer and members varies depending on the applicable agreement. The Borough contributes enough money to the plan to satisfy current obligations on a pay-as you-go basis. The costs of administering the plan are paid by the Borough.

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 8. POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Annual OPEB Cost and Net OPEB Obligation

The Borough's annual post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC). The Borough has engaged an actuary to calculate the ARC and related information per the provisions of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Borough's annual OPEB cost for the year, the amount actually contributed to the plan, and the Borough's net OPEB obligation to the Retiree Health Plan at December 31, 2014:

<u>Annual OPEB Cost</u>	<u>Year Ending December 31, 2014</u>
Normal Cost	\$ 748,622
Amortization of Unfunded Actuarial Accrued Liability	1,484,937
Annual Required Contribution (ARC)	<u>2,233,559</u>
Interest on OPEB Obligation	-
Adjustment to ARC	-
OPEB Expense	<u>2,233,559</u>
Net OPEB contributions made during the fiscal year	<u> </u>
Net OPEB obligation at end of year	<u><u>\$ 2,233,559</u></u>

Funded Status and Funding Progress

As of December 31, 2014 the actuarial accrued liability for benefits was \$24,187,970, based upon a discount rate of 4.50%, all of which was unfunded.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Methods and Assumptions

The trend assumption is used to project the growth of the expected claims over the lifetime of the healthcare recipients. The actuary developed the trend assumption utilizing the short term rates expected on the SHBP plan along with information in published papers from other industry experts (actuaries, health economists, etc.).

NOTE 9. COMPENSATED ABSENCES

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

The Borough compensates employees for unused sick leave upon termination or retirement. The current policy provides that all employees may sell their sick time accumulated.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2015, accrued benefits for compensated absences are valued at \$438,085.

Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015

NOTE 10. RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

Joint Insurance Fund - The Borough is a member of the Camden County Municipal Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund (MEL). These Funds provide the Borough with coverage for property and contents, auto and general liability, workers compensation, employee dishonesty, crime, public officials liability, and environmental legal liability.

New Jersey Unemployment Compensation Insurance - The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Borough 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 Borough is billed quarterly for amounts due to the State.

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

<u>Year</u>	<u>Employee Withholdings</u>	<u>Interest Earned</u>	<u>Other Income</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2015	\$ 2,629	\$ 2	\$ 2,907	\$ 4,166	\$ 1,681
2014	2,812	2		5,723	309
2013	2,444	3	2,000	5,746	3,218
2012	2,651	10	7,302	8,773	4,517
2011	2,574	45	3,000	9,350	3,327

NOTE 11. CAPITAL DEBT

Summary of Municipal Debt

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Issued:			
General Bonds and Notes	\$ 5,768,585	\$ 5,287,235	\$ 5,062,235
Net Debt Issued	<u>5,768,585</u>	<u>5,287,235</u>	<u>5,062,235</u>
Authorized But Not Issued:			
General - Bonds and Notes			
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 5,768,585</u>	<u>\$ 5,287,235</u>	<u>\$ 5,062,235</u>

Serial Bonds Payable

Serial Bonds are authorized in accordance with State law. All bonds are retired in serial installments within the statutory period of usefulness. Serial Bonds payable at December 31, 2015 consisted of the following issue:

<u>Purpose</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Amount</u>
2009 Guaranteed Bonds	5/01/2029	5.25% - 6.00%	\$ 2,380,000
2015 General Obligation Bonds	3/01/2033	3.25% - 3.75%	3,024,000

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 11. CAPITAL DEBT (Continued)

Bond Anticipation Notes Payable

The Borough issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the Notes can not exceed one year from the date of issuance, however the Notes may be renewed from time to time for a period not to exceed one year. Generally, such Notes must be paid no later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original Notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original Note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such Notes were issued be paid or retired. A second and third legal installment must be paid if the Notes are to be renewed beyond the fourth and fifth anniversary date of the original issuance.

As of December 31, 2015, the Borough had outstanding bond anticipation notes as follows:

<u>Fund</u>	<u>Amount Outstanding</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
General Capital	\$ 234,650	.90%	October 12, 2016

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with required method of setting up the Annual Debt Statement and indicates a statutory net debt of 2.079%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 5,830,000	\$ 5,830,000	
General Debt	<u>5,768,585</u>	<u> </u>	\$ <u>5,768,585</u>
Total	<u>\$ 11,598,585</u>	<u>\$ 5,830,000</u>	<u>\$ 5,768,585</u>

Net Debt, \$5,768,585 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2, as amended, \$277,502,501 equals 2.079%.

Equalized Valuation Basis:

2013	\$ 285,916,069
2014	266,641,045
2015	<u>279,950,388</u>
Average	<u>\$ 277,502,501</u>

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

3-1/2% of Equalized Valuation Basis (Municipal)	\$ 9,712,588
Net Debt	<u>5,768,585</u>
Remaining Borrowing Power	<u>\$ 3,944,003</u>

Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015

NOTE 11. CAPITAL DEBT (Continued)

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

Serial Bonds Payable

<u>Calendar Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2016	\$ 244,000	\$ 237,202	\$ 481,202
2017	270,000	211,225	481,225
2018	280,000	199,587	479,587
2019	285,000	194,218	479,218
2020	285,000	188,856	473,856
2021-2025	1,615,000	729,756	2,344,756
2026-2030	1,790,000	307,722	2,097,722
2031-2033	<u>635,000</u>	<u>36,153</u>	<u>671,153</u>
Total	<u>\$ 5,404,000</u>	<u>\$ 2,104,719</u>	<u>\$ 7,508,719</u>

NOTE 12. LEASE OBLIGATIONS

The Borough has a lease agreement in effect at December 31, 2014 for various capital improvements and one police vehicle.

Future minimum lease payments under the capital lease agreements are as follows:

<u>Calendar Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2016	\$ 51,314	\$ 17,395	\$ 68,709
2017	50,748	17,235	67,984
2018	54,642	15,232	69,874
2019	43,000	12,680	55,680
2020	43,000	10,960	53,960
2021-25	<u>231,000</u>	<u>28,480</u>	<u>259,480</u>
Total	<u>\$ 473,704</u>	<u>\$ 101,982</u>	<u>575,687</u>

NOTE 13. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2015.

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 85,887	\$ 452,362
Federal and State Grant Fund	26,660	1,075,620
Animal Control Fund		
Other Trust Funds	57,145	21,535
General Capital Fund	<u>1,391,740</u>	<u>11,915</u>
	<u>\$ 1,561,432</u>	<u>\$ 1,561,432</u>

**Borough of Mount Ephraim
Notes to Financial Statements
December 31, 2015**

NOTE 14. CONTINGENCIES

The Borough participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. Management believes that the amount from future audits, if any, would not be material.

SUPPLEMENTAL EXHIBITS

CURRENT FUND

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Statement of Cash - Treasurer
 For the Year Ended December 31, 2015

	<u>CURRENT FUND</u>		<u>FEDERAL AND STATE</u>	<u>GRANT FUND</u>
Balance December 31, 2014	\$ -	\$ 813,056.67	\$ -	\$ 972,511.91
Receipts:				
Taxes Receivable	11,749,235.39			
Tax Title Liens	2,381.93			
Prepaid Taxes	62,048.46			
Tax Overpayments	27,603.71			
Revenue Accounts Receivable	947,338.82			
Sewer Rent Charges	226,300.63			
Sewer Rent Overpayments	1,319.57			
Due State of New Jersey:				
Marriage License Fees	650.00			
UCC Fees	3,672.00			
Due from State of New Jersey for Senior Citizens and Veterans Deductions	61,045.55			
Miscellaneous Revenues Not Anticipated	153,631.83			
Due to Other Trust Fund	118,800.00			
Due to General Capital Fund	1,018,818.44			
Budget Refunds	271,547.67			
Contra	2,421,079.46			
Federal and State Grants Receivable			59,470.94	
Total Receipts	<u>17,065,473.46</u>			<u>59,470.94</u>
Sub-Total		<u>17,878,530.13</u>		<u>1,031,982.85</u>
Disbursements:				
2015 Appropriations	4,343,145.78			
2014 Appropriation Reserves	108,343.35			
County Taxes	2,442,504.67			
Local School Taxes Payable	5,886,285.10			
Due State of New Jersey:				
Marriage License Fees	625.00			
UCC Fees	3,716.00			
Reserve for Revaluation	7,034.73			
Tax Overpayments	28,113.03			
Due to General Capital Fund	650,261.69			
Due to Other Trust Fund	118,845.03			
Budget Refunds	271,547.67			
Contra	2,421,079.46			
Federal and State Appropriated Reserves			53,768.53	
Total Disbursements		<u>16,281,501.51</u>		<u>53,768.53</u>
Balance December 31, 2015		<u>\$ 1,597,028.62</u>		<u>\$ 978,214.32</u>

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Change Fund
 For the Year Ended December 31, 2015

Balance December 31, 2014 and 2015	<u>\$ 150.00</u>
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EXHIBIT A-6

Schedule of Due from State of New Jersey
 for Senior Citizens and Veterans Deductions
 For the Year Ended December 31, 2015

Balance December 31, 2014		<u>\$ 1,140.98</u>
Increased by:		
Senior Citizen Deductions per Duplicate	\$ 13,750.00	
Veterans Deductions per Duplicate	49,750.00	
Senior Citizen and Veterans Deductions Allowed by Collector	3,250.00	
Subtotal	66,750.00	
Less - Disallowed Senior Citizens and veterans Deductions	3,750.00	63,000.00
Subtotal		64,140.98
Increased by:		
Collected	61,045.55	
Canceled	3,095.43	64,140.98
Balance December 31, 2015		<u>\$ -</u>

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2015

Year	Balance Dec. 31, 2014	2015 Levy	Added Taxes	COLLECTIONS BY CASH	State Share of 2015 Senior Citizens and Veterans Deductions Allowed	Overpayments Applied	Transferred to Tax Title Lien	Canceled	Balance Dec. 31, 2015
				2014	2015				
2013	\$ 1,037.03	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 902.71
2014	271,720.58	-	-	134.32	270,520.55	-	1,197.51	2.52	902.71
Subtotal	272,757.61	11,840,402.29	-	270,654.87	63,000.00	-	1,197.51	2.52	902.71
2014	-	-	39,074.40	11,478,580.52	63,000.00	16,995.80	3,559.55	2,562.41	236,629.61
Total	\$ 272,757.61	\$ 11,840,402.29	\$ 39,074.40	\$ 11,749,235.39	\$ 63,000.00	\$ 16,995.80	\$ 4,757.06	\$ 2,564.93	\$ 237,532.32

Analysis of Property Tax Levy

Tax Yield:	
General Purpose Tax	\$ 11,767,864.67
Added Taxes	9,037.62
Senior Citizens and Veterans Deductions Allowed Per Original Levy	63,500.00
Total	\$ 11,840,402.29
Tax Levy:	
Local School Tax (Abstract)	\$ 5,937,433.00
County Tax (Abstract)	2,221,456.88
County Library Tax (Abstract)	136,434.58
County Open Space Tax (Abstract)	55,000.38
County Added Taxes	1,845.76
Local Tax for Municipal Purposes	3,479,796.00
Additional Tax Levies	8,435.69
Total	\$ 11,840,402.29

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Tax Title Liens Receivable
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 78,335.18
Increased by:		
Interest and Costs from Tax Sale of October 20, 2015	\$ 115.34	
Transfers from Taxes Receivable	<u>4,757.06</u>	<u>4,872.4</u>
		83,207.58
Decreased by:		
Collected		<u>2,381.93</u>
Balance December 31, 2015		<u><u>\$ 80,825.65</u></u>

Schedule of Property Acquired for Taxes
 For the Year Ended December 31, 2015

Balance December 31, 2014 and 2015		<u><u>\$ 9,400.00</u></u>
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BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Sewer Service Charges Receivable
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 14,188.72
Increased by:		
2015 Billings		<u>230,299.23</u>
		244,487.95
Decreased by:		
2015 Collections	\$ 226,300.63	
Overpayments Applied	<u>1,073.34</u>	<u>227,373.97</u>
Balance December 31, 2015		<u><u>\$ 17,113.98</u></u>

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Revenue Accounts Receivable
 For the Year Ended December 31, 2015

	Balance <u>Dec. 31, 2014</u>	Accrued in <u>2015</u>	Collected By <u>Treasurer</u>	Balance <u>Dec. 31, 2015</u>
Alcoholic Beverage Licenses	\$ -	\$ 3,930.00	\$ 3,930.00	\$ -
Other Licenses		1,684.17	1,684.17	
Fees and Permits		28,836.00	28,836.00	
Municipal Court - Fines and Costs	14,358.61	198,389.45	199,168.13	13,579.93
Interest and Costs on Taxes		53,742.36	53,742.36	
Cable TV Franchise Fees		66,155.16	66,155.16	
Consolidated Municipal Property Tax Relief		21,048.00	21,048.00	
Energy Receipts Tax		392,656.00	392,656.00	
Uniform Construction Code		41,119.00	41,119.00	
Shared Services Agreement - Bellmawr/Runnemede		65,000.00	65,000.00	
Billboard Lease		74,000.00	74,000.00	
	<u>14,358.61</u>	<u>946,560.14</u>	<u>947,338.82</u>	<u>13,579.93</u>
Total	<u>\$ 14,358.61</u>	<u>\$ 946,560.14</u>	<u>\$ 947,338.82</u>	<u>\$ 13,579.93</u>

BOROUGH OF MOUNT EPHRAIM
Current Fund

Statement of Deferred Charges
 N.J.S. 40A:4-55 Special Emergency Authorizations
 For the Year Ended December 31, 2015

Purpose	Date Authorized	Amount Authorized	Balance December 31, 2014	Added in 2015	Raised in 2015 Budget	Balance December 31, 2015
Revaluation	4/3/2014	\$85,000.00	\$ 85,000.00	\$ -	\$ 17,000.00	\$ 68,000.00
Total			\$ 85,000.00	\$ -	\$ 17,000.00	\$ 68,000.00

BOROUGH OF MOUNT EPHRAIM
Current Fund
Schedule of 2014 Appropriation Reserves
For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Encumbrances Dec. 31, 2014	Balance after Transfers	Disbursed	Balance Lapsed
Salary and Wages - Within Caps					
Municipal Court's Office	\$ 8,929.59	\$ 36,769.39	\$ 45,698.98	\$ 36,769.39	\$ 8,929.59
Subtotal	<u>8,929.59</u>	<u>36,769.39</u>	<u>45,698.98</u>	<u>36,769.39</u>	<u>8,929.59</u>
Other Expenses - Within Caps					
Municipal Clerk's Office	2,874.94	2,569.63	5,444.57	1,841.75	3,602.82
Financial Administration	1,119.38	258.32	1,377.70	425.09	952.61
Collection of Taxes	3,878.48	51.00	3,929.48	51.00	3,878.48
Tax Assessment Administration	370.49	67.00	437.49	67.00	370.49
Legal Services and Costs	5,752.07	4,633.75	10,385.82	7,071.25	3,314.57
Engineering Services and Costs	4,390.50	-	4,390.50	1,232.50	3,158.00
Planning Board	5,435.33	-	5,435.33	279.60	5,155.73
Police	4,544.00	3,732.06	8,276.06	3,266.59	5,009.47
Civil Defense and Disaster Control	1,124.54	-	1,124.54	1,000.00	124.54
Aid to Volunteer Fire Companies	17,475.45	6,638.94	24,114.39	22,690.96	1,423.43
First Aid Organization Contribution	8,460.34	1,420.08	9,880.42	6,742.84	3,137.58
Road Repairs & Maintenance	2,533.61	180.69	2,714.30	-	2,714.30
Garbage and Trash Removal	361.24	-	361.24	331.69	29.55
Solid Waste Disposal	10,753.61	1,107.15	11,860.76	10,575.51	1,285.25
Public Buildings and Grounds	6,979.68	1,383.62	8,363.30	2,114.94	6,248.36
Sewer System	7,763.68	-	7,763.68	996.28	6,767.40
Borough Vehicle Maintenance	3,978.41	1,077.28	5,055.69	4,957.62	98.07
Celebration of Public Event, Anniversary, or Holiday	2,000.00	-	2,000.00	(1,288.08)	3,288.08
Utilities:					
Electricity	698.22	-	698.22	254.13	444.09
Street Lights	6,207.34	-	6,207.34	786.38	5,420.96
Telephone	887.81	-	887.81	700.98	186.83
Gasoline	8,369.34	5,395.11	13,764.45	5,870.72	7,893.73
Sewer	786.50	-	786.50	513.00	273.50
Stormwater Regulation	1,050.00	-	1,050.00	1,050.00	-
Subtotal	<u>107,794.96</u>	<u>28,514.63</u>	<u>136,309.59</u>	<u>71,531.75</u>	<u>64,777.84</u>
Other Expenses - Excluded from Caps					
Recycling Tax	17.70	42.21	59.91	42.21	17.70
Subtotal	<u>17.70</u>	<u>42.21</u>	<u>59.91</u>	<u>42.21</u>	<u>17.70</u>
Other Accounts - No Change	<u>42,033.31</u>	<u>-</u>	<u>42,033.31</u>	<u>-</u>	<u>42,033.31</u>
Grand Total	<u>\$ 158,775.56</u>	<u>\$ 65,326.23</u>	<u>\$ 224,101.79</u>	<u>\$ 108,343.35</u>	<u>\$ 115,758.44</u>

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Tax Overpayments
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 19,863.69
Increased by:		
Collected		<u>27,603.71</u>
Subtotal		47,467.40
Decreased by:		
Refunds	\$ 28,113.03	
Tax Overpayments Applied	<u>16,995.80</u>	<u>45,108.83</u>
Balance December 31, 2015		<u><u>\$ 2,358.57</u></u>

EXHIBIT A-15

Schedule of Prepaid Taxes
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 39,074.40
Increased by:		
Collected		<u>62,048.46</u>
Subtotal		101,122.86
Decreased by:		
Applied to 2015 Taxes		<u>39,074.40</u>
Balance December 31, 2015		<u><u>\$ 62,048.46</u></u>

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Local School Taxes Payable
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 0.50
Increased by:		
Levy: Calendar Year 2015		5,937,433.00
Subtotal		5,937,433.50
Decreased by:		
Disbursed to Local School District		5,886,285.10
Balance December 31, 2015		\$ 51,148.40

Exhibit A-17

Schedule of County Taxes Payable
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 29,612.83
Increased by:		
2015 Levy:		
General County	\$ 2,221,456.88	
County Library	136,434.58	
County Open Space	55,000.38	
Added and Omitted Taxes	1,845.76	
Subtotal		2,414,737.60
		2,444,350.43
Decreased by:		
Disbursed to County of Camden		2,442,504.67
Balance December 31, 2015		\$ 1,845.76

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Sewer Rent Overpayments
 For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 1,073.34
Increased by:	
Collected	1,319.57
Subtotal	2,392.91
Decreased by:	
Applied to Sewer Rents Receivable	1,073.34
Balance December 31, 2015	\$ 1,319.57

EXHIBIT A-19

Schedule of Due to State of New Jersey
 for Marriage License Fees
 For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 150.00
Increased by:	
State Portion of 2015 Marriage Licenses Fees	650.00
Subtotal	800.00
Decreased by:	
Disbursed to State of New Jersey	625.00
Balance December 31, 2015	\$ 175.00

BOROUGH OF MOUNT EPHRAIM
Current Fund
 Schedule of Due to State of NJ - UCC Fees
 For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 1,327.00
Increased by:	
Cash Received	3,672.00
	4,999.00
Decreased by:	
Cash Disbursed	3,716.00
	3,716.00
Balance December 31, 2015	\$ 1,283.00

EXHIBIT A-21

Schedule of Reserve for Revaluation
 For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 11,859.34
Decreased by:	
Cash Disbursed	7,034.73
	7,034.73
Balance December 31, 2015	\$ 4,824.61

EXHIBIT A-22

Schedule of Reserve For Codification of Ordinances
 For the Year Ended December 31, 2015

Balance December 31, 2013	\$ 14,501.87
Decreased by:	
Encumbrances Payable	0.00
	0.00
Balance December 31, 2014	\$ 14,501.87

BOROUGH OF MOUNT EPHRAIM
Federal and State Grant Fund
 Schedule of Federal and State Grants Receivable
 For the Year Ended December 31, 2015

	Balance Dec. 31, 2014	Accrued	Received	Transfer From Unappropriated Reserves	Transfer To Unappropriated Reserves	Balance Dec. 31, 2015
State Grants:						
Clean Communities Program	\$ -	\$ 9,712.84	\$ 9,712.84	\$ -	\$ -	\$ -
Body Armor Replacement Grant	-	1,510.33	1,510.33	-	-	-
DWI Enforcement	-	9,712.84	3,062.81	-	-	6,650.03
NJ Transportation Trust - Roosevelt Avenue	64,466.00	-	44,453.23	-	-	20,012.77
Recycling Tonnage Grant		6,106.29	-	6,106.29		
Drive Sober or Get Pulled Over		5,000.00	-	5,000.00		
Alcohol Education and Rehab			235.73		235.73	
County Grants:						
Open Space Preservation Trust Fund	25,002.13					25,002.13
County Recreation Facility Enhancement	50,000.00					50,000.00
County Recreation Facility Enhancement	25,000.00					25,000.00
Federal Grants:						
Bulletproof Vest		496.00	496.00			
Community Development Block Grant	240.00					240.00
Community Development Block Grant - Year 35		16,000.00				16,000.00
Community Development Block Grant - Year 36		20,000.00				20,000.00
Total	\$ 164,708.13	\$ 68,538.30	\$ 59,470.94	\$ 11,106.29	\$ 235.73	\$ 162,904.93

BOROUGH OF MOUNT EPHRAIM
Federal and State Grant Fund
 Schedule of Reserve For Federal and State Grants - Unappropriated
 For the Year Ended December 31, 2015

	Balance <u>Dec. 31, 2014</u>	Federal and State Grant <u>Receivable</u>	Realized as Revenue <u>In 2015</u>	Balance <u>Dec. 31, 2015</u>
State Grants:				
Alcohol Education and Rehab	\$ -	\$ 235.73	\$ -	\$ 235.73
Drive Sober or Get Pulled Over	5,000.00		5,000.00	
Recycling Tonnage Grant	6,106.29		6,106.29	
	<hr/>			
Total	<u>\$ 11,106.29</u>	<u>\$ 235.73</u>	<u>\$ 11,106.29</u>	<u>\$ 235.73</u>

TRUST FUND

**BOROUGH OF MOUNT EPHRAIM
Trust Fund**

Schedule of Cash - Treasurer
For the Year Ended December 31, 2015

	Animal Control	Total Other Trust Funds	Unemployment Trust	Payroll	Off-Duty Police	Public Defender	POAA	Developer's Escrow	Tax Title Lien Redemption	Police Donations	Forfeited Funds	
Balance December 31, 2014	\$ 475.11	\$ 2,10,553.18	\$ 2,837.91	\$ 11,810.09	\$ 58.36	\$ 20,199.93	\$ 83.05	\$ 44,215.90	\$ 119,985.45	\$ 70.73	\$ 11,291.76	
Receipts:												
Dog License Fees:												
Municipal Licenses	7,025.14											
State Registration Fees	653.40											
Due from Oaklyn Court		0.00										
Due to Current Fund												
Board Contribution	3,000.00											
Payroll Withholdings		3,008.77	3,008.77									
Net Payroll		1,273,692.94		1,273,692.94								
Payroll Deductions Payable		774,899.52		774,899.52								
Off-Duty Police Fees		160,900.50		160,900.50								
Public Defender Fees		5,230.00				5,230.00						
POAA Fees		10.00					10.00					
Tax Title Lien Redemptions		204,880.73							204,880.73			
Premium		118,800.00							118,800.00			
Developer's Escrow		41,182.57						41,182.57				
Forfeited Funds		0.00									28.15	
Interest Earned	7.90	2,230.90		1,707.90	90.73	58.46	0.24	111.39	183.83	50.20		
Total Receipts	10,686.44	2,584,835.93	3,008.77	2,050,300.36	160,991.23	5,288.46	10.24	41,293.96	323,864.56	50.20	28.15	
Disbursements:												
Expenditures Under RS4:19-15.11	10,142.79											
State Registration Fees	652.20											
Unemployment		4,165.83	4,165.83									
Net Payroll		1,424,764.87		1,273,692.94	151,071.93							
Payroll Deductions Payable		758,271.48		758,271.48								
Off-Duty Police		0.00										
Public Defender		200.00				200.00						
Developer's Escrow		8,630.25						8,630.25				
Tax Title Lien Redemptions		220,083.37							220,083.37			
Premium		43,200.00							43,200.00			
Police Donations		0.00									1,050.00	
Interest Earned	7.90	1,530.52		35.87	90.73	58.46	0.24	111.39	183.83			
Due to Current Fund		11,347.92		11,347.92								
Total Disbursements	10,802.89	2,472,194.24	4,165.83	2,043,348.21	151,162.66	258.46	0.24	8,741.64	263,467.20	0.00	1,050.00	
Balance December 31, 2015	\$ 358.66	\$ 323,194.87	\$ 1,680.85	\$ 18,762.24	\$ 9,886.93	\$ 25,229.93	\$ 93.05	\$ 76,768.22	\$ 180,382.81	\$ 120.93	\$ 10,269.91	

BOROUGH OF MOUNT EPHRAIM
Trust Fund
 Schedule of Reserve for Animal Control Expenditures
 For the Year Ended December 31, 2015

Balance (Deficit) December 31, 2014		\$ 475.11
Increased by:		
2015 Dog License Fees Collected	\$ 5,616.60	
Late Fees	900.00	
Refund of Prior Year Expense	508.54	
Current Fund - Budget Appropriation	3,000.00	10,025.14
Total		10,500.25
Decreased by:		
Expenditures Under R.S. 4:19-15.11:		
Cash disbursed		10,142.79
Balance (Deficit) December 31, 2015		\$ 357.46

LICENSE FEES COLLECTED

Year	Amount
2013	\$ 6,251.40
2014	5,865.00
	\$ 12,116.40

BOROUGH OF MOUNT EPHRAIM
Trust - Other Funds
Statement of Reserve for Unemployment Compensation
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 309.24
Increased by:		
Employee Withholdings	\$ 5,537.44	
Interest Earned	<u> </u>	<u>5,537.44</u>
Subtotal		5,846.68
Decreased by:		
Claims Paid		<u>4,165.83</u>
Balance December 31, 2015		<u><u>\$ 1,680.85</u></u>

EXHIBIT B-4

Schedule of Reserve for Escrow Trust Fund
For the Year Ended December 31, 2015

Balance December 31, 2014		\$ 101,161.40
Increased by:		
Escrow Deposits	\$ 41,293.96	
Interest Earned on Investments	<u>111.39</u>	<u>41,405.35</u>
Decreased by:		
Disbursements		<u>8,853.03</u>
Balance December 31, 2015		<u><u>\$ 133,713.72</u></u>

BOROUGH OF MOUNT EPHRAIM
Trust - Other Funds
Statement of Reserve for Law Enforcement - Forfeited Funds
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 11,291.76
Increased by:	
Cash Receipts	
Interest Earned on Investments	28.15
	11,319.91
Decreased by:	
Cash Disbursed	1,050.00
	1,050.00
Balance December 31, 2015	\$ 10,269.91

EXHIBIT B-6

Schedule of Deposits for Redemption of Tax Sale Certificates
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 27,985.45
Increased by:	
Deposits Received	204,880.73
	232,866.18
Decreased by:	
Refunds - Tax Sale Certificates Redeemed	220,083.37
	220,083.37
Balance December 31, 2015	\$ 12,782.81

BOROUGH OF MOUNT EPHRAIM
Trust - Other Funds
Statement of Reserve for Tax Sale Premiums
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 92,000.00
Increased by:	
Cash Receipts	118,800.00
Subtotal	210,800.00
Decreased by:	
Cash Disbursements	43,200.00
Balance December 31, 2015	\$ 167,600.00

EXHIBIT B-8

Statement of Reserve for Off Duty Police
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 1,903.25
Increased by:	
Cash Receipts	\$ 163,228.79
Subtotal	163,228.79
Subtotal	165,132.04
Decreased by:	
Cash Disbursements	151,071.93
Balance December 31, 2015	\$ 14,060.11

BOROUGH OF MOUNT EPHRAIM
Trust - Other Funds
Statement of Reserve for Public Defender Fees
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 4,627.11
Increased by:	
Cash Receipts	5,230.00
Subtotal	9,857.11
Decreased by:	
Cash Disbursements	4,254.61
Balance December 31, 2015	\$ 5,602.50

EXHIBIT B-10

Statement of Reserve for POAA Fees
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 83.05
Increased by:	
Cash Receipts	10.00
Subtotal	93.05
Decreased by:	
Disbursements	
Balance December 31, 2015	\$ 93.05

BOROUGH OF MOUNT EPHRAIM
Trust - Other Funds
Statement of Reserve for Police Donations
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 70.73
Increased by:	
Interest earned	<u>50.20</u>
Subtotal	120.93
Decreased by:	
Disbursements	<u> </u>
Balance December 31, 2015	<u><u>\$ 120.93</u></u>

GENERAL CAPITAL FUND

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
 Schedule of Cash - Treasurer
 For the Year Ended December 31, 2015

Balance December 31, 2014		\$ -
Receipts:		
Due from Federal and State Grant Fund	\$ -	
Budget Appropriation - Capital improvement Fund	10,000.00	
Due from Current Fund	646,668.73	
Due to Current Fund - Interest Earnings	<u>429.22</u>	
Total Receipts		<u>657,097.95</u>
Subtotal		657,097.95
Disbursements:		
Improvement Authorizations	376,082.58	
Due to Federal and State	13,242.01	
Due to Current Fund - Interest Earnings	<u>429.22</u>	<u>389,753.81</u>
Balance December 31, 2015		<u><u>\$ 267,344.14</u></u>

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
 Analysis of General Capital Cash and Investments
 For the Year Ended December 31, 2015

Fund Balance		\$ 49.80
Capital Improvement Fund		5,472.10
Due from Current Fund		(368,556.75)
Due to Current Fund		11,914.96
Due from Federal and State Grant Fund		(1,023,182.81)
Due from Camden County Improvement Authority		(4,035.37)
Reserve for Debt Service		1,122,975.29
Improvement Authorizations:		
Ordinance		
<u>Number</u>		
07-2010	Drainage and Street Improvements - Bell road	5,641.52
07-2014	Various Improvements	105,836.02
03-2015	Various Improvements	224,952.53
08-2015	Various Improvements to Borough Hall	(87,775.10)
10-2015	Reconstruction of Various Roads	244,051.95
		244,051.95
Total		\$ 237,344.14

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
Statement of Deferred Charges to Future Taxation - Funded
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 2,500,000.00
Increased By:	
Serial Bonds Issued	<u>3,024,000.00</u>
	5,524,000.00
Decreased By:	
Serial Bonds Paid	<u>120,000.00</u>
Balance December 31, 2015	<u><u>\$ 5,404,000.00</u></u>

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
 Schedule of Deferred Charges to Future Taxation - Unfunded
 For the Year Ended December 31, 2015

Ordinance Number	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Funded By Budget Appropriation	Transferred to Deferred Taxation Funded	Balance Dec. 31, 2015	ANALYSIS OF BALANCE		
							Funded by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
772-06	Acquisition of Loader/Backhoe, Street Sweeper and Sports Utility Vehicle	\$ 129,600.00	\$ -	\$ -	\$ 129,600.00	\$ -	\$ -	\$ -	\$ -
15-07	Various Improvements	217,200.00			217,200.00				
11-08	Various Road and Related Improvements	132,760.00			132,760.00				
12-08	Sewer Utility Equipment and Improvements	48,605.00			48,605.00				
13-08	Acquisition of Vehicles and Equipment	55,435.00			55,435.00				
08-09	Various Roads and Related Improvements	64,280.00			64,280.00				
09-09	Various Improvements to Buildings and Grounds	42,465.00			42,465.00				
10-09	Sewer Utility Improvements	64,650.00			64,650.00				
11-09	Various Pieces of Capital Equipment	196,450.00			196,450.00				
2-2010	Various Roads and Improvements	108,750.00			108,750.00				
7-2010	Drainage and Related Street Improvements	729,500.00			729,500.00				
8-2010	Kings Highway Streetscape	275,040.00			275,040.00				
14-2010	Acquisition of Trash Truck	85,500.00			85,500.00				
02-2012	Various Capital Improvements	190,000.00			190,000.00				
07-2014	Various Capital Improvements	447,000.00			447,000.00				
03-2015	Acquisition of Ambulance, Various Improvements to Borough Buildings		237,500.00		236,765.00	735.00			735.00
08-2015	Various Capital Improvements		129,200.00			129,200.00		57,775.10	71,424.90
10-2015	Various Roads and Related Improvements		234,650.00			234,650.00	234,650.00		
	Total	\$ 2,787,235.00	\$ 601,350.00	\$ -	\$ 3,024,000.00	\$ 364,585.00	\$ 234,650.00	\$ 57,775.10	\$ 72,159.90

Improvement Authorizations Unfunded
 Less Unexpended Proceeds of Bond Anticipation Notes Issued:
 Ord. 10-2015

\$ 306,809.90
 234,650.00
\$ 72,159.90

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
Schedule of Capital Improvement Fund
For the Year Ended December 31, 2015

Balance December 31, 2014	\$ 27,122.10
Increased by:	
2015 Budget Appropriation	<u>10,000.00</u>
Subtotal	37,122.10
Decreased by:	
Appropriated to Finance Improvement Authorizations	<u>31,650.00</u>
Balance December 31, 2015	<u><u>\$ 5,472.10</u></u>

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
 Schedule of Improvement Authorizations
 For the Year Ended December 31, 2015

2015 AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2014		Capital Improvement Fund	Deferred Charges To Future Taxation - Unfunded	Paid or Charged	Balance December 31, 2015	
				Funded	Unfunded				Funded	Unfunded
02-2010	Completion of Various Roads	04/01/10	\$ 125,000.00	\$ -	\$ 2,214.61	\$ -	\$ -	\$ 2,214.61	\$ -	\$ -
07-2010	Drainage and Street Improvements - Bell Road	06/03/10	755,000.00	-	16,893.27	-	-	11,251.75	-	5,641.52
02-2012	Various Improvements:									
	Drainage Improvements Bell Road	07/05/12	55,000.00							
	Various capital Equipment	07/05/12	35,000.00							
	Public Safety Equipment	07/05/12	70,000.00	3,500.00				3,500.00		
	Public Works Vehicle and Equipment	07/05/12	40,000.00	5,661.06				5,661.06		
07-2014	Various Improvements:									
	Office equipment	07/03/14	42,000.00		39,848.60			34,599.18		5,249.42
	Public Safety Improvements	07/03/14	75,000.00		23,566.79			13,297.27		10,269.52
	Public Works Vehicles and Equipment	07/03/14	15,000.00		6,760.00					6,760.00
	Road and Drainage Improvements	07/03/14	128,000.00		100,145.73			67,911.37		32,234.36
	Second Avenue Road Project	07/03/14	200,000.00		197,134.44			145,811.72		51,322.72
08-2015	Various Improvements:									
	Acquisition of Ambulance	04/02/15	150,000.00			7,500.00	142,500.00	24,312.47		150,000.00
	Various Improvements to Borough Buildings	04/02/15	100,000.00			5,000.00	95,000.00	64,575.10		74,952.53
08-2015	Various Improvements to the Borough Hall	08/06/15	136,000.00			6,800.00	129,200.00			
10-2015	Reconstruction of Various Roads	09/03/15	247,000.00			12,350.00	234,650.00	2,948.05		9,401.95
	Total				\$ 395,724.50	\$ 31,650.00	\$ 601,350.00	\$ 376,082.58	\$ -	\$ 345,832.02
	Cash Disbursed							\$ 376,082.58		\$ 306,809.90

Borough of Mount Ephraim
General Capital Fund
Statement of General Serial Bonds
For the Year Ended December 31, 2015

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2015	Interest Rate	Balance	
					Dec. 31, 2014	Dec. 31, 2015
Borough Guaranteed Bonds - 2009	05/01/09	\$ 3,000,000.00	\$ 125,000.00	5.25%	\$ 2,500,000.00	\$ 2,380,000.00
			130,000.00	5.25%		
			140,000.00	5.25%		
			140,000.00	5.25%		
			140,000.00	6.00%		
			150,000.00	6.00%		
			155,000.00	6.00%		
			165,000.00	6.00%		
			175,000.00	6.00%		
			185,000.00	6.00%		
			200,000.00	6.00%		
			210,000.00	6.00%		
			225,000.00	6.00%		
			240,000.00	6.00%		
2015 General Obligation Bonds	7/8/2015	3,024,000.00	119,000.00	3.25%	3,024,000.00	3,024,000.00
			140,000.00	3.25%		
			140,000.00	3.25%		
			145,000.00	3.25%		
			145,000.00	3.25%		
			150,000.00	3.25%		
			155,000.00	3.25%		
			155,000.00	3.25%		
			160,000.00	3.25%		
			165,000.00	3.25%		
			170,000.00	3.25%		
			175,000.00	3.25%		
			185,000.00	3.25%		
			190,000.00	3.25%		
			195,000.00	3.25%		
			205,000.00	3.25%		
			210,000.00	3.25%		
			220,000.00	3.25%		
Total					\$ 2,500,000.00	\$ 5,404,000.00
					\$ 3,024,000.00	\$ 120,000.00

BOROUGH OF MOUNT EPHRAIM
 General Capital Fund
 Statement of Obligations Under Capital lease
 For the Year Ended December 31, 2015

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2015	Interest Rate	Balance		Increased	Decreased	Balance Dec. 31, 2015	
					Date	Amount				Dec. 31, 2014
Various Capital Improvements	12/21/05	\$ 725,000.00	\$ -			\$ 34,000.00	\$ -	\$ 34,000.00	\$ -	
Refunding Capital Lease	12/21/14	432,000.00	12/15/16	38,000.00	3.00%	432,000.00	-	-	432,000.00	
				37,000.00	3.00%					
				40,000.00	4.00%					
				43,000.00	4.00%					
				43,000.00	4.00%					
				42,000.00	4.00%					
	45,000.00	4.00%								
	46,000.00	4.00%								
	48,000.00	4.00%								
						\$ 466,000.00	\$ -	\$ 34,000.00	\$ 432,000.00	

BOROUGH OF MOUNT EPHRAIM
General Capital Fund
 Statement of Bonds and Notes Authorized But Not Issued
 For the Year Ended December 31, 2015

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2014</u>	<u>2015 Authorizations</u>	<u>Bond Anticipation Notes Issued</u>	<u>Serial Bonds Issued</u>	<u>Balance Dec. 31, 2015</u>
07-2014	Various Capital Improvements	\$ 447,000.00	-	-	\$ 447,000.00	-
03-2015	Various Capital Improvements		237,500.00		236,765.00	735.00
08-2015	Various Improvements to the Borough Hall		129,200.00			129,200.00
10-2015	Reconstruction of Various Roads		234,650.00	234,650.00		
	Total	<u>\$ 447,000.00</u>	<u>\$ 601,350.00</u>	<u>\$ 234,650.00</u>	<u>\$ 683,765.00</u>	<u>\$ 129,935.00</u>

BOROUGH OF MOUNT EPHRAIM

PART II

Schedule of Findings and Recommendations

For the Year Ended December 31, 2015

BOROUGH OF MOUNT EPHRAIM
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED DECEMBER 31, 2015

Section 1 -- Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued: _____ Unmodified _____

Internal control over financial reporting:

- | | | | | |
|---|-------|-----|---------------|---------------|
| 1) Material weaknesses identified? | _____ | yes | _____ X _____ | no |
| 2) Significant deficiencies identified that are not considered to be material weaknesses? | _____ | yes | _____ X _____ | none reported |

Noncompliance material to financial statements noted?	_____	yes	_____ X _____	no
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Federal Awards

NOT APPLICABLE

State Awards

NOT APPLICABLE

BOROUGH OF MOUNT EPHRAIM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2015

Schedule of Financial Statement Findings

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

No findings identified.

BOROUGH OF MOUNT EPHRAIM
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2015

Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs

This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

A federal single audit was not required.

STATE AWARDS

A state single audit was not required.

BOROUGH OF MOUNT EPHRAIM
Summary Schedule of Prior Year Audit Findings
And Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal and state grant awards that are required to be reported in accordance with Government Auditing Standards and New Jersey OMB's Circular 15-08.

FINANCIAL STATEMENT FINDINGS

There were no prior year financial statement findings.

FEDERAL AWARDS

A Federal Single Audit was not required.

STATE AWARDS

A State Single Audit was not required.

BOROUGH OF MOUNT EPHRAIM

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>	<u>Amount of Coverage</u>	<u>Name Of Surety</u>
Joseph Wolk	Mayor		
Andrew Gilmore	Commissioner		
Michael Travinsky	Commissioner		
Terry Shannon	Borough Clerk	\$1,000,000.00	(A)
David McPeak	Chief Financial Officer	\$1,000,000.00	(A)
Dorthea Jones	Tax Collector	\$1,000,000.00	(A)
Tara Martin	Registrar of Vital Statistics	\$1,000,000.00	(A)
Tara Martin	Construction Clerk	\$1,000,000.00	(A)
Steven R. Beach	Construction Code Official	\$1,000,000.00	(A)
Brian Schneider	Tax Assessor	\$1,000,000.00	(A)

(A) Employees are covered by the Public Employees Dishonesty Blanket Bond with the Camden County Municipal Joint Insurance Fund in the amount of \$50,000 and an excess liability bond in the amount of \$950,000 with the Municipal Excess Liability Fund.

ACKNOWLEDGMENT

I express my appreciation for the assistance and courtesies extended to the audit team by the Borough Officials during the course of the audit.

Respectfully submitted,

INVERSO & STEWART, LLC



Robert P. Inverso
Certified Public Accountant
Registered Municipal Accountant

May 27, 2016