

**NEW ISSUE
BOOK-ENTRY ONLY**Rating (Bonds): S&P "AA+"
Rating (Notes): Not Rated
(See "RATING" herein)

In the opinion of Capehart & Scatchard, P.A., Trenton, New Jersey, Bond Counsel, assuming continuing compliance by the Township with the provisions of the Internal Revenue Code of 1986, as amended (the "Code") pertaining to the issuance of the Tax-Exempt Bonds and Notes, and subject to certain provisions of the Code which are described herein, interest on the Tax-Exempt Bonds and the Notes is excludable from gross income of the owners thereof for federal income tax purposes under current law, and will not be treated as an item of tax preference for purposes of calculating the alternative minimum tax imposed on individuals and corporations. In the opinion of Bond Counsel, interest on the Bonds and the Notes and gain on the sale thereof are excludable from gross income of the owners thereof under the New Jersey Gross Income Tax Act. See "TAX MATTERS" herein.

\$12,402,000
TOWNSHIP OF ROBBINSVILLE
IN THE COUNTY OF MERCER, NEW JERSEY
GENERAL OBLIGATION BONDS, SERIES 2015
Consisting of:
\$2,375,000 Tax-Exempt Open Space Bonds, Series 2015A
\$10,027,000 Taxable General Improvement Bonds, Series 2015B
(Callable)

Dated: Date of Delivery
Due: July 15, as shown on the inside front cover

\$15,158,357
TOWNSHIP OF ROBBINSVILLE
IN THE COUNTY OF MERCER, NEW JERSEY
BOND ANTICIPATION NOTES
Consisting of:
\$12,838,357 General Improvement Bond Anticipation Notes
\$2,320,000 Sewer Utility Bond Anticipation Notes
Coupon: ___% Yield: ___%
(Non-Callable)

Dated: Date of Delivery
Due: July 29, 2016

The \$12,402,000 aggregate principal amount of General Obligation Bonds, Series 2015 consisting of \$2,375,000 aggregate principal amount of Tax-Exempt Open Space Bonds, Series 2015A (the "Tax-Exempt Bonds") and \$10,027,000 aggregate principal amount of Taxable General Improvement Bonds, Series 2015B (the "Taxable Bonds" and, together with the Tax-Exempt Bonds, the "Bonds") are general obligations of the Township of Robbinsville, in the County of Mercer, State of New Jersey (the "Township") for which the full faith and credit of the Township are pledged. The Township is authorized and required by law to levy ad valorem taxes on all taxable property within the Township without limitation as to rate or amount for the payment of the principal thereof and the interest thereon.

The \$15,158,357 aggregate principal amount of Bond Anticipation Notes consisting of \$12,838,357 General Improvement Bond Anticipation Notes (the "General Improvement Notes") and \$2,320,000 Sewer Utility Bond Anticipation Notes (the "Sewer Utility Notes" and together with the General Improvement Notes, the "Notes"), dated the date of delivery, are also general obligations of the Township, payable in the first instance from the proceeds of the sale of the bonds in anticipation of the issuance of which the Notes are issued, but if not so paid or if not paid from other sources, are payable ultimately from ad valorem taxes levied upon all the taxable property within the Township for the payment of the Notes and the interest thereon without limitation as to rate or amount.

The Bonds and the Notes will be issued in fully registered book-entry only form and, when issued, will be registered in the name of and held by Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC, an automated depository for securities and clearing house for securities transactions, will act as securities depository for the Bonds and the Notes. Individual purchases of the Bonds and Notes will be made in book-entry only form in the principal amount of \$5,000 or any integral multiple thereof, except that any amount of Bonds maturing in any one year in excess of the largest principal amount thereof equaling a multiple of \$5,000 will be in denominations of \$1,000 or any integral multiple thereof (or any necessary odd denomination).

The Bonds shall bear interest from the date of delivery thereof, payable semi-annually on January 15 and July 15 of each year, commencing January 15, 2016, at such rates of interest as shown on the inside front cover hereof until maturity or prior redemption. The Bonds will be payable as to principal upon presentation and surrender thereof at the offices of the Township or a duly designated paying agent. Interest on the Bonds will be paid by check, draft or wire transfer mailed, delivered or transmitted by the Township to the registered owner thereof as of the Record Dates (as defined herein).

The Notes will bear interest at the rate per annum and reoffering yield, as shown above, commencing from their date of delivery. Principal of and interest on the Notes will be payable at maturity on July 29, 2016. Principal of and interest on the Notes will be payable by the Township or a duly designated paying agent at the date of maturity. While DTC is acting as securities depository for the Bonds and the Notes, the principal of and interest on the Bonds and the Notes will be payable by wire transfer to DTC or its nominee, which is obligated to remit such principal and interest payments to DTC Participants. DTC Participants and Indirect Participants will be responsible for remitting such principal and interest payments to the Beneficial Owners of the Bonds or the Notes. See "BOOK-ENTRY ONLY SYSTEM" herein.

The Bonds are authorized by, and are issued pursuant to, the provisions of the Local Bond Law, N.J.S.A. 40A:2-1 et seq., as amended and supplemented (the "Local Bond Law"), various bond ordinances duly adopted by the Township Council on the dates set forth herein and by a resolution duly adopted by the Township Council on June 25, 2015. The Notes are authorized by, and are issued pursuant to, the provisions of the Local Bond Law, and various bond ordinances duly adopted by the Township Council on the dates set forth herein.

The Bonds, along with other available funds of the Township, are being issued to: (i) refund outstanding bond anticipation notes of the Township; (ii) finance the cost of various open space improvements in and by the Township; and (iii) pay the costs associated with the issuance of the Bonds.

The Notes, along with other available funds of the Township, are being issued to: (i) refund outstanding bond anticipation notes of the Township; (ii) finance various general improvements in and by the Township; and (iii) pay the costs of issuance of the Notes.

The Bonds are subject to optional redemption prior to their stated maturities as set forth herein. See "THE BONDS" under the subheading entitled "Redemption Provisions". The Notes are not subject to redemption prior to their stated maturity.

The Bonds and the Notes are not debt or obligations, legal, moral or otherwise of the State of New Jersey, or any county, municipality or political subdivision thereof other than the Township.

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire Official Statement, including the Appendices attached hereto, to obtain information essential to their making of an informed investment decision.

The Bonds and the Notes are offered when, as and if issued, and delivered to the purchasers, subject to withdrawal or modification of the offer without notice, to the prior approval of legality by the law firm of Capehart & Scatchard, P.A., Trenton, New Jersey, Bond Counsel, and certain other conditions described herein. Certain legal matters will be passed upon for the Township by its counsel, Mark Roselli, Esq., Hamilton, New Jersey. Phoenix Advisors, LLC, Bordentown, New Jersey served as Financial Advisor to the Township in connection with the Bonds and the Notes. It is expected that delivery of the Bonds and the Notes in book-entry only form will be made at DTC in New York, New York on or about July 31, 2015.

All bids for the Tax-Exempt Bonds must be submitted in their entirety via BiDCOMP/PARITY Competitive Bidding System ("PARITY") prior to 11:00 a.m., prevailing New Jersey time, on July 21, 2015. All bids for the Taxable Bonds must be submitted in their entirety via PARITY prior to 11:15 a.m., prevailing New Jersey time on July 21, 2015. All Bids for the Bonds must be in conformance with the Full Notice of Sale for the Bonds which can be viewed in electronic format, along with this Preliminary Official Statement, on the website located at www.prospectushub.com.

Telecopied bids for the Notes, in accordance with the Full Notice of Sale for the Notes, will be received by the Township until 11:30 a.m. on July 21, 2015, via telecopier: (609) 426-4127 or email: ainverso@muniadvisors.com.

This is a Preliminary Official Statement, complete with the exception of the specific information to be omitted by Rule 15c2-12 of the Securities and Exchange Commission. The Township has authorized distribution of this Preliminary Official Statement to prospective purchasers and others for informational purposes only. The Township will deliver a final Official Statement in accordance with Rule 15c2-12. These Notes may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Notes in any jurisdiction in which such offer, solicitation or sale would be unlawful under the laws of such jurisdiction.

TOWNSHIP OF ROBBINSVILLE

\$2,375,000 TAX-EXEMPT OPEN SPACE BONDS, SERIES 2015A

MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS AND CUSIPS

<u>Maturity (July 15)</u>	<u>Principal Amount</u>	<u>Interest Rates</u>	<u>Yields</u>	<u>CUSIPs</u>
2016	\$100,000	%	%	
2017	125,000			
2018	150,000			
2019	150,000			
2020	150,000			
2021	150,000			
2022	150,000			
2023	150,000			
2024	150,000			
2025	175,000			
2026	175,000			
2027	175,000			
2028	175,000			
2029	200,000			
2030	200,000			

\$10,027,000 TAXABLE GENERAL IMPROVEMENT BONDS, SERIES 2015B

MATURITIES, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS AND CUSIPS

<u>Maturity (July 15)</u>	<u>Principal Amount</u>	<u>Interest Rates</u>	<u>Yields</u>	<u>CUSIPs</u>
2016	\$250,000	%	%	
2017	250,000			
2018	265,000			
2019	275,000			
2020	300,000			
2021	310,000			
2022	320,000			
2023	335,000			
2024	350,000			
2025	365,000			
2026	385,000			
2027	400,000			
2028	415,000			
2029	435,000			
2030	450,000			
2031	450,000			
2032	475,000			
2033	500,000			
2034	500,000			
2035	500,000			
2036	500,000			
2037	500,000			
2038	500,000			
2039	500,000			
2040	497,000			

**TOWNSHIP OF ROBBINSVILLE, IN THE
COUNTY OF MERCER, NEW JERSEY**

MAYOR

David Fried

TOWNSHIP COUNCIL

Ronald C. Witt, Jr.
Christine Ciaccio
David L. Boyne
Vincent J. Calcagno
Sheree S. McGowan

TOWNSHIP BUSINESS ADMINISTRATOR

Joy Tozzi

TOWNSHIP CHIEF FINANCIAL OFFICER

Deborah Bauer, CMFO

TOWNSHIP CLERK

Michele Seigfried, MMC, CMR

BOND COUNSEL

Capehart & Scatchard, P.A.
Trenton, New Jersey

TOWNSHIP COUNSEL

Mark Roselli, Esq.
Hamilton, New Jersey

TOWNSHIP AUDITOR

Holman Frenia Allison P.C.
Medford, New Jersey

FINANCIAL ADVISOR

Phoenix Advisors, LLC
Bordentown, New Jersey

No broker, dealer, salesperson or other person has been authorized by the Township to give any information or to make any representations with respect to the Bonds and the Notes other than those contained in this document, and, if given or made, such information or representations must not be relied upon as having been authorized by the foregoing. The information contained herein has been provided by the Township and other sources deemed reliable; however, such information is not to be construed as a representation or warranty by the Underwriter or, as to information from sources other than itself, by the Township. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this document nor any sale hereunder shall, under any circumstances, create any implication that there has been no change in any of the information herein since the date hereof, or the date as of which such information is given, if earlier.

References in this Official Statement to laws, rules, regulations, resolutions, agreements, reports and documents do not purport to be comprehensive or definitive. All references to such documents are qualified in their entirety by reference to the particular document, the full text of which may contain qualifications of and exceptions to statements made herein.

This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds and the Notes in any jurisdiction in which it is unlawful for any person to make such an offer, solicitation or sale. No dealer, broker, salesperson or other person has been authorized to give any information or to make any representations other than as contained in this document. If given or made, such other information or representations must not be relied upon as having been authorized by the Township, the Financial Advisor, or the Underwriter.

Upon issuance, the Bonds and the Notes will not be registered under the Securities Act of 1933, as amended, will not be listed on the stock or other securities exchange and neither the Securities and Exchange Commission or any other federal, state, municipal or other governmental entity, other than the Township, will have passed upon the accuracy or adequacy of the Official Statement.

The order and placement of materials in this Official Statement, including the Appendices, are not to be deemed to be a determination of relevance, materiality or importance, and this Official Statement, including Appendices, must be considered in its entirety.

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OFFICIAL STATEMENT

Relating to

\$12,402,000

**TOWNSHIP OF ROBBINSVILLE
IN THE COUNTY OF MERCER, NEW JERSEY
GENERAL OBLIGATION BONDS, SERIES 2015**

Consisting of:

\$2,375,000 Tax-Exempt Open Space Bonds, Series 2015A

\$10,027,000 Taxable General Improvement Bonds, Series 2015B
(Callable)

\$15,158,357

**TOWNSHIP OF ROBBINSVILLE
IN THE COUNTY OF MERCER, NEW JERSEY
BOND ANTICIPATION NOTES**

Consisting of:

\$12,838,357 General Improvement Bond Anticipation Notes

\$2,320,000 Sewer Utility Bond Anticipation Notes
(Non-Callable)

INTRODUCTION

This Official Statement, which includes the cover page and the appendices attached hereto, has been prepared by the Township of Robbinsville (the "Township"), in the County of Mercer, in the State of New Jersey (the "State") in connection with the sale and issuance of \$12,402,000 aggregate principal amount of General Obligation Bonds, Series 2015 consisting of \$2,375,000 principal amount of Tax-Exempt Open Space Bonds, Series 2015A (the "Tax-Exempt Bonds") and \$10,027,000 principal amount of Taxable General Improvement Bonds, Series 2015B (the "Taxable Bonds" and, together with the Tax-Exempt Bonds, the "Bonds") and \$15,158,357 aggregate principal amount of Bond Anticipation Notes consisting of \$12,838,357 General Improvement Bond Anticipation Notes (the "General Improvement Notes") and \$2,320,000 Sewer Utility Bond Anticipation Notes (the "Sewer Utility Notes" and together with the General Improvement Notes, the "Notes") of the Township. This Official Statement has been executed by and on behalf of the Township by the Chief Financial Officer and may be distributed in connection with the sale of the Bonds and the Notes described herein.

This Official Statement contains specific information relating to the Bonds and the Notes including their general description, certain matters affecting the financing, certain legal matters, historical financial information and other information pertinent to this issue. This Official Statement should be read in its entirety.

All financial and other information presented herein has been provided by the Township from its records, except for information expressly attributed to other sources. The presentation of information is intended to show recent historic information and, but only to the extent specifically provided herein, certain projections into the immediate future, and is not necessarily indicative of future or continuing trends in the financial position of the Township.

This Official Statement is "deemed final", as of its date, within the meaning of Rule 15c2-12 of the Securities and Exchange Commission ("Rule 15c2-12").

THE BONDS

General Description

The Bonds will be dated the date of delivery and will mature on July 15 in each of the years and in the principal amounts as shown on the inside cover page hereof. The interest on the Bonds will be payable semi-annually beginning January 15, 2016 and on each July 15 and January 15 thereafter. The record dates for the Bonds is each preceding January 1 and July 1, respectively (the "Record Dates"). The Bonds will be issued in book-entry form only.

The Bonds are general obligations of the Township and are secured by a pledge of the full faith and credit of the Township for the payment of the principal thereof and interest thereon. The Township is obligated to levy *ad valorem* taxes upon all of the taxable property within the Township for the payment of principal of and interest on the Bonds without limitation as to rate or amount.

Redemption Provisions

The Bonds maturing prior to July 15, 2026, are not subject to redemption prior to their stated maturities. The Bonds maturing on or after July 15, 2026 are redeemable at the option of the Township, in whole or in part, on any date on or after July 15, 2025 at a redemption price equal to 100% of the principal amount thereof (the “Redemption Price”), plus accrued interest to the date fixed for redemption.

Notice of Redemption

Notice of redemption shall be given by mailing by first class mail in a sealed envelope with postage prepaid to the registered owners of the Bonds not less than thirty (30) days, nor more than sixty (60) days prior to the date fixed for redemption. Such mailing shall be to the Owners of such Bonds at their respective addresses as they last appear on the registration books kept for that purpose by the Township or a duly appointed Bond Registrar. So long as DTC (the “Depository Trust Company”) (or any successor thereto) acts as securities depository for the Bonds (“Securities Depository”), such Notice of Redemption shall be sent directly to such depository and not to the Beneficial Owners of the Bonds. Any failure of the depository to advise any of its participants or any failure of any participant to notify any beneficial owner of any Notice of Redemption shall not affect the validity of the redemption proceedings. If the Township determines to redeem a portion of the Bonds prior to maturity, the Bonds to be redeemed shall be selected by the Township; the Bonds to be redeemed having the same maturity shall be selected by the Securities Depository in accordance with its regulations.

If Notice of Redemption has been given as provided herein, the Bonds or the portion thereof called for redemption shall be due and payable on the date fixed for redemption at the Redemption Price, together with accrued interest to the date fixed for redemption. Interest shall cease to accrue on and after such redemption date.

Authorization for the Issuance of the Bonds

The Bonds are authorized by, and are issued pursuant to, the provisions of the Local Bond Law, N.J.S.A. 40A:2-1 et seq., as amended and supplemented (the “Local Bond Law”), and are authorized by various bond ordinances duly adopted by the Township Council of the Township on the dates set forth in the charts on the following pages and published and approved as required by law, and by Resolution 2015-188, duly adopted by the Township Council on June 25, 2015.

The bond ordinances authorizing the Bonds were published in full or in summary after their final adoption along with the statement that the twenty (20) day period of limitation within which a suit, action or proceeding questioning the validity of such bond ordinances could be commenced began to run from the date of the first publication of such statement. The Local

Bond Law provides, that after issuance, all obligations shall be conclusively presumed to be fully authorized and issued by all laws of the State, and all persons shall be estopped from questioning their sale, execution or delivery by the Township. Such estoppel period has concluded as of the date of this Official Statement.

Purpose of the Tax-Exempt Bonds

The Tax-Exempt Bonds are being issued to: (i) finance the cost of open space improvements and (ii) pay the costs associated with the issuance of the Tax-Exempt Bonds.

The purposes for which the Tax-Exempt Bonds are to be issued have been authorized by a duly adopted, approved and published bond ordinance of the Township, which bond ordinance is described on the following table:

<u>Tax-Exempt Bonds - Bond Ordinance</u>		
Ordinance Number	Description and Date of Final Adoption	Amount
2015-3	Acquisition of the real property more commonly described as a portion of Block 23, lot 1 on the Tax Map of the Township.	\$2,375,000
TOTAL TAX EXEMPT BONDS:		<u>\$2,375,000</u>

Purpose of the Taxable Bonds

The Taxable Bonds, along with other available funds of the Township in the amount of \$464,025, are being issued to: (i) refund, on a current basis, the \$10,491,025 Land Acquisition Bond Anticipation Note portion of the bond anticipation notes of the Township originally issued in the aggregate principal amount of \$16,522,026, dated August 4, 2014 and maturing August 3, 2015 (the “August 2014 Prior Notes”); and (ii) pay the costs associated with the issuance of the Taxable Bonds.

The purposes for which the Taxable Bonds are to be issued have been authorized by a duly adopted, approved and published bond ordinance of the Township, which bond ordinance is described on the following table:

<u>Taxable Bonds - Bond Ordinance</u>		
Ordinance Number	Purpose	Amount of August 2014 Prior Notes Being Refunded With the Taxable Bonds
2007-33	Acquisition and mitigation of certain real property located in the south side of the town center and referred to as the Kushner Tract.	\$10,027,000
TOTAL TAXABLE BONDS:		<u>\$10,027,000</u>
GRAND TOTAL BONDS:		<u>\$12,402,000</u>

Payment of Bonds

The Bonds are general obligations of the Township for which the full faith and credit of the Township will be pledged. The Township is authorized and required by law to levy *ad valorem* taxes on all taxable property within the Township for the payment of principal and interest on Bonds without limitation as to rate or amount. See “SECURITY AND SOURCE OF PAYMENT.”

Denominations and Place of Payment

The Bonds are issuable only as fully registered bonds without coupons, and when issued will be in the form of one certificate per maturity and will be registered in the name of Cede & Co., as registered owner and nominee for the Depository Trust Company (“DTC”), New York, New York. DTC will act as Securities Depository for the Bonds. Purchase of the Bonds will be made in book entry form, in the denomination of \$5,000 each or any integral multiple thereof, except where necessary denominations of \$1,000 or any integral multiple thereof. Purchasers will not receive certificates representing their interest in Bonds purchased. So long as Cede & Co. is the registered owner, as nominee of DTC, references herein to the registered owners shall mean Cede & Co. and shall not mean the Beneficial Owners of the Bonds. See “Book-Entry-Only System” herein.

THE NOTES

General Description

The Notes shall be dated and shall bear interest from their dated date, and will mature on the date and in the amount, as shown on the front cover page hereof. The Notes shall bear interest, which is payable at maturity, at the interest rate set forth on the front cover page hereof. The Notes may be purchased in book-entry only form in the amount of \$5,000 or any integral multiple thereof, except where necessary, also in the amount of \$1,000 (or any necessary odd denomination), through book-entries made on the books and the records of The Depository Trust Company, New York, New York (“DTC”) and its participants. See “Book-Entry Only System”. The Township will act as the “Note Registrar/Paying Agent” for the Notes.

Redemption

The Notes are not subject to redemption prior to maturity.

AUTHORIZATION AND PURPOSE OF THE NOTES

The Notes are authorized and being issued pursuant to the Local Bond Law of the State of New Jersey (N.J.S.A. 40A:2-1 et seq.), and the acts amendatory thereof and supplemental thereto, and the ordinances of the Township set forth below. Proceeds of the Notes, along with other funds of the Township in the amount of \$348,577, will be used to: (i) refund on a current basis, the \$2,242,500 Sewer Utility Bond Anticipation Note portion of the August 2014 Prior Notes; (ii) refund, on a current basis, the \$3,558,501 General Improvement Bond Anticipation Note portion of the August 2014 Prior Notes; and (iii) temporarily finance the cost of various general improvements by and in the Township in the amount of \$9,475,933. The purposes for which the Notes are to be issued have been authorized by duly adopted, approved and published

bond ordinances of the Township, which bond ordinances are described on the following table below:

General Improvement Bond Anticipation Notes

<u>Ordinance No.</u>	<u>Purpose</u>	<u>Principal Amount of Notes to be Issued</u>
2008-30	Acquisition of office furniture and equipment and construction of improvements to various roads and public buildings.	\$176,199
2009-28	Acquisition of office furniture and equipment and construction of various improvements to recreation facilities and public buildings.	181,156
2010-22	Acquisition of office furniture and equipment, construction of various improvements to recreation facilities and roads and primary land approvals and permits for the finance office located on Washington Boulevard.	1,152,705
2011-13	Acquisition of office furniture and equipment and construction of various improvements to the fire department building, Fire Department parking facilities and various roads.	515,166
2012-9	Acquisition of office furniture, equipment and construction of various improvements for the Fire Department and various roads.	1,337,200
2013-10	Various Capital Improvements.	1,118,150
2014-8	Various Capital Improvements - Infrastructure Improvements.	736,250
2014-15	Various Capital Improvements.	1,401,060
2014-30	Acquisition of Real Property/Construction & Furnishings of New Municipal Building.	2,850,000
2015-7	Various Infrastructure Improvements.	593,750
2015-12	Various Capital Improvements.	<u>2,776,723</u>
Total:		<u>\$12,838,357</u>

Sewer Utility Bond Anticipation Notes

<u>Ordinance No.</u>	<u>Purpose</u>	<u>Principal Amount of Notes to be Issued</u>
2008-21	Construction of sewer lines along Route 33.	\$170,000
2010-19	Construction of sewer lines along Route 130.	<u>2,150,000</u>
Total:		<u>\$2,320,000</u>

BOOK-ENTRY-ONLY SYSTEM*

The description which follows of the procedures and record keeping with respect to beneficial ownership interests in the Bond and the Notes, payment of principal and interest, and other payments on the Bonds and the Notes to DTC Participants or Beneficial Owners, confirmation and transfer of beneficial ownership interests in the Bonds and the Notes and other related transactions by and between DTC, DTC Participants and Beneficial Owners, is based on certain information furnished by DTC to the Township. Accordingly, the Township does not make any representations as to the completeness or accuracy of such information.

* Source: The Depository Trust Company

The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the Bonds and the Notes. The Bonds and the Notes will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Note certificate will be issued for the maturity of the Notes, in the aggregate principal amount of such issue, and will be deposited with DTC. One fully-registered Bond certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such issue, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of the Bonds and the Notes under the DTC system must be made by or through Direct Participants, which will receive a credit for the Notes on DTC's records. The ownership interest of each actual purchaser of the Bonds and the Notes ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds and the Notes are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Bonds and the Notes, except in the event that use of the book-entry system for the Bonds and the Notes is discontinued.

To facilitate subsequent transfers, all Bonds and Notes deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds and

Notes with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds and Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds and Notes are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Bonds and the Notes within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds and the Notes unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Township as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds and the Notes are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds and distributions on the Bonds and the Notes will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Township, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, or the Township, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds and distributions to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Township, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds and the Notes at any time by giving reasonable notice to the Township. Under such circumstances, in the event that a successor depository is not obtained, Bond and Note certificates are required to be printed and delivered.

The Township may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Bond and Note certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Township believes to be reliable, but neither the Township nor the Underwriter take any responsibility for the accuracy thereof.

NEITHER THE TOWNSHIP NOR ANY PAYING AGENT WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO SUCH DTC PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE PAYMENTS TO OR PROVIDING OF NOTICE FOR THE DTC PARTICIPANTS OR THE INDIRECT PARTICIPANTS, OR BENEFICIAL OWNERS.

SO LONG AS CEDE & CO. IS THE REGISTERED OWNER OF THE BONDS AND THE NOTES, AS NOMINEE OF DTC, REFERENCES HEREIN TO THE BONDHOLDERS AND THE NOTEHOLDERS OR REGISTERED OWNERS OF THE BONDS AND THE NOTES (OTHER THAN UNDER THE CAPTION "TAX EXEMPTION") SHALL MEAN CEDE & CO. AND SHALL NOT MEAN THE BENEFICIAL OWNERS OF THE BONDS AND THE NOTES.

Discontinuation of Book-Entry Only System

If the Township, in its sole discretion, determines that DTC is not capable of discharging its duties, or if DTC discontinues providing its services with respect to the Bonds and the Notes at any time, the Township will attempt to locate another qualified Securities Depository. If the Township fails to find such a Securities Depository, or if the Township determines, in its sole discretion, that it is in the best interest of the Township or that the interest of the Beneficial Owners might be adversely affected if the book-entry only system of transfer is continued (the Township undertakes no obligation to make an investigation to determine the occurrence of any events that would permit it to make such determination), the Township shall notify DTC of the termination of the book-entry only system.

SECURITY AND SOURCE OF PAYMENT

Taxing Power

The Bonds and the Notes are valid and binding general obligations of the Township, and the Township has pledged its full faith and credit for the payment of the principal of and the interest on the Bonds and the Notes. The Bonds and the Notes are direct obligations of the Township and, unless paid from other sources, the Township is required by law to levy ad valorem taxes upon all the real property taxable within the Township for the payment of the principal of and the interest on the Bonds and the Notes without limitation as to rate or amount. Enforcement of a claim for the payment of principal of or interest on bonds or notes of the Township is subject to applicable provisions of Federal bankruptcy law and to the provisions of statutes, if any, hereafter enacted by the Congress of the United States or the Legislature of the State of New Jersey, providing extension with respect to the payment of principal of or interest on the Bonds and the Notes or imposing other constraints upon enforcement of such contracts insofar as any such constraints may be constitutionally applied. Under State law, a county, municipality or other political subdivision may file a petition under Federal bankruptcy laws and a plan for readjustment of its debt, but only after first receiving the approval of the State Municipal Finance Commission.

PROVISIONS FOR THE PROTECTION OF GENERAL OBLIGATION DEBT

Local Bond Law

General - The Local Bond Law governs the issuance of bonds and notes by counties and municipalities for the financing of capital improvements. Among its provisions are the following: (i) the power and obligation to pay any and all bonds and notes issued pursuant to the Local Bond Law shall be unlimited; (ii) the county or municipality shall levy ad valorem taxes upon all taxable property therein for the payment of the principal of and interest on such bonds or notes without limitation as to rate or amount; (iii) generally, a down payment that is not less than five percent (5%) of the amount of debt obligations authorized must be appropriated in addition to the amount of debt obligations authorized; (iv) all non-special-assessment bonds shall mature within the period of usefulness or average period of usefulness of the improvements being financed; and (v) after issuance, all bonds and notes shall be conclusively presumed to be fully authorized and issued by all of the laws of the State, and all persons shall be estopped from questioning their sale, execution or delivery.

Debt Limits - The authorized bonded indebtedness of the Township is limited by statute, subject to the exceptions noted below, to an amount equal to three and one-half percent (3.5%) of its equalized valuation basis. The equalized valuation basis of the Township is set by statute as the average for the last three years of the equalized value of all taxable real property and improvements as annually determined by the New Jersey State Board of Taxation. Certain categories of debt are permitted by statute to be deducted for purposes of computing the statutory debt limit.

Bonds, notes and long-term loans are included in the computation of debt for the statutory debt limit. As shown in Appendix "A", as of December 31, 2014, the Township has not exceeded its statutory debt limit. The Township will not exceed its statutory debt limit with the issuance of the Bonds and the Notes.

Exceptions to Debt Limits – Extensions of Credit - The Township may exceed its debt limit with the approval of the Local Finance Board, a State regulatory agency, and as permitted by other statutory exceptions. If all or any part of a proposed debt authorization would exceed its debt limit, the Township may apply to the Local Finance Board for an extension of credit. If the Local Finance Board determines that a proposed debt authorization would not materially impair the credit of the Township or substantially reduce the ability of the Township to meet its obligations or to provide essential public improvements and services, or make certain other statutory determinations, approval may be granted.

In addition, debt in excess of the statutory limit may be issued by the Township to fund certain notes, to provide for purposes in an amount not exceeding two-thirds (2/3) of the amount budgeted in such fiscal year for the retirement of outstanding obligations (exclusive of utility and assessment obligations).

Short-Term Financing – When approved by bond ordinance, the Township may issue bond anticipation notes to temporarily finance capital improvements. Such notes may not be issued in an aggregate amount exceeding that specified by the ordinance. The notes may not be

issued for periods of more than one year, renewable with the final maturity occurring no later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original note. After the third year, the amount of the notes that may be renewed annually must be decreased by the minimum amount required for the first year's principal payment for the bond issue in anticipation of which the notes are issued.

Notes – Notes may be issued pursuant to the Local Bond Law for the purpose of paying and/or funding outstanding notes, including emergency appropriations, the actuarial liabilities of a non-state administered public employee pension system and amounts owing to others for taxes levied in the local unit, or any renewals or extensions thereof, and for paying the cost of issuance of notes. The Local Finance Board must approve the authorization of the issuance of notes.

Local Fiscal Affairs Law

The Local Fiscal Affairs Law, Chapter 5 of Title 40A of the New Jersey State Statutes, as amended and supplemented ("Local Fiscal Affairs Law"), governs audits, auditors, public moneys and financial statements of local governmental units, including the Township.

Each municipality is required to cause an annual audit of its books, accounts and financial transactions to be made and completed within six months after the close of its fiscal year by either a Registered Municipal Accountant or, by agreement with the Director ("Director") of the Division of Local Government Services ("Division") in the Department of Community Affairs, by qualified employees of the Division.

An independent examination of the Township's books, accounts and financial transactions must be performed annually by a Registered Municipal Accountant who is licensed by the State Board of Public Accountants. The audit, conforming to the Division's "Requirements of Audit", includes recommendations for improvement of the municipality's financial procedures and must be filed with the report, together with all recommendations made. A Summary of Audit, together with recommendations, must be published in a local newspaper within 30 days of its submission. The entire annual audit report for the most recent fiscal year ended is on file with the Township Clerk and is available for review during business hours.

The Local Fiscal Affairs Law also requires that the chief financial officer of the municipality file annually with the Director a verified statement of the financial condition of the municipality as of the close of the fiscal year to be made not later than February 10 for December 31 fiscal year end municipalities and August 10 for June 30 fiscal year end municipalities. The Annual Compiled Financial Statement for the most recent fiscal year ended is on file with the Township Clerk and is available for review during business hours.

Local Budget Law

The Local Budget Law, Chapter 4 of Title 40A of the NJ State statutes, as amended and supplemented ("Local Budget Law"), governs the budgeting and appropriation of funds by local governmental units.

The Local Budget Law requires local governmental units to adopt a "cash basis" budget in such form that there will be sufficient cash collected to meet all debt service requirements,

necessary operations of the local governmental units for the fiscal year and any mandatory payments required to be met during the fiscal year.

No budget shall be adopted unless the Director shall have previously certified their approval thereof.

Each local governmental unit must include in its budget an appropriation for the payment of debt service. The Director is required to examine such appropriation to determine whether it is properly set forth, in addition to determining whether all estimates of revenue contained in the budget are reasonable, accurate and correctly stated.

A statute passed in 1976, as amended (N.J.S.A. 40A:4-45.1 et seq.), commonly known as the "Cap Law", imposed limitations on increases in municipal appropriations subject to various exceptions. On August 20, 1990, the Governor signed into law P.L. 1990, c. 89, which revised and made permanent the "Cap Law". Since its inception, the "Cap Law" has been amended and modified several times, most recently on July 13, 2010. While the revised "Cap Law" is more restrictive on the ability of a municipality to increase its overall appropriations, it does not limit the obligation of the Township to levy ad valorem taxes upon all taxable real property within the Township to pay debt service on the Bonds and the Notes. The Cap Law provides that a municipality shall limit any increase of its budget to 2.5% or the index rate, whichever is less, over the previous year's final appropriations subject to certain exceptions. The "index rate" is the rate of annual percentage increase in the Implicit Price Deflator for State and Local Government Purchases of Goods and Services computed by the United States, Department of Commerce. Among the exceptions to the limitations imposed by the Cap Law are capital expenditures; debt service; extraordinary expenses approved by the Local Finance Board for implementation of an interlocal services agreement; expenditures mandated as a result of certain emergencies; and certain expenditures for services mandated by law.

Additionally, legislation constituting P.L. 2010, c. 44, was adopted on July 13, 2010, which, among other things, imposes a two percent (2%) cap on the tax levy that municipalities, counties, fire districts and solid waste collection districts may impose, with very limited exceptions and subject to certain adjustments.

Exclusions from the two percent (2%) tax levy cap include: (i) increases required to be raised by taxation for capital expenditures, including debt service as defined by law; (ii) increases in pension contributions and accrued liability for pension contributions in excess of 2.0%; (iii) increases in health care costs equal to that portion of the actual increase in total health care costs for the budget year that is in excess of 2.0% of the total health care costs in the prior year, but is not in excess of the product of the total health care costs in the prior year and the average percentage increase of the State Health Benefits Program, P.L.1961, c.49 (C.52:14-17.25 et seq.), as annually determined by the Division of Pensions and Benefits in the Department of the Treasury; and (iv) and extraordinary costs incurred by a local unit directly related to a declared emergency, as defined by regulation promulgated by the Commissioner of the Department of Community Affairs, in consultation with the Commissioner of Education, as appropriate. The amendments to the tax levy sections of the "Cap Law" (specifically, N.J.S.A. 40A:4-45-46) in 2011 no longer permit Municipalities, counties, fire districts and solid waste collection districts to request approval from the Local Finance Board for a waiver to increase the amount to be raised by taxation in excess of the two percent (2%) cap. However, counties,

municipalities, fire districts and solid waste collection districts may request, through a public question submitted to the voters, an increase in the amount to be raised by taxes above the two percent (2%) tax levy cap. Such approval must be achieved by an affirmative vote in excess of fifty percent (50%) of those voting on such public question.

Neither the tax levy limitation nor the "Cap Law" limits the obligation of the Township to levy ad valorem taxes upon all taxable real property within the Township to pay debt service on its bonds or notes, including the notes.

Miscellaneous Revenues

N.J.S.A. 40A:4-26 provides that: "No miscellaneous revenues from any source shall be included as an anticipated revenue in the budget in an amount in excess of the amount actually realized in cash from the same source during the next preceding fiscal year, unless the Director shall determine upon application by the governing body that the facts clearly warrant the expectation that such excess amount will actually be realized in cash during the fiscal year and shall certify such determination, in writing, to the local unit." Such determination may be made by the governing body and the Chief Financial Officer in any year during which the municipality is subject to local examination.

No budget or amendment shall be adopted unless the Director has previously certified the approval of such anticipated revenues.

Real Estate Taxes

Receipts from Delinquent Taxes - Revenues are permitted by N.J.S.A. 40A:4-29 to be anticipated in the annual budget for collection of delinquent taxes of prior years. The maximum amount permitted to be anticipated is determined by applying the collection rate of the prior year's delinquent taxes to the total amount of delinquent taxes outstanding at the beginning of the current year.

Current Year Tax Levy and Reserve for Uncollected Taxes - The current year's taxes to be levied are determined by adding the sums of the cash required from taxes to support the municipal, school, county and special district budgets, if any, together with the amount of an appropriation required to be included in the annual municipal budget entitled "Reserve for Uncollected Taxes", less the total of anticipated revenues. The inclusion of the "Reserve for Uncollected Taxes" appropriation in the current year's budget protects the municipality from taxes currently unpaid. The "Reserve for Uncollected Taxes" is required to be, at a minimum, an amount sufficient to provide for the same percentage of uncollected taxes in the current year as was experienced in the immediately preceding year, the average of the previous three years in accordance with P.L. 2000, c. 126, or the previous year collection percentage after reducing the previous year levy by tax appeal judgments of the county tax board pursuant to R.S.54:3-21 et seq., or the State tax court pursuant to R.S.54:48-1 et seq. in accordance with Chapter 56 of P.L. 2010.

Deferral of Current Expenses

Emergency appropriations (i.e., those made after the adoption of the budget and determination of the tax rate for an unforeseen event or purpose) may be authorized by the governing body of the local governmental units. With minor exceptions, however, such appropriations must be included in full in the following year's budget. When such appropriations exceed three percent (3%) of the adopted operating budget, consent of the Director of Local Government Services must be obtained.

The exceptions are certain enumerated projects to cover the cost of the extraordinary expense for the repair, or reconstruction of streets, roads or bridges, or other public property damaged by snow, ice, frost or flood, where such expense was not foreseen at the time of the adoption of the budget, which may be amortized over three years; and tax map preparations, revision of ordinances, revaluations, master plan preparation, studies and planning necessary for the installation and construction of a sanitary sewer system, and payments of accumulated sick and vacation time which may be amortized over five years.

Budget Transfers

Budget transfers provide a degree of flexibility and afford a control mechanism. Transfers between major appropriation accounts are prohibited until the last two months of the year and, although subaccounts within an appropriation are not subject to the same year-end transfer restriction, they are subject to internal review and approval.

Capital Budget

In accordance with the Local Budget Law, each local unit shall prepare and adopt a capital budget, in conjunction with its annual operating budget, for any year in which it proposes to undertake a capital project. Every local unit which adopts a capital budget must also adopt a three (3) year capital program unless the local unit's population exceeds 10,000 where a six (6) year capital program is required.

Related Constitutional and Statutory Provisions

In the general election of January 2, 1976, as amended by the general election of January 6, 1984, the following Article 8, Section 1, Paragraph 7, with respect to a state income tax, was added to the State Constitution:

No tax shall be levied on personal incomes of individuals, estates and trusts of this State unless the entire net receipts therefrom shall be received into the treasury, placed in a perpetual fund and be annually appropriated, pursuant to formulas established from time to time by the Legislature, to the several counties, municipalities and school districts of this State exclusively for the purpose of reducing or offsetting property taxes. In no event, however, shall a tax so levied on personal income be levied on payments received under the Federal Social Security Act, the Federal Railroad Retirement Act, or any federal law which substantially reenacts the provisions of either of those laws.

A progressive state income tax is currently in effect in the State.

The State Constitution may only be amended after: (i) approval of a proposed amendment by three fifths (3/5) of all of the members of each house of the State Legislature and approval by a majority vote in a statewide referendum; or (ii) approval in two successive legislative years by a majority of all of the members of each house and approval by a majority vote in a statewide referendum. Amendments failing to receive voter approval may not be resubmitted for voter approval before the third succeeding general election after such disaffirmance.

Rights and Remedies of Owners of Bonds and Notes

The State Municipal Finance Commission Act, Chapter 27 of Title 52 of the State Statutes, as amended and supplemented ("Act"), provides that when it has been established, by court proceedings, that a municipality has defaulted for over sixty days in the payment of the principal of or interest on any of its outstanding bonds or notes, the Local Finance Board of the State Department of Community Affairs (which, pursuant to the Act, is constituted the Municipal Finance Commission and shall hereinafter be referred to as the "Commission") shall take control of the fiscal affairs of the defaulting municipality.

The Act provides that the Commission shall remain in control of the municipality until all bonds or notes of the municipality that have fallen due and all bonds or notes that will fall due within one year, and the interest thereon, have been paid, funded or refunded, or the payment thereof in cash shall have been adequately provided for by a cash reserve.

The Act empowers the Commission to direct the municipality to provide for the funding or refunding of bonds or Notes of the municipality and the interest thereon, which the Commission shall have found to be outstanding and unpaid and to be due or become due. The Act further authorizes the Commission to bring and maintain an appropriate proceeding for the assessment, levy or collection of taxes by the municipality for the payment of principal or of interest on such indebtedness.

Under Article 6 of the Act, while the Commission functions in the municipality, no judgment, levy, or execution against the municipality or its property for the recovery of the amount due on any bonds, notes or other obligations of the municipality in the payment of which it has defaulted, shall be enforced unless otherwise directed by Court Order. However, Article 6 of the Act also provides that upon application of any creditor made upon notice to the municipality and the Commission, a court may vacate, modify or restrict any such statutory stay contained therein.

Limitation of Remedies Under Federal Bankruptcy Code

The rights and remedies of the registered owners of the Bonds and the Notes are subject to the provisions of Chapter 9 of the Federal Bankruptcy Code of the United States ("Bankruptcy Code"). In general, Chapter 9 permits, under prescribed circumstances, but only after an authorization by the applicable state legislature or by a governmental officer or organization empowered by state law to give such authorization, a political subdivision of a state to file a petition for relief in a bankruptcy court of the United States if it is insolvent or unable to meet its debts as they mature and desires to effect a plan to adjust its debts.

The State has authorized the political subdivisions thereof to file such petitions for relief under the Bankruptcy Code pursuant to and subject to Article 8 of the Act. The Act provides that such petitions may not be filed without the prior approval of the Commission and that no plan of readjustment of the municipality's debts may be filed or accepted by the petitioner without express authority from the Commission to do so.

THE ABOVE REFERENCES TO THE BANKRUPTCY CODE ARE NOT TO BE CONSTRUED AS AN INDICATION THAT THE TOWNSHIP EXPECTS TO RESORT TO THE PROVISIONS OF SUCH BANKRUPTCY CODE OR THAT, IF IT DID, SUCH ACTION WOULD BE APPROVED BY THE COMMISSION, OR THAT ANY PROPOSED PLAN WOULD INCLUDE A DILUTION OF THE SOURCE OF PAYMENT OF AND SECURITY OF THE BONDS AND THE NOTES.

THE SUMMARIES OF AND REFERENCES TO THE STATE CONSTITUTION AND OTHER STATUTORY PROVISIONS ABOVE ARE NOT AND SHOULD NOT BE CONSTRUED AS COMPREHENSIVE OR DEFINITIVE. ALL REFERENCES TO SUCH DOCUMENTS ARE QUALIFIED IN THEIR ENTIRETY BY REFERENCE TO THE PARTICULAR DOCUMENT, THE FULL TEXT OF WHICH MAY CONTAIN QUALIFICATIONS OF AND EXCEPTIONS TO STATEMENTS MADE HEREIN

TAX MATTERS

Federal Tax Exemption

In connection with the issuance of the Tax-Exempt Bonds and the Notes, Capehart & Scatchard, P.A., Bond Counsel, will deliver its opinion (the proposed forms of which are attached hereto as Appendix C) to the effect that under existing law, the interest on the Tax-Exempt Bonds and the Notes is excluded from gross income for federal income tax purposes. Furthermore, interest on the Tax-Exempt Bonds and the Notes is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals and corporations; however, such interest is taken into account in determining adjusted current earnings for the purpose of computing alternative minimum tax imposed on certain corporations. The Internal Revenue Code of 1986 (the "Code") and the regulations promulgated thereunder contain requirements that must be satisfied subsequent to the issuance of the Tax-Exempt Bonds and the Notes in order for interest on the Tax-Exempt Bonds and the Notes to be and remain excludable from gross income for purposes of federal income taxation. Examples include: the requirement that the Township rebate certain excess earnings on proceeds and amounts treated as proceeds of the Tax-Exempt Bonds and the Notes to the United States Treasury; and restrictions on investment of such proceeds and other amounts; and restrictions on the ownership and use of the facilities financed or refinanced with proceeds of the Tax-Exempt Bonds and the Notes. The foregoing is not intended to be an exhaustive listing of the post-issuance tax compliance requirements of the Code, but is illustrative of the requirements that must be satisfied by the Township subsequent to issuance of the Tax-Exempt Bonds and the Notes to maintain the exclusion of interest on the Tax-Exempt Bonds and the Notes from gross income for federal income taxation purposes. Failure to comply with any of such requirements could cause the interest on the Tax-Exempt Bonds and the Notes to be included in gross income retroactive to the date of issuance of the Tax-Exempt Bonds and the Notes. The opinion of Bond Counsel delivered on the date of

issuance of the Tax-Exempt Bonds and the Notes is conditioned upon compliance by the Township with such requirements, and Bond Counsel has not been retained to monitor compliance with requirements such as described above subsequent to the issuance of the Tax-Exempt Bonds and the Notes.

Certain Federal Tax Consequences Relating to the Bonds and the Notes

Although interest on the Tax-Exempt Bonds and the Notes is excluded from gross income for federal income tax purposes, the accrual or receipt of interest on the Tax-Exempt Bonds and Notes may otherwise affect the federal income tax liability of the recipient. The nature and extent of these other tax consequences will depend upon the recipient's particular tax status or other items of income or deduction. Bond Counsel expresses no opinion regarding any such consequences. Purchasers of the Tax-Exempt Bonds and Notes, particularly purchasers that are corporations (including S corporations and foreign corporations operating branches in the United States), property or casualty insurance companies, banks, thrifts or other financial institutions and certain recipients of Social Security benefits, are advised to consult their own tax advisors as to the tax consequences of purchasing or holding the Tax-Exempt Bonds and the Notes.

There can be no assurance that legislation will not be introduced or enacted after the issuance and delivery of the Tax-Exempt Bonds and the Notes so as to affect adversely the exclusion from gross income for federal income tax purposes of interest on the Tax-Exempt Bonds and the Notes. Each purchaser of the Tax-Exempt Bonds and the Notes should consult his or her own advisor regarding any changes in the status of pending or proposed federal tax legislation.

Bank Qualification

The Tax-Exempt Bonds and the Notes **will not be** designated as qualified under Section 265 of the Code by the Township for an exemption from the denial of deduction for interest paid by financial institutions to purchase or to carry tax-exempt obligations.

The Code denies the interest deduction for certain indebtedness incurred by banks, thrift institutions and other financial institutions to purchase or to carry tax-exempt obligations. The denial to such institutions of one hundred percent (100%) of the deduction for interest paid on funds allocable to tax-exempt obligations applies to those tax-exempt obligations acquired by such institutions after August 7, 1986. For certain issues, which are eligible to be designated and which are designated by the issuer as qualified under Section 265 of the Code, eighty percent (80%) of such interest may be deducted as a business expense by such institutions.

IRS Circular 230 Disclosure

To ensure compliance with requirements imposed by the Internal Revenue Service, any purchaser of a Tax-Exempt Bond or a Note is hereby informed that (i) any U.S. federal tax advice contained in this offering material (including any attachments) is not intended or written by Bond Counsel to the Township to be used, and that it cannot be used by any taxpayer, for the purpose of avoiding penalties that may be imposed on the taxpayer under the Code; (ii) such advice is written to support the promotion or marketing of the transaction(s) or matter(s)

addressed by the written advice; and (iii) the taxpayer should seek advice based on the taxpayer's particular circumstances from an independent tax advisor.

New Jersey Gross Income Tax Exemption

In connection with the issuance of the Bonds and the Notes, Bond Counsel will deliver its opinion (the proposed form of which is attached hereto as appendices) that, under existing law, interest on the Bonds and the Notes and the income derived from the sale thereof is excludable from gross income of the owner of the Bonds and the Notes under the New Jersey Gross Income Tax Act.

Basis for Bond Counsel's Opinion

Bond Counsel's opinion is based on existing law, which is subject to change. Such opinion is further based on factual representations made to Bond Counsel as of the date thereof. Bond Counsel assumes no duty to update or supplement its opinion to reflect any facts or circumstances that may thereafter come to Bond Counsel's attention, or to reflect any changes in law that may thereafter occur or become effective. Moreover, Bond Counsel's opinion is not a guarantee of a particular result, and is not binding on the IRS or the courts; rather, such opinion represents Bond Counsel's professional judgment based on its review of existing law and in reliance on the representations and covenants that it deems relevant to such opinion.

Future Events

Tax legislation, administrative action taken by tax authorities, and court decisions, whether at the Federal or state level, may adversely affect the exclusion from gross income of interest on the Tax-Exempt Bonds and the Notes for federal income tax purposes, or the exclusion of interest on and any gain realized on the sale of the Bonds and the Notes under the existing New Jersey Gross Income Tax Act, and any such legislation, administrative action or court decisions could adversely affect the market price or marketability of the Bonds and the Notes.

EACH PURCHASER OF THE BONDS AND THE NOTES SHOULD CONSULT HIS OR HER OWN ADVISOR REGARDING ANY CHANGES IN THE STATUS OF PENDING OR PROPOSED FEDERAL OR NEW JERSEY STATE TAX LEGISLATION, ADMINISTRATIVE ACTION TAKEN BY TAX AUTHORITIES, OR COURT DECISIONS.

ALL POTENTIAL PURCHASERS OF THE BONDS AND THE NOTES SHOULD CONSULT WITH THEIR TAX ADVISORS IN ORDER TO UNDERSTAND THE IMPLICATIONS OF THE CODE.

LEGALITY FOR INVESTMENT

The State and all public officers, municipalities, counties, political subdivisions and public bodies, and agencies thereof, all banks, bankers, trust companies, savings and loan associations, savings banks and institutional building and loan associations, investment companies, and other persons carrying on banking business, all insurance companies, and all executors, administrators, guardians, trustees, and other fiduciaries may legally invest any

sinking funds, moneys or other funds belonging to them or within their control in any obligations of the Township including the Bonds and the Notes, and such Bonds and Notes are authorized security for any and all public deposits.

SECONDARY MARKET DISCLOSURE

The Township has agreed to undertake for the benefit of the Bondholders and the Noteholders and the beneficial owners of the Bonds and the Notes to provide certain secondary market disclosure information pursuant to Rule 15c2-12. Specifically, the Township will do the following for the benefit of the holders of the Bonds and the Notes and the beneficial owners thereof:

A) Provide or cause to be provided to the MSRB notice of the occurrence of any of the following events within 10 business days of such occurrence with respect to the Bonds and the Notes:

- (i) Principal or interest payment delinquencies on the Bonds and the Notes.
- (ii) Non-payment related defaults, if material.
- (iii) Unscheduled draws on debt service reserves reflecting financial difficulties.
- (iv) Unscheduled draws on credit enhancements reflecting financial difficulties.
- (v) Substitution of credit or liquidity providers, or their failure to perform.
- (vi) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices of determinations with respect to the tax status of the Notes, or other material events affecting the tax status of the Bonds and the Notes.
- (vii) Modifications to the rights of Bondholders and Noteholders, if material.
- (viii) Bond calls, if material, and tender offers.
- (ix) Defeasances.
- (x) Release, substitution or sale of property securing repayment of the Bonds and the Notes, if material.
- (xi) Rating changes.
- (xii) Bankruptcy, insolvency, receivership or similar event of the Township.
- (xiii) The consummation of a merger, consolidation, or acquisition involving the Township or the sale of all or substantially all of the assets of the Township, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material.

- (xiv) Appointment of a successor or additional trustee or the change of name of a trustee, if material.

If the Township fails to comply with the above-described undertaking, any Bondholder and Noteholder or beneficial owner of the Bonds and the Notes may pursue an action for specific performance to enforce the rights of all Bondholders and Noteholders and beneficial owners with respect to such undertaking; provided, however, that failure to comply with such undertaking shall not be an event of default and shall not result in any acceleration of payment of the Bonds and the Notes or any liability by the Township for monetary damages. All actions shall be instituted, had and maintained in the manner provided in this paragraph for the benefit of all Bondholders and Noteholders and beneficial owners of the Bonds and the Notes.

The undertaking may be amended by the Township from time to time, without the consent of the Bondholders and the Noteholders or the beneficial owners of the Bonds and the Notes, in order to make modifications required in connection with a change in legal requirements or change in law, or a change in identity, nature, type of operation or status of the Township, which in the opinion of nationally recognized bond counsel complies with Rule 15c2-12 and does not, in such bond counsel's opinion, materially impair the interest of the Bondholders and the Noteholders and the beneficial owners of the Bonds and the Notes.

The Township previously failed to file, on a timely basis, its annual financial information for the years ending December 31, 2009 through 2012, as required by and in accordance with Rule 15c2-12, for certain outstanding bond issues. The Township previously failed to file material event notices and late filing notices in connection with (i) its annual financial information; (ii) certain bond insurer rating changes; and (iii) its rating changes. However, the Township has since filed all required annual financial information and notices with the MSRB through its Electronic Municipal Market Access system (“EMMA”). Additionally, due to a DTC notice not being sent to the Township, as well as an administrative oversight, an interest payment in the amount of \$31,675.00 that was due on April 15, 2015 was made on April 23, 2015, and an event notice was filed. Remedies have been made to correct the error and the Township expects to make all future payments in a timely manner. In 2013, the Township hired a continuing disclosure agent to assist the Township in complying with its obligations under the Rule and anticipates continuing this practice in the future.

LITIGATION

To the knowledge of Mark Roselli, Esq., Hamilton, New Jersey (the “Township Attorney”), there is no litigation of any nature now pending or threatened, restraining or enjoining the issuance or the delivery of the Bonds and Notes, or the levy or the collection of any taxes to pay the principal of or the interest on the Bonds and Notes, or in any manner questioning the authority of the proceedings for the issuance of the Bonds and Notes or for the levy or the collection of taxes, or contesting the corporate existence or the boundaries of the Township or the title of any of the present officers. Moreover, to the knowledge of the Township Attorney, no litigation is presently pending or threatened that, in the opinion of the Township Attorney, would have a material adverse impact on the financial condition of the Township if adversely decided. A certificate to such effect will be executed by the Township’s Attorney and delivered to the purchaser of the Bonds and the Notes at the closing.

MUNICIPAL BANKRUPTCY

The undertakings of the Township should be considered with reference to Chapter IX of the Bankruptcy Act, 11 U.S.C. Section 401, et seq. (the "Bankruptcy Code"), as amended by Public Law 94-260, approved April 8, 1976 and as further amended on November 6, 1978 by the Bankruptcy Reform Act of 1978, effective October 1, 1979, as further amended by Public Law 100-597, effective November 3, 1988, and as further amended and other bankruptcy laws affecting creditor's rights and municipalities in general. The amendments of P.L. 94-260 replace former Chapter IX and permit the State or any political subdivision, public agency, or instrumentality that is insolvent or unable to meet its debts to file a petition in a court of bankruptcy for the purpose of effecting a plan to adjust its debts; directs such a petitioner to file with the court a list of petitioner's creditors; provides that a petition filed under this chapter shall operate as a stay of the commencement or continuation of any judicial or other proceeding against the petitioner; grants priority to debt owed for services or material actually provided within three months of the filing of the petition; directs a petitioner to file a plan for the adjustment of its debts; and provides that the plan must be accepted in writing by or on behalf of creditors holding at least two-thirds in amount or more than one-half in number of the listed creditors. The 1976 Amendments were incorporated into the Bankruptcy Reform Act of 1978 with only minor changes. The Bankruptcy Code specifically does not limit or impair the power of a state to control by legislation or otherwise, the procedures that a municipality must follow in order to take advantage of the provisions of the Bankruptcy Code.

The Bankruptcy Code provides that special revenue acquired by the debtor after the commencement of the case shall remain subject to any lien resulting from any security agreement entered into by such debtor before the commencement of such bankruptcy case. However, any such lien, other than municipal betterment assessments, shall be subject to the necessary operating expenses of such project or system. Furthermore, the Bankruptcy Code provides that a transfer of property of a debtor to or for the benefit of any holder of a bond or note, on account of such bond or note, may not be avoided pursuant to certain preferential transfer provisions set forth in such Bankruptcy Code.

Reference should also be made to N.J.S.A. 52:27-40 et seq., which provides that a municipality has the power to file a petition in bankruptcy provided the approval of the Municipal Finance Commission has been obtained. The powers of the Municipal Finance Commission have been vested in the Local Finance Board. The Bankruptcy Act specifically provides that Chapter IX does not limit or impair the power of a state to control, by legislation or otherwise, the procedures that a municipality must follow in order to take advantage of the provisions of the Bankruptcy Act.

Reference to the Bankruptcy Code or the State statute should not create any implication that the Township expects to utilize the benefits of their provisions.

PREPARATION OF OFFICIAL STATEMENT

The Township hereby states that the descriptions and statements herein, including financial statements, are true and correct in all material respects and it will confirm to the purchasers of the Bonds and the Notes, by certificates signed by the Chief Financial Officer, that

to her knowledge such descriptions and statements, as of the date of this Official Statement, are true and correct in all material respects and do not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements herein, in light of the circumstances under which they were made, not misleading.

Holman Frenia Allison P.C., Medford, New Jersey assisted in the preparation of information contained in this Official Statement and takes responsibility for the audited financial statements to the extent specified in their Independent Auditor's Report.

The Township Attorney has not participated in the preparation of the information contained in this Official Statement, nor has he verified the accuracy, completeness, or fairness thereof, and, accordingly, expresses no opinion or other assurance with respect thereto, but has reviewed the section under the caption entitled "LITIGATION" and expresses no opinion or assurance other than that which is specifically set forth therein with respect thereto.

Bond Counsel has participated in the review of this Official Statement but has not participated in the preparation of the financial or statistical information contained in this Official Statement, nor have they verified the accuracy, completeness or fairness thereof and, accordingly, expresses no opinion with respect thereto.

All other information has been obtained from sources which the Township considers to be reliable and they make no warranty, guaranty or other representation with respect to the accuracy and completeness of such information.

RATING

Standard & Poor's Ratings Services, a Standard & Poor's Financial Services LLC business ("S&P"), has assigned the Bonds a rating of "AA+" based upon the creditworthiness of the Township. There is no assurance that the rating will pertain for any given period of time or that it will not be lowered or withdrawn entirely if, in the judgment of S&P, circumstances so warrant. Any downward revision or withdrawal of the rating could have an adverse effect on the market price of the Bonds. The Notes have not been rated.

UNDERWRITING

The Tax-Exempt Bonds have been purchased by _____ (the "Tax-Exempt Bond Underwriter") at a price of \$_____.

The Taxable Bonds have been purchased by _____ (the "Taxable Bond Underwriter" and together with the Tax-Exempt Underwriter, the "Bond Underwriters") at a price of \$_____.

The Notes have been purchased from the Township at a public sale by _____ (the "Note Underwriter" and together with the Bond Underwriters, the "Underwriters") at a price of \$_____.

The Bond Underwriters intend to offer the Bonds to the public initially at the offering yields set forth on the inside front cover of this Official Statement, which may subsequently

change without any requirement of prior notice. The Bond Underwriters reserve the right to join with dealers and other underwriters in offering the Bonds to the public. The Bond Underwriters may offer and sell the Bonds to certain dealers (including dealers depositing the Bonds into investments trusts) at yields higher than the public offering yields set forth on the inside front cover of this Official Statement, and such yields may be changed, from time to time, by the Bond Underwriters without prior notice.

The Note Underwriter may offer and sell the Notes to certain dealers (including dealers depositing the Notes into investment trusts) at a yield higher than the public offering yield stated on the front cover hereof.

FINANCIAL ADVISOR

Phoenix Advisors, LLC, Bordentown, New Jersey has served as Financial Advisor to the Township with respect to the issuance of the Bonds and the Notes (the “Financial Advisor”). The Financial Advisor is not obligated to undertake, and has not undertaken, either to make an independent verification of, or to assume responsibility for the accuracy, completeness, or fairness of the information contained in this Official Statement and the Appendices hereto. The Financial Advisor is an independent firm and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

APPROVAL OF LEGAL PROCEEDINGS

All legal matters incident to the authorization, the issuance, the sale and the delivery of the Bonds and the Notes are subject to the approval of Bond Counsel, whose approving legal opinion will be delivered with the Bonds and the Notes substantially in the form set forth as Appendices C, D and E. Certain legal matters will be passed on for the Township by the Township Attorney.

CERTIFICATES OF THE TOWNSHIP

Upon the delivery of the Bonds and the Notes, the original purchaser shall receive a certificate, in form satisfactory to Bond Counsel and signed by officials of the Township, stating to the best knowledge of said officials, that this Official Statement as of its date did not contain any untrue statement of a material fact, or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading; and stating, to the best knowledge of said officials, that there has been no material adverse change in the condition, financial or otherwise, of the Township from that set forth in or contemplated by this Official Statement. In addition, the original purchaser of the Bonds and the Notes shall also receive certificates in form satisfactory to Bond Counsel evidencing the proper execution and delivery of the Bonds and the Notes and receipt of payment therefore, and a certificate dated as of the date of the delivery of the Bonds and the Notes and signed by the officers who signed the Bonds and the Notes, stating that no litigation is then pending or, to the knowledge of such officers, threatened to restrain or enjoin the issuance or delivery of the Bonds and the Notes or the levy or collection of taxes to pay the Bonds and the Notes or the interest thereon, or questioning the validity of the statutes or the proceedings under which the Bonds and the Notes, are issued, and that neither the corporate existence or boundaries of the Township, nor the title of any of the said officers to the respective offices, is being contested.

ADDITIONAL INFORMATION

Inquiries regarding this Official Statement, including any information additional to that contained herein, may be directed to Deborah Bauer, Chief Financial Officer, Township of Robbinsville, 1 Washington Blvd., Suite 6, Robbinsville, New Jersey, (609) 918-0002 x106 or Phoenix Advisors, LLC, 4 West Park Street, Bordentown, New Jersey (609) 291-0130.

All quotations from and summaries and explanations of provisions of laws of the State herein do not purport to be complete and are qualified in their entirety by reference to the official compilation thereof.

MISCELLANEOUS

This Official Statement is not to be construed as a contract or agreement between the Township and the purchasers or holders of any of the Bonds and the Notes. Any statements made in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended merely as opinions and not as representations of fact. The information and expressions of opinion contained herein are subject to change without notice and neither the delivery of this Official Statement nor any sale of Bonds and Notes made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Township since the date hereof. The information contained in this Official Statement is not guaranteed.

THE TOWNSHIP OF ROBBINSVILLE

By: _____
Deborah Bauer, Chief Financial Officer

Dated: July __, 2015

APPENDIX A

GENERAL INFORMATION REGARDING THE TOWNSHIP

INFORMATION REGARDING THE TOWNSHIP¹

The following material presents certain economic and demographic information of the Township of Robbinsville (the “Township”).

General Information

The Township, formerly the Township of Washington, is comprised of 20.7 square miles and is located in the eastern section of the County of Mercer (the “County”), in the State of New Jersey (the “State”). The Township is bordered by the Townships of Hamilton, East Windsor and West Windsor in the County and the Township of Upper Freehold and the Borough of Allentown in Monmouth County.

Form of Government

In November 2004, voters approved a change from a partisan, township-committee form of government to a non-partisan, strong-mayor and council form of government. Voters directly elected a mayor for the first time in May 2005. The mayor serves a four-year term. The five-member Council serves four-year staggered terms. Day-to-day operations are handled by the business administrator and various appointed department heads.

Services

EDUCATION. The Robbinsville Township Board of Education (the “Local School District”) serves students in grades Kindergarten through 12th grade. Robbinsville High School opened in September 2005 and graduated its first class in June 2008. Ninety-five percent of the first graduating class entered college, with two-thirds entering a four-year institution. The high school offers a full Advanced Placement curriculum. The Local School District also operates 1 Middle School and 2 Elementary Schools (one elementary school, the Windsor School, is not currently being utilized). Nearby higher educational opportunities are available at Rutgers, the State University of New Jersey; Rider University; Princeton University; the College of New Jersey; and Mercer County Community College.

GENERAL SERVICES. The Township provides public safety services through a full-time professional police department. In January 2007, the Township absorbed the Fire District and created the Division of Fire which is now managed by full-time personnel and volunteers. The Division of Fire provides fire suppression and EMS services to the Township. In October 2007, the Township assumed control of the former Municipal Utilities Authority, giving the governing body a direct hand in extending sewer service into areas of the Township that were approved for sewer but as yet unserved. The Township has an agreement with Hamilton Township for sewage treatment handled by the Township’s collection system.

UTILITIES. The Township is served by Verizon and Cablevision for cable and telephone services. Portions of the Township are served by PSE&G and other portions are served by Jersey Central Power & Light for electric and gas. The Township receives its water from Aqua New Jersey and provides sewer services through the Township sewer utility.

¹ Source: The Township (unless otherwise indicated).

Retirement Systems

A majority of full-time permanent or qualified Township employees who began employment after 1944 must enroll in one of two retirement systems depending upon their employment status. These systems were established by acts of the State Legislature. Benefits, contributions, means of funding and the manner of administration are set by State law. The Division of Pensions within the New Jersey Department of Treasury (the “Division”) is the administrator of the funds with the benefit and contribution levels set by the State. The Township is enrolled in the Public Employees' Retirement System (“PERS”) and the Police and Firemen's Retirement System (“PFRS”). Under a state law adopted in 2007, certain elected and appointed Township officials who took office after 2007 are enrolled in a State administered defined contribution plan in lieu of membership in the above referenced systems.

Pension Information²

Employees, who are eligible to participate in a pension plan, are enrolled in PERS or PFRS, as administrated by the Division. The Division annually charges municipalities and other participating governmental units for their respective contributions to the plans based upon actuarial calculations. The employees contribute a portion of the cost. The Township’s share of pension costs which is based upon the annual billings received from the State, were \$350,099 for PERS and \$685,600 for PFRS for the year ended December 31, 2014.

Employment and Unemployment Comparisons

For the following years, the New Jersey Department of Labor reported the following annual average employment information for the Township, the County, and the State:

	<u>Total Labor Force</u>	<u>Employed Labor Force</u>	<u>Total Unemployed</u>	<u>Unemployment Rate</u>
<u>Township</u>				
2014	7,774	7,438	336	4.3%
2013	7,695	7,299	396	5.1%
2012	7,632	7,178	454	5.9%
2011	7,089	6,683	406	5.7%
2010	6,595	6,306	289	4.4%
<u>County</u>				
2014	194,539	183,413	11,126	5.7%
2013	193,672	179,973	13,699	7.1%
2012	194,274	178,394	15,880	8.2%
2011	193,406	177,458	15,948	8.2%
2010	192,620	176,517	16,103	8.4%
<u>State</u>				
2014	4,518,715	4,218,423	300,277	6.6%
2013	4,537,800	4,166,000	371,800	8.2%
2012	4,595,500	4,159,300	436,200	9.5%
2011	4,556,200	4,131,800	424,400	9.3%
2010	4,502,400	4,076,700	425,700	9.5%

Source: New Jersey Department of Labor, Office of Research and Planning, Division of Labor Market and Demographic Research, Bureau of Labor Force Statistics, Local Area Unemployment Statistics.

² Source: State of New Jersey Department of Treasury, Division of Pensions and Benefits

Income (as of 2010)

	<u>Township</u>	<u>County</u>	<u>State</u>
Median Household Income	\$106,172	\$73,883	\$69,811
Median Family Income	129,400	92,817	84,904
Per Capita Income	48,838	36,721	34,858

Source: US Bureau of the Census 2010

Population

The following tables summarize population increases and the decreases for the Township, the County, and the State.

<u>Year</u>	<u>Township</u>		<u>County</u>		<u>State</u>	
	<u>Population</u>	<u>% Change</u>	<u>Population</u>	<u>% Change</u>	<u>Population</u>	<u>% Change</u>
2010	13,642	32.77%	366,513	4.49%	8,791,894	4.49%
2000	10,275	76.70	350,761	7.65	8,414,350	8.85
1990	5,815	66.76	325,824	5.83	7,730,188	4.96
1980	3,487	5.32	307,863	1.23	7,365,001	2.75
1970	3,311	53.57	304,116	14.16	7,168,164	18.15

Source: United States Department of Commerce, Bureau of the Census

Largest Taxpayers

The ten (10) largest taxpayers in the Township and their assessed valuations are listed below:

<u>Taxpayers</u>	<u>2014 Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Matrix 7A Land/PRI&II LLC	\$113,252,156	4.74%
100 Manor Way	32,580,000	1.36%
Sharbell Newtown	31,865,900	1.33%
J&J New Jersey, LLC	29,795,000	1.25%
KTR NJ I LLC	28,279,092	1.18%
McMaster-Carr Supply Co.	23,070,000	0.96%
Mercedes Benz	19,762,950	0.83%
WW Grainger	16,539,100	0.69%
Windsor Industrial Park	15,000,000	0.63%
Thompson Realty Co.	14,753,616	0.62%
Total	<u>\$324,897,814</u>	<u>13.59%</u>

Source: Local School District Comprehensive Annual Financial Report and Municipal Tax Assessor.

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Current Year Collection</u>	<u>Current Percentage</u>
2014	\$69,709,294	\$68,982,001	98.96%
2013	68,097,966	67,087,901	98.52%
2012	66,459,428	65,390,573	98.39%
2011	64,609,733	63,879,114	98.87%
2010	63,724,683	62,947,450	98.78%

Source: Annual Audit Reports of the Township

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Tax</u>	<u>Total Delinquent</u>	<u>% of Tax Levy</u>
2014	\$111,834	\$640,045	\$751,879	1.08%
2013	99,126	560,453	659,579	0.97%
2012	140,518	534,553	675,072	1.02%
2011	112,545	466,712	579,257	0.90%
2010	143,553	617,762	761,315	1.19%

Source: Annual Audit Reports of the Township

Property Acquired by Tax Lien Liquidation

<u>Year</u>	<u>Amount</u>
2014	\$0
2013	0
2012	0
2011	0
2010	0

Source: Annual Audit Reports of the Township

Tax Rates per \$100 of Net Valuations Taxable and Allocations

The table below lists the tax rates for the past five (5) years.

<u>Year</u>	<u>Municipal</u>	<u>Municipal Open Space</u>	<u>Local School</u>	<u>County</u>	<u>Total Taxes</u>
2014	\$0.531	\$0.050	\$1.625	\$0.665	\$2.871
2013	0.522	0.050	1.549	0.623	2.744
2012	0.542	0.050	1.479	0.594	2.665
2011	0.528	0.050	1.433	0.567	2.578
2010	0.528	0.050	1.366	0.542	2.486

Source: Annual Audit Reports of the Township

Valuation of Property

<u>Year</u>	<u>Aggregate Assessed Valuation of Real Property</u>	<u>Assessed Value of Personal Property</u>	<u>Ratio of Assessed to True Value</u>	<u>Aggregate True Value of Real Property</u>	<u>Equalized Valuation</u>
2014	\$2,388,677,954	\$2,859,888	102.18%	\$2,337,715,751	\$2,340,575,639
2013	2,447,572,528	3,301,002	104.79	2,335,692,841	2,338,993,843
2012	2,460,447,520	3,781,126	101.55	2,422,892,683	2,426,673,809
2011	2,477,394,741	3,716,212	98.60	2,512,570,731	2,516,286,943
2010	2,530,203,822	4,265,903	101.32	2,497,240,251	2,501,506,154

Source: Abstract of Ratables and State of New Jersey – Table of Equalized Valuations

Classification of Ratables

The table below lists the comparative assessed valuation for each classification of real property within the Township for the past five (5) years.

<u>Year</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Farm</u>	<u>Commercial</u>	<u>Industrial</u>	<u>Apartments</u>	<u>Total</u>
2014	\$69,457,440	\$1,780,356,300	\$29,817,114	\$216,201,200	\$285,995,900	\$6,850,000	\$2,388,677,954
2013	63,973,840	1,837,318,300	31,000,888	220,139,600	288,289,900	6,850,000	2,447,572,528
2012	65,315,040	1,839,222,800	31,019,580	235,098,900	282,941,200	6,850,000	2,460,447,520
2011	74,003,840	1,833,483,100	31,562,201	256,842,600	274,653,000	6,850,000	2,477,394,741
2010	76,580,800	1,831,100,100	32,303,522	264,772,300	318,447,100	7,000,000	2,530,203,822

Source: Abstract of Ratables and State of New Jersey – Property Value Classification.

Financial Operations

The following table summarizes the Township’s Current Fund budget for the past five (5) fiscal years ending December 31. The following summary should be used in conjunction with the tables in the sourced documents from which it is derived.

Summary of Current Fund Budget

<u>Anticipated Revenues</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Fund Balance	\$2,130,000	\$2,250,000	\$3,050,000	\$3,089,693	\$2,839,671
Miscellaneous Revenues	4,635,272	6,290,982	5,460,461	5,107,136	5,838,191
Receipts from Delinquent Taxes	455,000	455,000	425,000	450,000	450,000
Amount to be Raised by Taxes for Support of Municipal Budget	<u>13,095,124</u>	<u>13,361,196</u>	<u>12,801,255</u>	<u>12,704,061</u>	<u>12,857,134</u>
Total Revenue:	<u>\$20,315,396</u>	<u>\$22,357,177</u>	<u>\$21,736,716</u>	<u>\$21,350,890</u>	<u>\$21,984,996</u>
<u>Appropriations</u>					
General Appropriations	\$13,153,324	\$13,398,061	\$14,464,585	\$14,709,079	\$15,111,020
Operations	2,038,609	3,253,425	1,137,916	1,124,855	1,189,358
Deferred Charges and Statutory Expenditures	14,000	14,000	164,000	14,000	153,555
Judgments	0	0	0	0	0
Capital Improvement Fund	167,263	104,175	88,850	172,490	237,393
Municipal Debt Service	3,442,201	4,037,517	4,581,364	4,330,466	4,293,670
Reserve for Uncollected Taxes	<u>1,500,000</u>	<u>1,550,000</u>	<u>1,300,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Total Appropriations:	<u>\$20,315,396</u>	<u>\$22,357,177</u>	<u>\$21,736,716</u>	<u>\$21,350,890</u>	<u>\$21,984,996</u>

Source: Annual Adopted Budgets of the Township

Fund Balance

The following table lists the Township’s fund balance and the amount utilized in the succeeding year’s budget for the Current Fund for the past five (5) fiscal years ending December 31.

<u>Year</u>	<u>Fund Balance - Current Fund</u>	
	<u>Balance 12/31</u>	<u>Utilized in Budget of Succeeding Year</u>
2014	\$4,080,550	\$2,839,671
2013	4,408,276	3,089,693
2012	3,768,696	3,050,000
2011	2,467,817	2,250,000
2010	2,267,154	2,130,000

Source: Annual Audit Reports of the Township

The following table lists the Township's fund balance and the amount utilized in the succeeding year's budget for the Sewer Utility Operating Fund for the past five (5) fiscal years ending December 31.

<u>Fund Balance - Sewer Utility Operating Fund</u>		
	Balance	Utilized in Budget
<u>Year</u>	<u>12/31</u>	<u>of Succeeding Year</u>
2014	\$1,569,517	\$228,572
2013	920,501	109,653
2012	805,696	212,333
2011	641,964	70,163
2010	796,350	655,903

Source: Annual Audit Reports of the Township

Township Indebtedness as of December 31, 2014

General Purpose Debt

Serial Bonds	\$23,507,000
Bond Anticipation Notes	14,049,526
Bonds and Notes Authorized but Not	6,245,015
Other Bonds, Notes and Loans	<u>577,201</u>
Total:	\$44,378,742

Local School District Debt

Serial Bonds	\$63,479,000
Temporary Notes Issued	0
Bonds and Notes Authorized but Not	<u>0</u>
Total:	\$63,479,000

Self-Liquidating Debt

Serial Bonds	\$0
Bond Anticipation Notes	2,472,500
Bonds and Notes Authorized but Not	0
Other Bonds, Notes and Loans	<u>0</u>
Total:	\$2,472,500

TOTAL GROSS DEBT

\$110,330,242

Less: Statutory Deductions

General Purpose Debt	\$11,084,039
Local School District Debt	63,479,000
Self-Liquidating Debt	<u>2,472,500</u>
Total:	\$77,035,539

TOTAL NET DEBT

\$33,294,702

Source: Annual Debt Statement of the Township

Overlapping Debt (as of December 31, 2013)³

<u>Name of Related Entity</u>	<u>Related Entity Debt Outstanding</u>	<u>Township Percentage</u>	<u>Township Share</u>
Local School District	\$63,479,000	100.00%	\$63,479,000
County	387,479,132	5.55%	21,501,974
County Improvement Authority (2013)	487,246,000	5.55%	<u>27,038,232</u>
Net Indirect Debt			\$112,019,206
Net Direct Debt			<u>33,294,702</u>
Total Net Direct and Indirect Debt			<u>\$145,313,908</u>

Debt Limit

Average Equalized Valuation Basis (2012, 2013, 2014)	\$2,374,876,354
Permitted Debt Limitation (3 1/2%)	83,120,672
Less: Net Debt	<u>33,294,702</u>
Remaining Borrowing Power	<u>\$49,825,970</u>
Percentage of Net Debt to Average Equalized Valuation	1.40%
Gross Debt Per Capita based on 2010 population of 13,642	\$8,088
Net Debt Per Capita based on 2010 population of 13,642	\$2,441

Source: 2013 Annual Debt Statement of the Township.

³ Township percentage of County and County Improvement Authority debt is based on the Township's share of total equalized valuation in the County.

APPENDIX B

**AUDITED FINANCIAL DATA AS OF DECEMBER 31, 2014
AND FOR THE YEAR THEN ENDED**

TOWNSHIP OF ROBBINSVILLE

**AUDIT REPORT FOR THE YEAR
ENDED DECEMBER 31, 2014**

**TOWNSHIP OF ROBBINSVILLE
COUNTY OF MERCER, NEW JERSEY**

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**TOWNSHIP OF ROBBINSVILLE
COUNTY OF MERCER**

PART I

**INDEPENDENT AUDITOR'S REPORTS
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**



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

680 Hooper Avenue, Bldg B, Suite 201, Toms River, NJ 08753 • Tel: 732.797.1333
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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Members
of the Township Council
Township of Robbinsville
County of Mercer
Robbinsville, New Jersey 08691

Report on the Financial Statements

We have audited the accompanying comparative statements of assets, liabilities, reserves and fund balance--regulatory basis of the various funds and account group of the Township of Robbinsville, County of Mercer, State of New Jersey as of December 31, 2014 and 2013, and the related comparative statements of operations and changes in fund balance--regulatory basis for the years then ended, the related statements of revenues--regulatory basis, statement of expenditures--regulatory basis, and the related notes to the financial statements for the year ended December 31, 2014.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

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

As discussed in Note 1 to the financial statements, the Township of Robbinsville prepares its financial statements using accounting practices that demonstrate compliance with regulatory basis of accounting and budget laws 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 these regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township of Robbinsville, County of Mercer, State of New Jersey, as of December 31, 2014 and 2013, or the results of its operations and changes in fund balance for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting


In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance--regulatory basis of the various funds and account group of the Township of Robbinsville, County of Mercer, State of New Jersey, as of December 31, 2014 and 2013, and the results of its operations and changes in fund balance --regulatory basis of such funds for the years then ended, and the related statement of revenues--regulatory basis, statement of expenditures--regulatory basis of the various funds, and the related notes to financial statements, for the year ended December 31, 2014 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 Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 28, 2015, on our consideration of the Township of Robbinsville's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Robbinsville's internal control over financial reporting and compliance.

Respectfully submitted,

HOLMAN FRENIA ALLISON, P.C.

A handwritten signature in black ink, appearing to read "Michael Holt", with a stylized flourish extending from the end of the name.

Michael Holt
Certified Public Accountant
Registered Municipal Accountant
CR #473

May 28, 2015
Medford, New Jersey

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HOLMAN | FRENIA
ALLISON, P.C.

Certified Public Accountants & Consultants

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

The Honorable Mayor and Members
of the Township Council
Township of Robbinsville
County of Mercer
Robbinsville, New Jersey 08691

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements- regulatory basis of the Township of Robbinsville (herein referred to as “the Township”), as of and for the fiscal year ended December 31, 2014 and the related notes to the financial statements, and have issued our report thereon dated May 28, 2015. Our report on the financial statements-regulatory basis was modified to indicate that the financial statements were not prepared and presented in accordance with accounting principles generally accepted in the United States of America but rather prepared and presented in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States, to meet the requirements of the State of New Jersey for municipal government entities as described in Note 1.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,

HOLMAN FRENIA ALLISON, P. C.

A handwritten signature in black ink, appearing to read "Michael Holt". The signature is stylized and written in a cursive-like font.

Michael Holt
Certified Public Accountant
Registered Municipal Accountant
No. CR 473

May 28, 2015
Medford, New Jersey

BASIC FINANCIAL STATEMENTS

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**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	REFERENCE	2014	2013
Regular Fund:			
Cash	A-4	\$ 6,172,223	\$ 6,954,629
Cash - Change Funds	A-6	950	750
Due from State of New Jersey for Senior Citizen & Veteran Deductions	A-8	<u>9,161</u>	<u>8,661</u>
Total		<u>6,182,334</u>	<u>6,964,040</u>
Receivables & Other Assets With Full Reserves:			
Delinquent Taxes Receivable	A-7	640,045	560,453
Tax Title Liens Receivable	A-9	111,834	99,126
Demolition Liens Receivable	A	9,800	9,800
6% Year-End Penalties	A	15,630	11,888
Other Receivables	A	570	253
Revenue Accounts Receivable	A-10	33,225	27,200
Due From Interfunds:			
Dog License Fund	B	4,866	-
Due From Trust Other	B	605,080	751,799
General Capital Fund	C	<u>761</u>	<u>558</u>
Total Receivables & Other Assets With Full Reserves		<u>1,421,811</u>	<u>1,461,077</u>
Deferred Charges To Future Taxation:			
Special Emergency Authorization	A	<u>14,000</u>	<u>28,000</u>
Total		<u>14,000</u>	<u>28,000</u>
Total Regular Funds		<u>7,618,145</u>	<u>8,453,117</u>
Federal, State & Other Grants:			
Cash	A-4	1,159,017	381,906
Federal, State & Other Grants Receivable	A-15	<u>2,379,062</u>	<u>3,531,160</u>
Total Federal, State & Other Grants		<u>3,538,079</u>	<u>3,913,066</u>
Total Assets		<u>\$ 11,156,224</u>	<u>\$ 12,366,183</u>

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

TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	<u>2014</u>	<u>2013</u>
Regular Fund:			
Liabilities:			
Special Emergency Note Payable	A	\$ 14,000	\$ 28,000
Appropriation Reserves	A-3	850,675	1,029,330
Reserve for Encumbrances	A-3	304,642	426,812
Accounts Payable	A	-	999
Due to State of NJ	A	9,846	63,426
Due to Borough of Allentown - LEA Rebate	A	454	-
Prepaid Taxes	A-5	201,500	235,552
Due County for Added & Omitted Taxes	A	240,951	335,702
Tax Overpayments	A	33,378	4,480
Reserve for Tax Appeals	A	100,000	100,000
Reserve for Revision & Codification of Ordinances	A	53,725	58,738
Reserve for Preparation of a Master Plan Amendment	A	619	619
Reserve for Street Opening	A	100	100
Reserve for Construction Expenditures	A	300,000	300,000
Reserve for Garden State Trust	A	5,894	-
Due To Interfunds:			
Dog Fund	B	-	6
Subtotal Regular Fund		<u>2,115,784</u>	<u>2,583,764</u>
Reserve for Receivables & Other Assets	A	1,421,811	1,461,077
Fund Balance	A-1	<u>4,080,550</u>	<u>4,408,276</u>
Total Regular Fund		<u>7,618,145</u>	<u>8,453,117</u>
Federal, State & Other Grants:			
Reserve for Encumbrances	A-16	1,474,279	522,140
Reserve for Federal, State & Other Grants:			
Appropriated	A-16	2,024,785	3,323,616
Unappropriated	A-17	39,015	67,310
Total Federal, State & Other Grants		<u>3,538,079</u>	<u>3,913,066</u>
Total Liabilities, Reserves & Fund Balance		<u>\$ 11,156,224</u>	<u>\$ 12,366,183</u>

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

TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
Revenue & Other Income Realized:		
Fund Balance Utilized	\$ 3,089,693	\$ 3,050,000
Miscellaneous Revenue Anticipated	5,713,358	8,641,416
Receipts From Delinquent Taxes & Tax Title Liens	543,802	592,205
Receipts From Current Taxes	68,980,144	67,087,901
Nonbudget Revenue	232,342	545,067
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	982,840	1,036,032
Prior Year Payable Cancelled	-	235
Cancellation of Prior Year Res. Construction Permit	-	102
Interfund Returned	1,034	744
	79,543,213	80,953,702
 Expenditures:		
Budget Appropriations Within "CAPS":		
Operations:		
Salaries & Wages	7,050,331	6,806,065
Other Expenses	5,958,680	5,851,004
Deferred Charges & Statutory Expenditures	1,700,067	1,732,516
Excluded From "CAPS":		
Operations:		
Salaries & Wages	577,217	630,682
Other Expenses	749,768	2,640,335
Capital Improvements	172,490	88,850
Municipal Debt Service	4,308,417	4,545,662
Deferred Charges	14,000	164,000
Municipal Open Space Tax	1,214,326	1,253,287
County Taxes	15,900,016	15,253,644
Amount Due County for Added & Omitted Taxes	240,951	335,702
Local District School Tax	38,846,900	37,957,697
Prior Year Tax Appeal	45,989	-
Senior Citizen & Veteran Deductions Disallowed Prior Year	2,094	1,750
Interfund Advances	-	6
Cancellation of Prior Year Grant Receivables	-	2,922
	76,781,246	77,264,122
 Excess/Deficit in Revenue	2,761,967	3,689,580
 Expenditures included above which are by Statute		
Deferred Charges to Budget of Succeeding Year		
Statutory Excess to Fund Balance	2,761,967	3,689,580
Fund Balance January 1	4,408,276	3,768,696
	7,170,243	7,458,276
 Decreased by: Utilization as Anticipated Revenue	(3,089,693)	(3,050,000)
 Fund Balance December 31	\$ 4,080,550	\$ 4,408,276

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

TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014

	BUDGET	APPROPRIATED BY N.J.S.A.40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	\$ 3,089,693	\$ -	\$ 3,089,693	\$ -
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverage	20,000	-	20,688	688
Other	10,000	-	9,596	(404)
Fees & Permits - Other	100,000	-	152,247	52,247
Fines & Costs - Municipal Court	400,000	-	477,164	77,164
Interest & Costs on Taxes	120,000	-	149,240	29,240
Interest on Investments & Deposits	17,000	-	25,755	8,755
Fire Department:				
Inspection Fees	70,000	-	73,766	3,766
Fire Service Revenue	12,000	-	14,100	2,100
Building Rental for Sewer Utility	24,000	-	24,000	-
Energy Receipts Tax	1,414,330	-	1,414,330	-
Uniform Construction Code Fees	500,000	-	697,206	197,206
Interlocal Services Agreements:				
Allentown for Automotive Services	7,600	-	11,101	3,501
Mercer County Soil for Automotive Services	1,400	-	944	(456)
Upper Freehold for Automotive Services	7,500	-	-	(7,500)
Hightstown for Automotive Services	9,000	-	8,658	(342)
Allentown for Public Works Supervisory	125,680	-	137,083	11,403
BOE for Automotive Services	1,600	-	3,902	2,302
BOE for Crossing Guard	4,544	-	5,383	839
BOE for High School Resource Officer	45,000	-	45,000	-
Recycling Tonnage Grant	21,318	-	21,318	-
Sale of Library Books, Audio Visual Sales, Gifts, Donations & Fund Raising	2,529	-	2,529	-
Police Body Armor Replacement Fund	3,582	-	3,582	-
Police Body Armor - Federal	1,714	-	1,714	-
Municipal Alliance Grant	18,603	-	18,603	-
DEP-No Net Loss Reforestation Program	-	-	-	-
Tom May Nature Trail Donations	5,176	-	5,176	-
Click It or Ticket	4,000	-	4,000	-
Drunk Driving Enforcement Fund	10,166	9,109	19,275	-
Reserve for Emergency Rescue Services- Mercer	2,500	-	2,500	-
NJ DOT Main Street Sidewalks	-	116,925	116,925	-
Anonymous Local Grant - Senior Center	5,000	-	5,000	-
Anonymous Local Grant - Fire Department	10,000	-	10,000	-
Anonymous Local Grant - Police	8,500	-	8,500	-
Anonymous Local Grant - Library	6,500	-	6,500	-

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

**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BUDGET	APPROPRIATED BY N.J.S.A.40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Miscellaneous Revenues (continued):				
Drive Sober or Get Pulled Over	-	12,500	12,500	-
Clean Communities Grant	-	29,596	29,596	-
Pedestrian Safety Grant	-	11,000	11,000	-
Green Communities Grant	-	3,000	3,000	-
The Fidelco Group - Stream	-	20,000	20,000	-
Capital Surplus	106,000	-	106,000	-
CATV Franchise Fees	88,884	-	88,884	-
Payment in Lieu of Taxes - Project Freedom West Gate	1,340	-	1,340	-
Payment in Lieu of Taxes - Project Freedom	8,000	-	8,000	-
Payment in Lieu of Taxes - KTR/ Amazon	235,848	-	260,427	24,579
Payment in Lieu of Taxes - Matrix 500A	7,937	-	6,942	(995)
Payment in Lieu of Taxes - United Way	1,500	-	1,500	-
Payment in Lieu of Taxes - Serv Properties & Management	1,500	-	1,500	-
Sale of Municipal Assets to Open Space	450,000	-	450,000	-
Open Space Tax for Debt Service	1,013,884	-	1,013,884	-
Reserve to Pay Bonds - Capital	203,000	-	203,000	-
Total Miscellaneous Revenues	5,107,135	202,130	5,713,358	404,093
Receipts from Delinquent Taxes	450,000	-	543,802	93,802
Local Tax for Municipal Purposes	12,704,061	-	13,777,951	1,073,890
Budget Totals	21,350,889	202,130	23,124,804	1,571,785
Nonbudget Revenues	-	-	232,342	232,342
Total Revenues	\$ 21,350,889	\$ 202,130	\$ 23,357,146	\$ 1,804,127

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

**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

ANALYSIS OF REALIZED REVENUES

Allocation of Current Tax Collections:	
Revenue From Collections	\$ 68,980,144
Less: School, County & Special District Taxes	<u>56,202,193</u>
Balance for Support of Municipal Budget Appropriations	12,777,951
Add: Budget Appropriation - Reserve for Uncollected Taxes	<u>1,000,000</u>
Total Amount for Support of Municipal Budget Appropriation	<u><u>\$ 13,777,951</u></u>
Delinquent Property Taxes Receivable	<u>\$ 543,802</u>
Total Receipts From Delinquent Taxes	<u><u>\$ 543,802</u></u>
Licenses - Other:	
Bingo & Raffle	\$ 120
Board of Health - Food Handlers	9,320
Marriage Licenses	<u>156</u>
Total Licenses - Other	<u><u>\$ 9,596</u></u>
Fees & Permits - Other:	
Zoning/Planning Board	\$ 4,540
Street Opening Permits	2,900
Housing Inspection Fees	27,750
Returned Check Fee	100
Police & Accident Report Fees	1,794
Extra Duty Police Admin. Fees	26,565
Photocopy Fees	853
Landlord Registration Fees	7,300
Redevelopment - TC South Application Fees	36,000
Major Subdivision	1,400
Septic & Well Permit	3,150
Site Plan Fee	31,735
Variance Fees	950
Other Fees	<u>7,210</u>
Total Fees & Permits - Other	<u><u>\$ 152,247</u></u>

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

**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

ANALYSIS OF INTEREST & COST IN TAXES

Interest & Costs	\$ 137,113
6% Penalties	<u>12,127</u>
Total Interest & Costs	<u><u>\$ 149,240</u></u>

ANALYSIS OF NONBUDGET REVENUE

Treasurer:	
Recycling	\$ 2,953
Lease of Farmland	32,511
Refund of Prior Year Expenditures	45,914
Hurricane Sandy Reimbursement	44,224
Insurance Refunds	2,086
Senior Citizen & Veteran Administrative Fees	1,460
New Jersey Hotel Tax	70,679
Sale of Municipal Assets	13,930
Recycling Container Lids	333
Interlocal Service Agreements	16,283
Other Miscellaneous	<u>1,969</u>
Total Analysis of Nonbudget Revenue	<u><u>\$ 232,342</u></u>

TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014

OPERATIONS WITHIN "CAPS"	APPROPRIATIONS		EXPENDED			UNEXPENDED BALANCE CANCELLED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
General Government:						
General Administration:						
Salaries and Wages	\$ 147,432	\$ 147,432	\$ 143,956	\$ -	\$ 3,476	\$ -
Other Expenses	19,941	19,941	14,424	923	4,594	-
Mayor:						
Salaries and Wages	62,163	62,163	60,660	-	1,503	-
Other Expenses	5,905	5,905	4,919	238	748	-
Municipal Clerk's Office:						
Salaries and Wages	154,923	154,923	148,513	-	6,410	-
Other Expenses	19,410	19,410	14,674	3,243	1,493	-
Election:						
Salaries and Wages	2,000	2,000	332	-	1,668	-
Other Expenses	5,280	5,280	4,613	-	667	-
Computerized Data Processing Center:						
Other Expenses	79,379	79,379	61,511	11,048	6,820	-
Financial Administration:						
Salaries and Wages	251,567	251,567	251,567	-	-	-
Other Expenses	52,718	52,718	38,284	14,379	55	-
Auditing Services:						
Other Expenses	28,867	28,867	28,867	-	-	-
Tax Assessment Administration:						
Salaries and Wages	89,390	89,390	89,241	-	149	-
Other Expenses	25,263	25,263	18,362	-	6,901	-
Revenue Administration (Tax Collection):						
Salaries and Wages	67,703	67,703	66,426	-	1,277	-
Other Expenses	8,281	8,281	3,726	653	3,902	-
Legal Services & Costs:						
Other Expenses	242,964	242,964	211,136	11,828	20,000	-
Engineering Services:						
Salaries and Wages	93,687	93,687	30,679	-	63,008	-
Other Expenses	69,960	69,960	40,098	29,162	700	-
Affordable Housing:						
Salaries and Wages	6,689	6,689	6,689	-	-	-
Other Expenses	23,129	23,129	22,986	-	143	-
Housing & Property Maintenance:						
Salaries and Wages	10,877	10,877	10,877	-	-	-
Township Council:						
Salaries and Wages	25,460	25,460	25,460	-	-	-
Other Expenses	34,203	24,203	8,926	8,226	7,051	-
Land Use Administration:						
Planning Board:						
Salaries and Wages	68,456	68,456	21,971	-	46,485	-
Other Expenses	86,805	76,805	59,681	7,225	9,899	-
Zoning Board of Adjustments:						
Salaries and Wages	31,525	31,525	30,552	-	973	-
Other Expenses	16,635	16,635	9,919	5,614	1,102	-
Economic Development:						
Salaries and Wages	25,524	25,524	25,524	-	-	-
Other Expenses	46,689	46,689	35,397	4,575	6,717	-
Insurance:						
General Liability	156,659	156,659	156,659	-	-	-
Workers Compensation	96,452	96,452	96,452	-	-	-
Employee Group Health	1,613,548	1,613,548	1,535,399	265	77,884	-
Health Benefit Waiver	107,901	107,901	105,067	-	2,834	-
Public Safety Functions:						
Police:						
Salaries and Wages	2,741,476	2,741,476	2,727,898	-	13,578	-
Other Expenses	214,216	210,198	179,248	18,659	12,291	-
Office of Emergency Management:						
Other Expenses	2,500	2,500	-	-	2,500	-

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

**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

OPERATIONS WITHIN "CAPS"	APPROPRIATIONS		EXPENDED			UNEXPENDED BALANCE CANCELLED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
Public Safety Functions (continued):						
Fire Department:						
Salaries and Wages	1,398,370	1,420,370	1,417,354	-	3,016	-
Other Expenses	532,495	547,495	448,596	97,257	1,642	-
EMS:						
Other Expenses	10,000	10,000	10,000	-	-	-
Municipal Prosecutor's Office:						
Other Expenses	50,350	50,350	32,225	17,575	550	-
Municipal Court:						
Salaries and Wages	275,164	261,664	238,063	-	23,601	-
Other Expenses	21,010	21,010	14,140	1,014	5,856	-
Public Defender (P.L.1997, C256):						
Other Expenses	7,500	7,500	-	2,500	5,000	-
Judgements:						
Other Expenses	56,785	56,785	56,785	-	-	-
Public Works Functions:						
Streets & Road Maintenance:						
Salaries and Wages	185,588	189,588	185,993	-	3,595	-
Other Expenses	29,560	29,560	23,469	5,319	772	-
Snow Removal:						
Salaries and Wages	64,600	64,600	57,440	-	7,160	-
Other Expenses	69,250	89,250	62,800	26,073	377	-
Solid Waste Collection:						
Salaries and Wages	241,450	232,450	219,806	-	12,644	-
Other Expenses	117,900	117,900	103,079	9,666	5,155	-
Buildings & Grounds:						
Salaries and Wages	148,229	148,229	143,268	-	4,961	-
Other Expenses	41,713	41,713	35,874	4,590	1,249	-
Vehicle Maintenance (Including Police Vehicles):						
Salaries and Wages	184,685	184,685	178,699	-	5,986	-
Other Expenses	81,350	81,350	71,620	3,538	6,192	-
Multiple Family Dwelling Garbage Reimbursement	44,950	44,950	44,950	-	-	-
Community Services Act (Condo Community Costs):						
Other Expenses	169,469	169,469	169,469	-	-	-
Health & Human Services:						
Public Health Services (Board of Health):						
Salaries and Wages	15,835	15,835	15,773	-	62	-
Other Expenses	79,896	79,896	77,367	1,950	579	-
Parks & Recreation:						
Recreation Services & Programs:						
Salaries and Wages	93,265	93,265	92,817	-	448	-
Other Expenses	10,608	10,608	9,472	518	618	-
Maintenance of Parks:						
Salaries and Wages	61,015	61,015	43,299	-	17,716	-
Other Expenses	16,700	16,700	15,416	1,284	-	-
Education Functions:						
Municipal Library/County Library:						
Other Expenses	5,900	5,900	5,843	-	57	-
Other Common Operating Functions:						
Celebration of Public Events:						
Other Expenses	18,700	18,700	17,931	326	443	-
Landfill/Solid Waste Disposal Costs:						
Other Expenses	620,000	620,000	507,329	7,015	105,656	-
Environmental Commission:						
Other Expenses	500	500	-	-	500	-
Senior Center Operations:						
Salaries and Wages	151,686	151,686	119,827	-	31,859	-
Other Expenses	4,142	4,142	3,878	35	229	-

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

**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

OPERATIONS WITHIN "CAPS"	APPROPRIATIONS		EXPENDED			UNEXPENDED BALANCE CANCELLED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	
Other Common Operating Functions (continued):						
Central Service:						
Other Expenses	5,000	5,000	409	-	4,591	-
Postage:						
Other Expenses	22,131	22,131	21,605	-	526	-
Salary Adjustment Account:						
Salaries and Wages	60,000	60,000	20,166	-	39,834	-
Sharbell Lease	165,388	165,388	165,388	-	-	-
Construction Official:						
Salaries and Wages	420,072	388,072	356,438	-	31,634	-
Other Expenses	41,500	41,500	20,584	5,380	15,536	-
Utility Expenses & Bulk Purchases:						
Electricity - Other Expenses	170,000	180,500	154,102	3,400	22,998	-
Street Lighting - Other Expenses	290,000	290,000	265,267	150	24,583	-
Telephones - Other Expenses	58,696	58,696	53,242	-	5,454	-
Water - Other Expenses	14,000	17,000	14,698	-	2,302	-
Fuel Oil - Other Expenses	6,000	6,000	5,512	488	-	-
Gasoline - Other Expenses	215,000	215,000	167,153	256	47,591	-
Total Operation Within "CAPS"	13,012,029	13,008,011	11,957,839	304,372	745,800	-
Contingent	1,000	1,000	366	66	568	-
Total Operations Including Contingent	13,013,029	13,009,011	11,958,205	304,438	746,368	-
Detail:						
Salaries and Wages	7,078,831	7,050,331	6,729,288	-	321,043	-
Other Expenses (Including Contingent)	5,934,198	5,958,680	5,228,917	304,438	425,325	-
Deferred Charges/Statutory Expenditures - Municipal Within "CAPS":						
Statutory Expenditures:						
Contribution to Public Employees' Retirement System of New Jersey	326,269	326,269	326,269	-	-	-
Contributions to Social Security	573,168	573,168	540,069	-	33,099	-
Contribution to Police & Firemen's Retirement System of New Jersey	685,600	689,618	689,617	-	1	-
Unemployment	110,000	110,000	110,000	-	-	-
Defined Contribution Retirement Program	1,012	1,012	1,011	-	1	-
Total Deferred Charges & Statutory Expenditures Within "CAPS"	1,696,049	1,700,067	1,666,966	-	33,101	-
Total General Appropriations for Municipal Purposes Within "CAPS"	14,709,078	14,709,078	13,625,171	304,438	779,469	-
Public Safety Functions:						
Police Dispatch "911":						
Salaries and Wages	577,217	577,217	554,638	-	22,579	-
Other Expenses	270,962	270,962	250,830	204	19,928	-
Solid Waste Collection - Recycling Tax	14,400	14,400	12,123	-	2,277	-
NJPDES/Stormwater Permit 40A:4-45.3(cc)	3,000	3,000	3,000	-	-	-

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

**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELLED
Interlocal Services Agreements:						
Automotive Services With Allentown						
Township	7,600	7,600	6,291	-	1,309	-
Automotive Services With Mercer County						
Soil Conversation	1,400	1,400	944	-	456	-
Automotive Services With Hightstown						
Township	9,000	9,000	6,071	-	2,929	-
Automotive Services With Upper						
Freehold Township	7,500	7,500	-	-	7,500	-
DPW Supervisory Services with						
Allentown Township	121,292	121,292	107,285	-	14,007	-
Automotive Services With Board						
of Education	1,600	1,600	1,600	-	-	-
Crossing Guard Services With Board						
of Education	4,546	4,546	4,425	-	121	-
Public & Private Programs Offset by Revenues:						
Recycling Tonnage Grant	21,318	21,318	21,318	-	-	-
Tom May Nature Trail Donations	5,176	5,176	5,176	-	-	-
Sale of Library Books & Audio Visual Sales	2,529	2,529	2,529	-	-	-
Senior Center - Anonymous Local Grant	5,000	5,000	5,000	-	-	-
Police Program - Anonymous Local Grant	8,500	8,500	8,500	-	-	-
Library - Anonymous Local Grant	6,500	6,500	6,500	-	-	-
Fire Department - Anonymous Local Grant	10,000	10,000	10,000	-	-	-
Municipal Alliance Grant	18,603	18,603	18,603	-	-	-
Municipal Alliance Grant- Local Match	6,651	6,651	6,651	-	-	-
Emergency Rescue Services- Mercer	2,500	2,500	2,500	-	-	-
Click It or Ticket Grant	4,000	4,000	4,000	-	-	-
Police Body Armor Replacement Fund	3,582	3,582	3,582	-	-	-
Police Body Armor Fund - Federal	1,713	1,713	1,713	-	-	-
Drunk Driving Enforcement Fund	10,166	19,275	19,275	-	-	-
NJ DOT Municipal Aid Program-						
Main Street Sidewalks	-	116,925	116,925	-	-	-
Matching Funds for Grants	100	100	-	-	100	-
Clean Communities Program	-	29,596	29,596	-	-	-
Pedestrian Safety Grant	-	11,000	11,000	-	-	-
Green Communities Grant	-	3,000	3,000	-	-	-
Drive Sober or Get Pulled Over	-	12,500	12,500	-	-	-
The Fidelco Group - Stream Cleaning	-	20,000	20,000	-	-	-
Total Operations Excluded From "CAPS"	1,124,855	1,326,985	1,255,575	204	71,206	-
Detail:						
Salaries and Wages	577,217	577,217	554,638	-	22,579	-
Other Expenses	547,638	749,768	700,937	204	48,627	-
Capital Improvements - Excluded from "CAPS":						
Capital Improvements Fund	172,490	172,490	172,490	-	-	-
Total Capital Improvements Excluded from "CAPS"	172,490	172,490	172,490	-	-	-

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

**TOWNSHIP OF ROBBINSVILLE
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	APPROPRIATIONS		EXPENDED			UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELLED
Municipal Debt Service - Excluded from "CAPS":						
Payment of Bond Principal	2,425,000	2,425,000	2,420,000	-	-	5,000
Payment of Bond Anticipation Notes & Capital Notes	613,650	613,650	613,650	-	-	-
Interest on Bonds	953,388	953,388	939,712	-	-	13,676
Interest on Notes	183,297	183,297	183,297	-	-	-
EIT Loan Program:						
Loan Repayments for Principal & Interest	86,686	86,686	83,313	-	-	3,373
Capital lease Obligations:						
Principal	65,000	65,000	65,000	-	-	-
Interest	3,445	3,445	3,445	-	-	-
Total Municipal Debt Service Excluded from "CAPS"	4,330,466	4,330,466	4,308,417	-	-	22,049
Deferred Charges:						
Special Emergency Authorizations - 5 years	14,000	14,000	14,000	-	-	-
Total Deferred Charges	14,000	14,000	14,000	-	-	-
Total General Appropriations Excluded from "CAPS"	5,641,811	5,843,941	5,750,482	204	71,206	22,049
Subtotal General Appropriations	20,350,889	20,553,019	19,375,653	304,642	850,675	22,049
Reserve For Uncollected Taxes	1,000,000	1,000,000	1,000,000	-	-	-
Total General Appropriations	\$ 21,350,889	\$ 21,553,019	\$ 20,375,653	\$ 304,642	\$ 850,675	\$ 22,049
Budget	\$ 21,350,889	\$ 21,350,889				
Appropriation by 40A:4-87	-	202,130				
Total	\$ 21,350,889	\$ 21,553,019				
Reserve for State, Federal & Other Grants			\$ 308,368			
Deferred Charges			14,000			
Reserve for Uncollected Taxes			1,000,000			
Refunds			(866,697)			
Disbursed			19,919,982			
Total			\$ 20,375,653			

**TOWNSHIP OF ROBBINSVILLE
TRUST FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	REFERENCE	2014	2013
Animal Control Fund:			
Cash - Treasurer	B-1	\$ 45,703	\$ 37,830
Due From Current Fund	A	-	6
Total Animal Control Fund		45,703	37,836
Other Trust Funds:			
Cash	B-1	12,999,124	16,176,653
Due From General Capital Fund	C	2,194,100	-
Due from US Treasury		484	-
Due from State of New Jersey		113	-
Total Other Trust Funds		15,193,821	16,176,653
Small Cities Revolving Loan Trust Fund:			
Cash	B-1	6,620	6,613
Total Assets		\$ 15,246,144	\$ 16,221,102
LIABILITIES, RESERVES & FUND BALANCE			
Animal Control Fund:			
Reserve for Dog Fund Expenditures	B-2	\$ 35,745	\$ 32,865
Due to Current Fund	A	4,866	-
Prepaid Dog License Fees - Municipal	B-1	4,763	4,660
Dog License Fees - Due to State	B-1	329	311
Total Animal Control Fund		45,703	37,836
Other Trust Funds:			
Payroll Deductions Payable	B-3	78,196	74,301
Premiums Received at Tax Sale	B-8	259,306	420,606
Tax Title Lien Redemptions	B-8	206,955	-
Reserve for:			
Parking Offense Adjudication Act	B-8	480	472
Unemployment Benefits	B-4	392,055	294,671
Contribution for Newsletter	B-8	2,212	2,212
Fire Donations	B-8	7,216	7,997
Fire Penalties	B-8	1,108	1,782
Off-Tract Improvement	B-8	318,173	318,173
Recreation Facilities	B-8	114,647	114,647
Police Extra Duty Pay	B-8	20,265	5,123

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

TOWNSHIP OF ROBBINSVILLE
TRUST FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

LIABILITIES, RESERVES & FUND BALANCE (continued):	REFERENCE	2014	2013
Other Trust Funds (continued):			
Reserve for:			
Housing Fees	B-8	704,638	471,798
Maintenance Guarantee	B-8	477,554	400,102
Performance Guarantee	B-8	2,203,009	2,076,696
Inspection Fees	B-8	443,367	472,367
Review Costs	B-8	438,290	451,203
Refund of Joint Insurance Fund Premium	B-8	21,122	22,019
Law Enforcement	B-8	49,402	15,042
Public Defender	B-8	8,436	9,170
Open Space	B-6	28,240	3,819,619
Open Space - Kushner Property	B-7	2,700,000	-
Pay Open Space Bonds	B-8	2,441,123	2,441,123
NJ Turnpike Wide- Reforestation	B-8	171,637	320,792
NJ Turnpike Wide- Rec Facilities	B-8	66,172	177,085
NJ Turnpike Wide- Acq of Land	B-8	65,352	65,352
Housing - Misc. Affordability Assistance	B-8	710,279	765,714
Housing - Market to Affordable	B-8	1,500,000	1,500,000
Housing - Project Freedom II	B-8	600,000	600,000
Housing - Misc. Rehab	B-8	8,508	8,508
Housing - Administrative Agent Fees	B-8	80,122	69,588
Recreation Activities	B-8	169,600	154,028
Police K-9 Unit	B-8	2,297	2,297
Accumulated Absences	B-8	192,082	199,618
Town Center Public Space	B-8	61,090	69,571
Snow Removal	B-8	29,983	42,428
"Keep It Local" Donations	B-8	15,825	30,750
Due to Current Fund	A	605,080	751,799
Total Other Trust Funds		15,193,821	16,176,653
Small Cities Revolving Loan Trust Fund:			
Reserve for Small Cities Revolving Loans	B-5	6,620	6,613
Total Revolving Loan Trust		6,620	6,613
Total Liabilities, Reserves & Fund Balance		\$ 15,246,144	\$ 16,221,102

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

TOWNSHIP OF ROBBINSVILLE
GENERAL CAPITAL FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

ASSETS	REFERENCE	2014	2013
Cash	C-2,C-3	\$ 4,136,343	\$ 4,289,407
Deferred Charges to Future Taxation:			
Funded	C-4	24,084,207	26,718,156
Unfunded	C-5	<u>20,294,541</u>	<u>15,781,326</u>
 Total Assets		<u>\$ 48,515,091</u>	<u>\$ 46,788,889</u>
 LIABILITIES, RESERVES & FUND BALANCE			
General Serial Bonds	C-10	\$ 23,507,000	\$ 26,007,000
Environmental Infrastructure Fund Loan Payable	C-11	252,207	286,156
Environmental Infrastructure Trust Loan Payable	C-12	325,000	360,000
Bond Anticipation Notes	C-9	14,049,526	14,663,176
Capital Leases Payable	C-16	-	65,000
Encumbrances Payable	C-8	589,260	1,232,348
Improvement Authorizations:			
Funded	C-8	960,605	1,077,299
Unfunded	C-8	4,956,244	1,295,265
Capital Improvement Fund	C-6	7,751	97,751
Due to Current Fund	A	761	558
Due to Open Space Trust Fund	C-17	2,194,100	-
Reserve to Pay Bonds	C-13	260,040	449,409
Reserve for Acquisition of Open Space	C-14	641,969	641,969
Fund Balance	C-1	<u>770,628</u>	<u>612,958</u>
 Total Liabilities, Reserves & Fund Balance		<u>\$ 48,515,091</u>	<u>\$ 46,788,889</u>

There were bonds and notes authorized but not issued on December 31, 2014 of \$6,245,015 and on December 31, 2013 was \$1,118,150.

**TOWNSHIP OF ROBBINSVILLE
SEWER UTILITY FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	REFERENCE	<u>2014</u>	<u>2013</u>
Operating Fund:			
Cash - Treasurer	D-4	\$ 1,794,879	\$ 1,477,553
Total		<u>1,794,879</u>	<u>1,477,553</u>
Receivables & Other Assets With Full Reserves:			
Utility Charges Receivable	D-5	156,089	111,416
Interfund Receivable - Sewer Capital Fund	D	243	-
Security Deposit Rental Receivable	D	<u>-</u>	<u>3,162</u>
Total Receivable & Other Assets With Full Reserves		<u>156,332</u>	<u>114,578</u>
Total Operating Fund		<u>1,951,211</u>	<u>1,592,131</u>
Capital Fund:			
Cash	D-4	768,255	648,842
Interfund Receivable - Sewer Utility Fund	D	-	48,351
Fixed Capital:			
Completed	D-6	5,969,103	5,969,103
Uncompleted	D-10	<u>3,100,000</u>	<u>3,100,000</u>
Total Capital Fund		<u>9,837,358</u>	<u>9,766,296</u>
Total Operating & Capital Fund		<u>\$ 11,788,569</u>	<u>\$ 11,358,427</u>

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

**TOWNSHIP OF ROBBINSVILLE
SEWER UTILITY FUND
COMPARATIVE STATEMENT OF ASSETS, LIABILITIES, RESERVES AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

LIABILITIES RESERVES & FUND BALANCE	REFERENCE	2014	2013
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3	59,941	235,110
Reserve for Encumbrances	D-3	50,504	21,866
Interfund Payable- Sewer Capital	D	-	48,351
Accounts Payable	D	-	10,102
Accrued Interest Payable	D-11	10,096	12,952
Prepaid Sewer Rents	D	36,834	155,115
Deferred Revenue - Reserve for Pump Station			
Maintenance	D	63,000	69,000
Overpayments	D	4,987	4,555
Subtotal		<u>225,362</u>	<u>557,051</u>
Reserve for Receivables	D	156,332	114,578
Fund Balance	D-1	<u>1,569,517</u>	<u>920,502</u>
Total Operating Fund		<u>1,951,211</u>	<u>1,592,131</u>
Capital Fund:			
Liabilities:			
Interfund Payable - Sewer Operating	D	243	-
Improvement Authorizations:			
Unfunded	D-9	501,777	498,929
Encumbrances Payable	D	-	2,847
Bond Anticipation Notes Payable	D-15	2,472,500	2,572,500
Capital Improvement Fund	D-12	333,921	283,921
Reserves for:			
Deferred Amortization	D-14	482,500	382,500
Amortization	D-13	5,969,103	5,969,103
Fund Balance	D-16	<u>77,314</u>	<u>56,496</u>
Total Capital Fund		<u>9,837,358</u>	<u>9,766,296</u>
Total Liabilities, Reserves & Fund Balance		<u>\$ 11,788,569</u>	<u>\$ 11,358,427</u>

Bonds and notes authorized but not issued as of December 31, 2014 and 2013 is \$145,000 and \$145,000, respectively.

TOWNSHIP OF ROBBINSVILLE
SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN
OPERATING FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
Revenue & Other Income Realized:		
Anticipated Revenues:		
Operating Surplus Anticipated	\$ 109,653	\$ 212,333
Service Charges	2,254,313	2,108,844
Interest on Investments	6,591	4,583
Connection Fees	573,998	153,397
Miscellaneous	35,127	27,615
Other Credits to Income:		
Miscellaneous Revenue Not Anticipated	5,265	5,815
Cancellation of Prior Year Encumbrances	10,101	-
Unexpended Balances of Appropriation Reserves to Fund Balance	147,880	160,345
 Total Income	 3,142,928	 2,672,932
 Expenditures:		
Budget Appropriations:		
Operating	2,183,898	2,139,657
Capital Improvements	50,000	50,000
Debt Service	129,211	136,872
Statutory Expenditures	21,150	19,264
 Total Expenditures	 2,384,260	 2,345,793
 Statutory Excess to Fund Balance	 758,669	 327,139
Fund Balance January 1	920,502	805,696
 Total	 1,679,171	 1,132,835
Less: Utilized by Operating Budget	(109,653)	(212,333)
 Balance December 31	 \$ 1,569,517	 \$ 920,502

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

**TOWNSHIP OF ROBBINSVILLE
SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	ANTICIPATED	REALIZED	EXCESS OR (DEFICIT)
Operating Surplus Anticipated	\$ 109,653	\$ 109,653	\$ -
Sewer Use Charges	2,107,395	2,254,313	146,918
Interest on Investments	3,000	6,591	3,591
Connection Fees	153,000	573,998	420,998
Miscellaneous - Sewer	22,000	35,127	13,127
Total	<u>\$ 2,395,049</u>	<u>\$ 2,979,682</u>	<u>\$ 584,634</u>

ANALYSIS OF REALIZED REVENUES

Miscellaneous - Sewer:		
Delinquent Interest	\$ 29,127	
Maintenance Income	<u>6,000</u>	
Total	<u><u>\$ 35,127</u></u>	

**TOWNSHIP OF ROBBINSVILLE
SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	UNEXPENDED BALANCE CANCELED
Operating:						
Salaries & Wages	\$ 136,489	\$ 136,489	\$ 127,204	\$ -	\$ 9,285	\$ -
Other Expenses	2,047,410	2,047,410	1,958,347	50,504	38,559	-
Debt Service:						
Note Principal	100,000	100,000	100,000	-	-	-
Interest on Notes	40,000	40,000	29,211	-	-	10,789
Capital Improvements:						
Capital Improvement Fund	50,000	50,000	50,000	-	-	-
Statutory Expenditures						
Public Employee Retirement System	10,609	10,609	-	-	10,609	-
Social Security System	10,441	10,441	9,053	-	1,388	-
Unemployment Compensation Insurance	100	100	-	-	100	-
Total Expenditures	\$ 2,395,049	\$ 2,395,049	\$ 2,273,815	\$ 50,504	\$ 59,941	\$ 10,789

REFERENCE

D-2

D

D

Original Budget

\$ 2,395,049

Total

\$ 2,395,049

REFERENCE

Refund of Expenditures

\$ (7,449)

Debt Service Accrual

(2,856)

Cash Disbursed

D-4 2,284,120

Total

\$ 2,273,815

**TOWNSHIP OF ROBBINSVILLE
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE STATEMENT OF FIXED ASSETS AND
FUND BALANCE - REGULATORY BASIS
DECEMBER 31, 2014 AND 2013**

ASSETS	<u>2014</u>	<u>2013</u>
Land & Land Improvements	\$ 9,754,384	\$ 9,754,384
Buildings & Building Improvements	5,438,764	5,438,764
Equipment & Vehicles	<u>7,404,174</u>	<u>6,499,138</u>
Total	<u>\$ 22,597,322</u>	<u>\$ 21,692,286</u>
FUND BALANCE		
Investment in General Fixed Assets	<u>\$ 22,597,322</u>	<u>\$ 21,692,286</u>

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

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**TOWNSHIP OF ROBBINSVILLE
COUNTY OF MERCER**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

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TOWNSHIP OF ROBBINSVILLE

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies

The accounting policies of the Township of Robbinsville conform to the accounting principles applicable to municipalities, which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The following is a summary of the significant policies.

A. Reporting Entity

During 2007 the Township of Washington legally changed its name to the Township of Robbinsville at the November 6, 2007 election. The Township of Robbinsville was incorporated under the laws of the State of New Jersey. The financial statements of the reporting entity include those of the Township of Robbinsville only and no other component units.

The accounting policies of the Township of Robbinsville conform to the accounting principles applicable to municipalities, which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The following is a summary of the significant policies.

B. Descriptions of Funds

Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds:

Current Fund - resources and expenditures for government operations of a general nature, including Federal and State Grant funds.

Trust Fund – receipt, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created, including dog license revenue and expenditures and sundry deposits held for satisfactory completion of specific work.

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

Sewer Operating and Capital Funds - Sewer Utility Operating and Capital Funds Accounts for the operation and acquisition of capital facilities of the Municipality owned Sewer Utility.

General Fixed Assets Account Group – used to account for fixed assets used in general government operations.

TOWNSHIP OF ROBBINSVILLE

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies (continued):

C. Basis of Accounting, Measurement Focus and Basis of Presentation

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

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

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

Cash, Cash Equivalents and Investments – Cash and Cash equivalents include petty cash, change funds and cash on deposit with public depositories. 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. *N.J.S.A.17:9-41* et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include state or federally chartered banks, savings banks or associations located in the State of New Jersey or state or federally chartered banks, savings banks or

TOWNSHIP OF ROBBINSVILLE

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies (continued):

associations located in another state with 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 full amount of their deposits to the Governmental Units.

The Township of Robbinsville deposits Funds in public depositories protected from loss under the provisions of the Act.

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

Inventories and Supplies - The 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 balance sheets.

General Fixed Assets – In accordance with Technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, the Township has developed a fixed assets accounting and reporting system based on an inventory of property prepared by Township personnel.

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

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated. The capitalization threshold for the Township is \$5,000.

No depreciation has been provided for in the financial statements.

Interest is not capitalized on fixed assets.

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 1. Summary of Significant Accounting Policies (continued):

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital has not been accounted for separately.

	Balance December 31, 2013	Additions	Retirements	Balance December 31, 2014
Land & Land				
Improvements	\$ 9,754,384	\$ -	\$ -	\$ 9,754,384
Buildings & Improvements	5,438,764	-	-	5,438,764
Equipment & Vehicles	6,499,138	937,036	32,000	7,404,174
	<hr/>			
Total	\$ 21,692,286	\$ 937,036	\$ 32,000	\$ 22,597,322
	<hr/>			

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

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

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

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

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

TOWNSHIP OF ROBBINSVILLE

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 1. Summary of Significant Accounting Policies (continued):

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

School Taxes – The municipality is responsible for levying, collecting and remitting school taxes for the Township of Robbinsville 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.

County Taxes – The municipality is responsible for levying, collecting and remitting county taxes for the County of Mercer. 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 Township’s annual budget protects the Township from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

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

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

Appropriation Reserves – Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts, which may be 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.

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 1. Summary of Significant Accounting Policies (continued):

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

Compensated Absences and Post-Employment 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 post-employment benefits, if any, which are also funded on the pay-as-you-go basis.

Comparative Data - Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Township’s financial position and operations. However, comparative data have not been presented in each of the statements because their inclusion would make the statements unduly complex and difficult to read.

Subsequent Events – The Township has evaluated subsequent events through May 28, 2015, the date the financial statements were available to be issued.

Note 2. Fund Balance Appropriated

Fund Balance at December 31, 2014 which was appropriated and included as anticipated revenue in their respective funds for the year ending December 31, 2015 were as follows:

Current Fund	\$2,839,671
Sewer Utility Fund	228,572

Note 3. Cash and Cash Equivalents

The Township is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at December 31, 2014, and reported at fair value are as follows:

Type	Carrying Value
Deposits:	
Demand Deposits	<u>\$27,083,114</u>
Total Deposits	<u>\$27,083,114</u>

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 3. Cash and Cash Equivalents (continued):

The Township's Cash and Cash Equivalents are Reported as Follows:

Current -Treasurer	\$ 6,173,173
State and Federal Grant Fund	1,159,017
Animal Control Trust Fund	45,703
Other Trust Funds	12,999,124
Small Cities Revolving Loan Trust Fund	6,620
General Capital	4,136,343
Sewer Utility Operating	1,794,879
Sewer Utility Capital	<u>768,255</u>
Total Reconciliation	<u><u>\$ 27,083,114</u></u>

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits may not be returned. Although the Township does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local governmental agencies. The program is administered by the Commissioner of the New Jersey Department of Banking and Insurance. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA.

However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity funds or funds that may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of December 31, 2014, the Township's bank balance of \$26,240,258 was insured or collateralized as follows:

Insured	\$ 750,000
Collateralized under GUDPA	17,387,717
Uninsured	<u>8,102,541</u>
Total	<u><u>\$26,240,258</u></u>

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 4. Property Taxes

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

<u>Comparison of Tax Rate Information</u>			
	2014	2013	2012
Total Tax Rate	\$ 2.871	\$ 2.744	\$ 2.665
Apportionment of Tax Rate:			
Municipal	0.531	0.522	0.542
Municipal Open Space	0.050	0.050	0.050
County	0.665	0.623	0.594
Local School	1.625	1.549	1.479

<u>Net Valuation Taxable</u>	
2014	\$ <u>2,391,537,842</u>
2013	\$ <u>2,450,873,530</u>
2012	\$ <u>2,464,228,646</u>

<u>Comparison of Tax Levies and Collection Currently</u>				
Year	Tax Levy	Cash Collections	Percentage Of Collection	
2014	\$ 69,709,294	\$ 68,982,001	98.96%	
2013	68,097,966	67,087,901	98.52%	
2012	66,459,428	65,390,573	98.39%	

<u>Delinquent Taxes and Tax Title Liens</u>				
Year Ended December 31	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent	Percentage Of Tax Levy
2014	\$ 111,834	\$ 640,045	\$ 751,879	1.08%
2013	99,126	560,453	659,579	0.97%
2012	140,518	534,553	675,071	1.02%

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 5. Pension

A. Plan Description

The Township of Robbinsville contributes to a cost-sharing multiple-employer defined benefit pension plan, Public Employees' Retirement System (P.E.R.S.) and Police and Fireman's Retirement System (P.F.R.S.), administered by the State of New Jersey, Division of Pensions and Benefits. It provides retirement, disability, medical and death benefits to plan members and beneficiaries. The State of New Jersey P.E.R.S. and P.F.R.S. programs were established as of January 1, 1955 and July 1, 1944, respectively. The programs were established under the provisions of *N.J.S.A.43:15A* and *N.J.S.A.43:16A* which assigns authority to establish and amend benefit provisions to the plan's board of trustees.

P.E.R.S. and P.F.R.S. issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to: State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625, or calling (609) 984-1684.

B. Funding Policy

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey administrative code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

Plan members are required to contribute 10%, effective October 1, 2012, of their annual covered salary for P.E.R.S, and the Township of Robbinsville is required to contribute at an actuarially determined rate. The contribution requirements of plan members and the Township of Robbinsville are established and may be amended by the plan's board of trustees.

The Township's contributions to P.E.R.S. and P.F.R.S. for the years ending December 31, 2014, 2013 and 2012 were as follows:

	P.E.R.S.	P.F.R.S.
2014	\$350,099	\$733,222
2013	364,006	744,719
2012	349,893	666,570

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 6. Bonds and Notes Authorized But Not Issued

At December 31, 2014 the Township has authorized but not issued bonds and notes as follows:

General Capital Fund - Bonds & Notes	\$6,245,015
Sewer Utility Capital Fund – Bonds & Notes	145,000

Note 7. District School Taxes

Regulations provided for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district.

The Township has elected not to defer school taxes.

Note 8. Long-Term Debt

During the year ended December 31, 2014, the following changes occurred in issued Bonds, Loans and Notes:

	Balance December 31, 2013	Issued	Retired	Balance December 31, 2014	Current Portion
General Capital Fund:					
Bonds & Loans					
Payable	\$ 26,653,156	\$ 2,230,000	\$ 4,798,949	\$ 24,084,207	\$ 2,586,041
Capital Leases	65,000	-	65,000	-	-
Compensated Absences	915,564	18,182	-	933,746	-
Bond Anticipation Notes	14,663,176	14,049,526	14,663,176	14,049,526	14,049,526
Sewer Utility Capital Fund:					
Bond Anticipation Notes	2,572,500	2,472,500	2,572,500	2,472,500	2,472,500
Total	\$ 44,869,396	\$ 18,770,208	\$ 22,099,625	\$ 41,539,979	\$ 19,108,067

Loans payable as of December 31, 2014 are as follows:

	Balance December, 31
New Jersey Environmental Infrastructure Trust (Loan) Payable – Authorized \$695,000, Issued \$665,000 dated November 1, 2001 for the purpose of financing land acquisition, interest rates of 4.00% to 5.50%.	\$252,207
New Jersey Environmental Infrastructure Trust (Loan) Payable – Authorized and Issued \$695,000 dated November 1, 2001 for the purpose of financing land acquisition, interest rate of 0%.	<u>325,000</u>
Total Loan Payable	<u>\$577,207</u>

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 8. Long-Term Debt (continued):

Bonds Payable as of December 31, 2014 are as follows:

	Balance December, 31
General Obligation Refunding Bonds, Series 2006 – Authorized and Issued \$13,650,000 dated June 22, 2006 for the purposes of (i) redeeming \$770,000 of the 1996 Bonds, (ii) advance refund Series 1999 Bonds of \$3,490,000, (iii) advance refund 2001 Series Bonds of \$8,650,000 and (iv) pay certain costs of issuance and delivery equaling \$13,650,000 dated August 1, 2006, interest rates of 4.00% to 4.25%.	\$8,105,000
General Obligation Bonds, Series 2008 – Authorized and Issued \$8,910,000 dated December 3, 2008 for the purposes of (i) permanently finance the costs of various capital improvements and acquisition of equipment by the repayment at maturity of the principal of certain bond anticipation notes heretofore issued by the Township and for which obligations have been authorized, but not issued; and (ii) pay certain costs and expenses incidental to the issuance and delivery of the bonds equaling \$8,910,000 dated December 1, 2008, interest rates of 4.00% to 4.25%.	5,315,000
General Obligation Bonds, Series 2011 – Authorized and Issued \$9,107,000 dated November 15, 2011 for the purposes of (i) permanently finance the costs of various capital improvements and acquisition of equipment by the repayment at maturity of the principal of certain bond anticipation notes heretofore issued by the Township and for which obligations have been authorized, but not issued; and (ii) pay certain costs and expenses incidental to the issuance and delivery of the bonds equaling \$9,107,000 dated December 1, 2011, interest rates of 2.00% to 4.00%.	8,182,000
General Obligation Refunding Bonds, Series 2014 – Authorized and Issued \$2,230,000 dated May 8, 2014 for the purpose of refunding \$2,310,000 of the 2003 General Obligation Bonds, interest rates of 2.00% to 4.00%	<u>1,905,000</u>
Total Bonds Payable	<u>\$23,507,000</u>

Obligations Under Capital Lease

During 1999 the Fire District of Robbinsville Township entered into a capital lease agreement with the Mercer County Improvement Authority to renovate the fire house for a total cost of \$700,000.

The lease for the renovations to the facility calls for varying semi-annual payments to be made including an interest rate of 4% escalating to 5.3% by the end of the lease. Payments commenced in August of 2000 and continue through August 2014. On the date of maturity the Mercer County Improvement Authority will sell the property to the Township for a sum of one-dollar. The final payment for the capital lease was made on August 1, 2014 in the amount of \$65,000. Interest expense for the year-ended December 31, 2014 was \$3,445. On December 31, 2006 the Fire District was dissolved by the Township.

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 8. Long-Term Debt (continued):

On August 1, 2006, the Township issued \$13,650,000 General Obligation Refunding Bonds, Series 2006, the proceeds of the Bonds were used to currently refund the Township's General Obligation Bonds, Series 1996 maturing on or after November 1, 2006, in the principal amount of \$770,000, advance refund the Township's General Obligation Improvement Bonds, Series 1999, maturing on and after July 1, 2006 in the principal amount of \$3,490,000, advance refund the Township's General Improvement Bonds, Series 2001 maturing on and after August 1, 2006 in the principal amount of \$8,650,000 and pay costs and expenses incidental to the issuance and delivery of the Bonds.

The Bonds were dated August 1, 2006, with interest rates of 4.0% to 4.25%, maturing in years 2006 through 2022.

On December 3 2008, the Township issued \$8,910,000 General Obligation Bonds, Series 2008. The proceeds of the bonds were used for various capital improvements and costs of issuance. The Bonds were dated December 1, 2008, with interest rates of 4.0% to 4.25%, maturing in years 2009 through 2019. Interest on the bonds is payable initially on June 1 and December 1 in each year, commencing June 1, 2009. The Bonds are not subject to redemption prior to maturity.

On November 15, 2011, the Township issued \$9,107,000 General Obligation Bonds, Series 2011. The proceeds of the bonds were used for open space land acquisitions and costs of issuance. The Bonds were dated December 1, 2011, with interest rates of 2.0% to 4.0%, maturing in years 2012 through 2031. Interest on the bonds is payable initially on June 1 and December 1 in each year, commencing June 1, 2012. The Bonds are not subject to redemption prior to maturity.

On May 8, 2014, the Township issued \$2,230,000 General Obligation Refunding Bonds, Series 2014. The proceeds of the bonds were used to refinance the 2003 General Obligation Refunding Bonds. The Bonds were dated April 15, 2014, with interest rates of 2.0% to 4.0%, maturing in years 2015 through 2022. Interest on the bonds is payable initially on April 15 and October 15 in each year, commencing April 15, 2015. The Bonds are not subject to redemption prior to maturity.

Schedule of annual debt service as of December 31, 2014, for principal and interest for Bonded Debt (including Green Trust Loan and New Jersey infrastructure Fund and Trust Loans) issued and outstanding is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 2,586,041	\$ 863,950	\$ 3,449,991
2016	2,689,754	771,400	3,461,154
2017	2,801,685	671,450	3,473,135
2018	2,920,236	567,100	3,487,336
2019	3,052,006	451,762	3,503,768
2020-2024	5,977,485	1,079,635	7,057,120
2025-2029	2,930,000	462,313	3,392,313
2030-2031	1,127,000	62,758	1,189,758
Total	\$ 24,084,207	\$ 4,930,368	\$ 29,014,575

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 8. Long-Term Debt (continued):

At December 31, 2014 there were \$6,245,015 Bonds and Notes Authorized but not Issued in the General Capital Fund and \$145,000 in the Sewer Utility Capital Fund.

Note 9. Interfunds

The following interfunds remained as of December 31, 2014:

Fund	Interfund Receivables	Interfund Payables
Current Fund	\$ 610,707	\$ -
Trust Other Fund	2,194,100	605,080
Animal Control Fund	-	4,866
General Capital Fund	-	2,194,861
Sewer Utility Fund	243	-
Sewer Capital Fund	-	243
	\$ 2,805,050	\$ 2,805,050
Total	\$ 2,805,050	\$ 2,805,050

The purpose of these interfunds is short-term borrowings.

Note 10. Dissolution of Municipal Utility Authority and Fire District

A. Dissolution of Municipal Utilities Authority

On February 22, 2007, the Township Council of the Township of Robbinsville adopted Resolution 2007-46. This resolution authorized the submission of an application to the New Jersey Local Finance Board for the dissolution of the Washington Township Municipal Utilities Authority pursuant to *N.J.S.A. 40A:5A-20*.

On September 12, 2007, a resolution was adopted by the State of New Jersey Local Finance Board approving the dissolution of the Washington Township Municipal Utilities Authority pursuant to *N.J.S.A. 40A:5-20* provided that the Township complies with the conditions set forth in the resolution.

On September 27, 2007, the Township passed Ordinance 2007-46, an Ordinance of the Township of Robbinsville, County of Mercer, New Jersey dissolving the Washington Township Municipal Utilities Authority. This ordinance was signed by the Mayor David L. Fried on October 4, 2007. The effective date of dissolution, as set forth in the ordinance was 11:59 pm on October 14, 2007. Activity for the sewer operations is now reported in the Sewer Utility Operating and Capital Funds (Exhibit D's).

TOWNSHIP OF ROBBINSVILLE

NOTES TO FINANCIAL STATEMENTS (continued): FOR THE YEAR ENDED DECEMBER 31, 2014

Note 10. Dissolution of Municipal Utility Authority and Fire District (continued)

B. Dissolution of the Fire District

On July 27, 2006, the Township Council of the Township of Robbinsville adopted Resolution 2006-155. This resolution authorized the dissolution of the Washington Township Fire District No. 1 and authorized the submission of an application to the New Jersey Local Finance Board pursuant to *N.J.S.A.40A:5A-20*.

On November 9, 2006, a resolution was adopted by the State of New Jersey Local Finance Board approving the dissolution of the Washington Township Fire District No. 1 pursuant to *N.J.S.A.40A:5-20* provided that the Township complies with the conditions set forth in the resolution.

On November 30, 2006, the Township of Robbinsville passed Ordinance 2006-41, an Ordinance of the Township of Robbinsville, County of Mercer, New Jersey dissolving Washington Township Fire District No. 1. This ordinance was signed by the Mayor David L. Fried on December 5, 2006. The effective date of dissolution, as set forth in the ordinance was midnight on December 31, 2006, provided all conditions of the ordinance were met. Activity for fire services is now reported in the Current Fund.

Note 11. Deferred Compensation

The Township's Deferred Compensation Program is offered to all Township employees. The program was created in accordance with Section 457 of the Internal Revenue Code. The program is offered by the Township through a program administrator, Variable Annuity Life Insurance Company (VALIC) and ING.

The plan was amended in 1998, as required by Internal Revenue Service regulation. All monies that are deferred and any other assets or income of the plan shall be held in trust for exclusive benefit of the participating employees and their beneficiaries. The Township has no liability for losses under the plan.

Note 12. Risk Management

The Township is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. The Township is a member of the Mid Jersey Municipal Joint Insurance Fund and the Municipal Excess Liability Fund, public entity risk pools currently operating as a common risk management and insurance programs for Municipalities within the state. The Township pays a actuarially determined annual assessment to the Mercer County Municipal Joint Insurance Fund for its insurance coverage and that of the Municipal Excess Liability Fund. Supplemental assessments may be levied to supplement the funds. The Township has not been notified of any supplemental assessments.

Settled Claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 13. Accrued Sick Pay and Vacation Benefits

The Township has a policy that provides for the employees to accrue unused vacation and sick pay. It is estimated that the current costs of such accrued vacation and sick pay would approximate \$933,746.

GASB No. 16 requires the accrual of the liability for compensated absences to the extent it's probable that the employer will compensate the employee for the benefits through cash payments conditioned on the employees' termination or retirement. At the present time, all employees covered under the Township's General Personnel Policy, Public Works Employees' Agreement and Communications Officers Agreement are entitled to a buyout of ½ of earned or unused accumulated sick leave (subject to a buyout cap). All employees covered under the Patrolman's Benevolent Association Agreements and the Superior Officers' Associations Agreement are entitled to a buyout of 100% of accumulated sick leave (subject to a buyout cap). All employees covered under the Firefighters Association Agreement are entitled to a buyout of 75% of accumulated sick leave (subject to a buyout cap). As discussed in Note 1 and in accordance with New Jersey accounting principles, this amount is not reported either as an expenditure or liability in the financial statements.

The Township has established a trust fund to provide for future payments of compensated absences. The total trust fund balance was \$192,082 at December 31, 2014.

Note 14. Other Post Retirement Benefits – GASB 45

Robbinsville Township provides post-employment medical, prescription drug to eligible retired employees and their spouses and additionally dental, and vision benefits to eligible retired firefighters and their spouses. Any Municipal employee hired after January 1, 2006, is ineligible for the above mentioned benefits. Firefighters hired after July 1, 2008, are ineligible for the above mentioned benefits. Public Works employees hired after January 1, 2007, are ineligible for the above mentioned benefits. Employees referred to as 911 employees hired after January 1, 2005, are ineligible for the above mentioned benefits. Robbinsville Township pays 100% of the insurance cost for the retiree.

Robbinsville Township's annual Other Post-Employment Benefit cost is calculated based on the Annual Required Contribution. The actuarial cost method used to determine the Plan's funding requirements is the "Unit Credit" method. Under this method, an actuarial accrued liability is determined as the present value of the earned benefits, which is allocated to service before the current plan year. The Plan is currently unfunded. The unfunded actuarial liability is amortized over thirty years. The following table shows the changes in Robbinsville Township's annual Other Post-Employment Benefit cost for the year, the amount actually contributed to the Plan and changes in their net Other Post-Employment Benefit obligation to the plan:

Annual Required Contribution	<u>\$ 1,968,515</u>
Net OPEB, End of Year	<u>\$ 17,468,001</u>

TOWNSHIP OF ROBBINSVILLE

**NOTES TO FINANCIAL STATEMENTS (continued):
FOR THE YEAR ENDED DECEMBER 31, 2014**

Note 14. Other Post Retirement Benefits – GASB 45 (continued):

Actuarial assumptions were used to value the post-retirement medical liabilities. Actuarial assumptions were based on the actual experience of the covered group, to the extent that creditable experience data was available, with an emphasis on expected long-term future trends rather than giving undue weight to recent past experience. The reasonableness of each actuarial assumption was considered independently based on its own merits, its consistency with each other assumption, and the combined impact of all assumptions.

Two economic assumptions used in the valuation are the discount rate and the health care cost trend rates. The economic assumptions are used to account for changes in the cost of benefits over time and to discount future benefit payments for the time value of money.

The investment return assumption (discount rate) should be the estimated long-term investment yield on the investments that are expected to be used to finance the payments of benefits. The investments expected to be used to finance the payments of benefits would be plan assets for funded plans, assets of the employer for pay-as-you-go plans, or a proportionate combination of the two for plans that being partially funded. We assumed a discount rate of 5.0 percent for purposes of developing the liabilities and Annual Required Contribution on the basis that the Plan would not be funded. We based medical claims on an annual average claims cost of approximately \$19,764 per covered retiree for family coverage and \$7,716 for single coverage prior to age 65. For retirees age 65 and over we utilized an annual average claims cost of approximately \$12,156 per covered retiree for family coverage and \$6,072 for single coverage. The average claims cost was based on a review of the premiums paid during the twelve months of 2012 for health and prescription drug coverage. Furthermore, we included the cost of dental and vision benefits for the Firefighters. We assumed health care costs would increase annually at a rate of 7%.

Robbinsville Township currently has twenty-eight eligible retired employees receiving retirement benefits. The net Other Post-Employment Benefit obligation to Robbinsville Township to provide benefits to the retirees for the year ended December 31, 2012, was \$17,468,001.

Note 15. Subsequent Event – Land Purchase:

On January 28, 2015, the Township adopted Ordinance 2015-3 to purchase 12.11 acres of land for \$2,500,000. The purchase will be funded through Bond Anticipation Notes in the amount of \$2,470,000 as well as the Open Space Tax Trust Fund.

APPENDIX C

FORM OF BOND COUNSEL'S OPINION – TAX-EXEMPT BONDS



July __, 2015

Mayor and Township Council
Township of Robbinsville, in the
County of Mercer, New Jersey

Re: Township of Robbinsville, in the County of Mercer, New Jersey
\$2,375,000 Tax Exempt Open Space Bonds, Series 2015 A

Ladies and Gentlemen:

We have acted as Bond Counsel in connection with the issuance by the Township of Robbinsville, in the County of Mercer, New Jersey (the "Township") of its \$2,375,000 Tax Exempt Open Space Bonds, Series 2015 A (the "Bonds"). The Bonds bear interest at the rates set forth below, payable semi-annually on January 15th and July 15th in each year commencing January 15, 2016, until maturity or earlier redemption. The Bonds will mature, subject to prior redemption, on July 15th in the years and in the amounts set forth below:

Year	Principal Amount	Interest Rate	Year	Principal Amount	Interest Rate
2016	\$100,000		2024	\$150,000	
2017	125,000		2025	175,000	
2018	150,000		2026	175,000	
2019	150,000		2027	175,000	
2020	150,000		2028	175,000	
2021	150,000		2029	200,000	
2022	150,000		2030	200,000	
2023	150,000				

The Bonds will be initially issued in book-entry form only in the form of one certificate for the aggregate principal amount of Bonds maturing in each year, registered in the name of and held by Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. DTC will be responsible for maintaining the book-entry system for recording the interests of its participants or the transfers of such interests among such participants. Such participants shall be responsible for maintaining records regarding the beneficial ownership interests in the Bonds on behalf of individual purchasers. Individual purchases may be made in the principal amount of \$5,000 or integral multiples thereof through book-entries on the books and records of DTC and its participants.

The Bonds are issued under the provisions of the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey, effective January 1, 1962, and the acts amendatory thereof and supplemental thereto (the "Act"), and pursuant to Resolution 2015-188, duly adopted by the Township on June 25, 2015 (the "Resolution") and Bond Ordinance 2015-3 of the Township (the "Ordinance"). The Bonds are issued to: (i) finance the cost of open space improvements and (ii) pay the costs associated with the issuance of the Tax-Exempt Bonds (collectively, the "Project"). The Project was authorized by the Ordinance.

In our capacity as Bond Counsel and as a basis for the opinions set forth below, we have examined such matters of law, including the Act and the Code, such documents, including the Resolution and the Ordinance, and such other statutes, resolutions, certificates, instruments and records of the Township, as we have deemed necessary or appropriate for the purpose of the opinion rendered below. In such examination, we have assumed and relied upon the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity to the original documents of all documents submitted to us as copies. As to any facts material to our opinion we have, when relevant facts were not independently established, relied upon the aforesaid instruments, certificates and documents.

Based upon the foregoing, we are of the opinion that:

1. The Bonds have been duly authorized, executed and delivered and constitute legal, valid and binding obligations of the Township enforceable in accordance with their terms.
2. The power and obligation of the Township to pay the Bonds is unlimited, and, if not paid from other sources, the Township is required to levy ad valorem taxes upon all the taxable property within the Township for the payment of the principal of and interest on the Bonds, without limitation as to rate or amount.
3. Assuming continuing compliance by the Township with the provisions of the Code pertaining to the issuance of the Bonds, interest on the Bonds is excludable from gross income of the owners thereof for federal income tax purposes under current law, and will not be treated as an item of tax preference under Section 57 of the Code for purposes of computing the federal alternative minimum tax imposed on individuals and corporations.
4. Interest on the Bonds and gain from the sale thereof are excludable from gross income under the New Jersey Gross Income Tax Act.

For purposes of this opinion, the enforceability (but not the validity) of the documents mentioned herein may be limited by applicable bankruptcy, insolvency, reorganization, moratorium or other laws now or hereafter enacted by any state or by the federal government affecting the enforcement of creditors' rights, and by equitable principles, and the phrase "enforceable in accordance with their terms" shall not mean that specific performance would necessarily be available as a remedy in every situation.

Other than as set forth in Paragraphs 3 and 4 hereof, we express no opinion regarding other federal and state tax consequences arising with respect to the Bonds.

We express no opinion herein as to the adequacy, accuracy or completeness of any official statement, private placement memorandum or other offering material pertaining to the offering of the Bonds. This opinion is given as of the date hereof and we assume no obligation to update or supplement the opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Very truly yours,

APPENDIX D

FORM OF BOND COUNSEL'S OPINION – TAXABLE BONDS



July __, 2015

Mayor and Township Council
 Township of Robbinsville, in the
 County of Mercer, New Jersey

Re: Township of Robbinsville, in the County of Mercer, New Jersey
 \$10,027,000 Taxable General Improvement Bonds, Series 2015 B

Ladies and Gentlemen:

We have acted as Bond Counsel in connection with the issuance by the Township of Robbinsville, in the County of Mercer, New Jersey (the "Township") of its \$10,027,000 Taxable General Improvement Bonds, Series 2015 B (the "Bonds"). The Bonds bear interest at the rates set forth below, payable semi-annually on January 15th and July 15th in each year commencing January 15, 2016, until maturity or earlier redemption. The Bonds will mature, subject to prior redemption, on July 15th in the years and in the amounts set forth below:

Year	Principal Amount	Interest Rate	Year	Principal Amount	Interest Rate
2016	\$250,000		2029	\$435,000	
2017	250,000		2030	450,000	
2018	265,000		2031	450,000	
2019	275,000		2032	475,000	
2020	300,000		2033	500,000	
2021	310,000		2034	500,000	
2022	320,000		2035	500,000	
2023	335,000		2036	500,000	
2024	350,000		2037	500,000	
2025	365,000		2038	500,000	
2026	385,000		2039	500,000	
2027	400,000		2040	497,000	
2028	415,000				

The Bonds will be initially issued in book-entry form only in the form of one certificate for the aggregate principal amount of Bonds maturing in each year, registered in the name of and held by Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. DTC will be responsible for maintaining the book-entry system for recording the interests of its participants or the transfers of such interests among such participants. Such

participants shall be responsible for maintaining records regarding the beneficial ownership interests in the Bonds on behalf of individual purchasers. Individual purchases may be made in the principal amount of \$5,000 or integral multiples thereof through book-entries on the books and records of DTC and its participants.

The Bonds are issued under the provisions of the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey, effective January 1, 1962, and the acts amendatory thereof and supplemental thereto (the "Act"), and pursuant to Resolution 2015-188 duly adopted by the Township on June 25, 2015 (the "Resolution") and Bond Ordinance 2007-33 of the Township (the "Ordinance"). The Bonds, along with other available funds of the Township in the amount of \$464,025, are being issued to: (i) refund, on a current basis, a \$10,027,000 portion of the Township's \$10,491,025 Land Acquisition Bond Anticipation Note portion of the bond anticipation notes of the Township originally issued in the aggregate principal amount of \$16,522,026, dated August 4, 2014 and maturing August 3, 2015 (the "August 2014 Notes"); and (ii) pay the costs associated with the issuance of the Bonds. The Project was authorized by the Ordinance.

In our capacity as Bond Counsel and as a basis for the opinions set forth below, we have examined such matters of law, including the Act and the Code, such documents, including the Resolution and the Ordinance, and such other statutes, resolutions, certificates, instruments and records of the Township, as we have deemed necessary or appropriate for the purpose of the opinion rendered below. In such examination, we have assumed and relied upon the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity to the original documents of all documents submitted to us as copies. As to any facts material to our opinion we have, when relevant facts were not independently established, relied upon the aforesaid instruments, certificates and documents.

Based upon the foregoing, we are of the opinion that:

1. The Bonds have been duly authorized, executed and delivered and constitute legal, valid and binding obligations of the Township enforceable in accordance with their terms.
2. The power and obligation of the Township to pay the Bonds is unlimited, and, if not paid from other sources, the Township is required to levy ad valorem taxes upon all the taxable property within the Township for the payment of the principal of and interest on the Bonds, without limitation as to rate or amount.
3. Interest on the Bonds and gain from the sale thereof are excludable from gross income under the New Jersey Gross Income Tax Act.

For purposes of this opinion, the enforceability (but not the validity) of the documents mentioned herein may be limited by applicable bankruptcy, insolvency, reorganization, moratorium or other laws now or hereafter enacted by any state or by the federal government affecting the enforcement of creditors' rights, and by equitable principles, and the phrase "enforceable in accordance with their terms" shall not mean that specific performance would necessarily be available as a remedy in every situation.

Other than as set forth in Paragraph 3 hereof, we express no opinion regarding other federal and state tax consequences arising with respect to the Bonds.

We express no opinion herein as to the adequacy, accuracy or completeness of any official statement, private placement memorandum or other offering material pertaining to the offering of the Bonds. This opinion is given as of the date hereof and we assume no obligation to update or supplement the opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Very truly yours,

APPENDIX E

FORM OF BOND COUNSEL'S OPINION – NOTES



July __, 2015

Mayor and Township Council
Township of Robbinsville, in the
County of Mercer, New Jersey

Re: Township of Robbinsville, in the County of Mercer, New Jersey
\$15,158,357 Bond Anticipation Notes, Series 2015A, consisting of \$12,838,357
General Improvement Bond Anticipation Notes and \$2,320,000 Sewer Utility Bond
Anticipation Notes

Ladies and Gentlemen:

We have acted as Bond Counsel in connection with the issuance by the Township of Robbinsville, in the County of Mercer, New Jersey (the "Township") of its \$15,158,357 Bond Anticipation Notes, Series 2015A (the "Notes"), consisting of \$12,838,357 General Improvement Bond Anticipation Notes (the "GBAN") and \$2,320,000 Sewer Utility Bond Anticipation Notes (the "SBAN"). The Notes are general obligations of the Township and the full faith, credit and taxing power of the Township are available to pay the principal of and the interest on the Notes. The Notes are dated July 31, 2015, mature on July 29, 2016, bear interest at a rate of _____ % per annum payable at maturity, and are not subject to redemption prior to maturity.

The GBAN BAN is issued under the provisions of the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey, effective January 1, 1962 and the acts amendatory thereof and supplemental thereto (the "Local Bond Law"), Bond Ordinances No. 2008-30, 2009-28, 2010-22, 2011-13, 2012-9, 2013-10, 2014-8, 2014-15, 2014-30, 2015-7 and 2015-12 and is being issued for the purpose of i) refunding, on a current basis together with \$196,077 appropriated by the Township, a \$3,558,501 General Improvement Bond Anticipation Note previously issued by the Township on August 4, 2014 and maturing on August 3, 2015; ii) fund various capital improvements in the Township; and iii) to the pay a pro-rata share of the costs associated with the issuance of the Notes.

The SBAN is issued under the provisions of the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey, effective January 1, 1962 and the acts amendatory thereof and supplemental thereto (the "Local Bond Law") and Bond Ordinances No. 2008-21 and 2010-19 and is being issued for the purpose of refunding, on a current basis and together with \$152,500 appropriated by the Township, a \$2,472,500 Utility Bond Anticipation Note previously issued by the Township on August 4, 2014 and maturing on August 3, 2015 and to the pay a prorated share of the costs associated with the issuance of the Notes.

In our capacity as Bond Counsel and as a basis for the opinions set forth below, we have examined such matters of law, including the Local Bond Law, the Local Budget Law and the Code, such documents, including the ordinances set forth above, and such other statutes, resolutions, certificates, instruments and records of the Township, as we have deemed necessary or appropriate for the purpose

of the opinion rendered below. In such examination, we have assumed and relied upon the genuineness of all signatures, the authenticity of all documents submitted to us as originals and the conformity to the original documents of all documents submitted to us as copies. As to any facts material to our opinion we have, when relevant facts were not independently established, relied upon the aforesaid instruments, certificates and documents.

Based upon the foregoing, we are of the opinion that:

1. The Notes have been duly authorized, executed and delivered and constitute legal, valid and binding obligations of the Township enforceable in accordance with their terms.
2. The power and obligation of the Township to pay the Notes is unlimited, and, if not paid from other sources, the Township is required to levy ad valorem taxes upon all the taxable property within the Township for the payment of the principal of and interest on the Notes, without limitation as to rate or amount.
3. Assuming continuing compliance by the Township with the provisions of the Code pertaining to the issuance of the Notes, interest on the Notes is excludable from gross income of the owners thereof for federal income tax purposes under current law, and will not be treated as an item of tax preference under Section 57 of the Code for purposes of computing the federal alternative minimum tax imposed on individuals and corporations. For certain corporate holders, interest on the Notes will be taken into account in the calculation of such holders' alternative minimum tax.
4. Interest on the Notes and gain from the sale thereof are excludable from gross income under the New Jersey Gross Income Tax Act.

For purposes of this opinion, the enforceability (but not the validity) of the documents mentioned herein may be limited by applicable bankruptcy, insolvency, reorganization, moratorium or other laws now or hereafter enacted by any state or by the federal government affecting the enforcement of creditors' rights generally, and by equitable principles, and the phrase "enforceable in accordance with their terms" shall not mean that specific performance would necessarily be available as a remedy in every situation.

Other than as set forth in Paragraphs 3 and 4 hereof, we express no opinion regarding other federal and state tax consequences arising with respect to the Notes.

We express no opinion herein as to the adequacy or accuracy of any official statement, private placement memorandum or other offering material pertaining to the offering of the Notes. This opinion is given as of the date hereof and we assume no obligation to update or supplement the opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Very truly yours,