This Preliminary Official Statement and the information contained herein are subject to completion and amendment without notice. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or a solicitation of an offer to buy, nor shall there be any sale of the Bonds in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction. This Preliminary Official Statement is deemed final by the Township within the meaning and for the purposes of Rule 15c2-12 of the Securities and Exchange Commission.

NEW ISSUE – Book-Entry-Only **RATINGS: See "RATINGS" herein**

PRELIMINARY OFFICIAL STATEMENT DATED AUGUST 13, 2026

In the opinion of Parker McCay P.A., Mount Laurel, New Jersey, Bond Counsel, assuming continuing compliance by the Township (as hereinafter defined) with certain tax covenants described herein, under existing law, interest on the Bonds and the Notes (as each hereinafter defined) is not included for federal income tax purposes in the gross income of the owners thereof pursuant to Section 103 of the Internal Revenue Code of 1986, as amended ("Code"), and will not constitute a tax preference item for purposes of the alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on such corporations. In addition, interest on the Bonds and the Notes and any gain from the sale thereof are not included in the gross income of owners thereof under the New Jersey Gross Income Tax Act, as presently executed and construed. See "TAX MATTERS" herein.

$14,650,000*
TOWNSHIP OF DELRAN
County of Burlington, New Jersey
GENERAL OBLIGATION SEWER UTILITY BONDS, SERIES 2026
(Callable)

$4,763,600*
TOWNSHIP OF DELRAN
County of Burlington, New Jersey
BOND ANTICIPATION NOTES OF 2026, SERIES A
Interest Rate: ___%
Yield: ___%
CUSIP: _____
(Non-Callable)

Dated Date: Date of Delivery

Bonds Due: September 1, as shown on the inside front cover
Notes Due: September 9, 2027, as shown on the inside front cover

The Township of Delran, County of Burlington, New Jersey ("Township"), is issuing: (i) $14,650,000* aggregate principal amount of its General Obligation Sewer Utility Bonds, Series 2026 ("Bonds"); and (ii) $4,763,600* principal amount of its Bond Anticipation Notes of 2026, Series A ("Notes").

The principal of the Bonds shall be paid on the respective maturity dates thereof upon presentation and surrender of the Bonds at the offices of the Township or its hereafter designated paying agent, if any. Interest on the Bonds is payable semi-annually on March 1 and September 1 ("Interest Payment Dates"), commencing March 1, 2027, in each year until maturity or earlier redemption. The Bonds are subject to redemption prior to their stated maturity dates on the terms and conditions contained herein.

The Notes shall be dated and bear interest from September 10, 2026 at the rate set forth herein. Principal of and interest on the Notes are payable at maturity upon presentation and surrender of the Notes at the offices of the Township or a duly designated paying agent, if any. The Notes are not subject to redemption prior to their stated maturity date.

Upon initial issuance, the Bonds and the Notes will each be registered in the name of Cede & Co., as nominee for The Depository Trust Company, Brooklyn, New York ("DTC"), which will act as securities depository for the Bonds and Notes. So long as Cede & Co. is the registered owner of the Bonds and the Notes, payments of principal and interest on the Bonds and the Notes will be made directly to DTC or its nominee, Cede & Co., which will remit such payments to the Direct Participants (as hereinafter defined) which will, in turn, remit such payments to the Beneficial Owners (as hereinafter defined) of the Bonds and the Notes. Purchasers will not receive certificates representing their ownership interest in the Bonds and the Notes purchased. For so long as any purchaser is a Beneficial Owner of a Bond and Note, such purchaser must maintain an account with a broker or dealer who is, or acts through, a Direct Participant to receive payment of the principal of and interest on such Bond and Note.

The Bonds are authorized to be issued pursuant to: (i) the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey, as amended and supplemented ("Local Bond Law"); (ii) bond ordinances 2022-12, 2022-13, 2023-07, 2024-08, 2024-17, 2025-03, and 2025-13, each duly and finally adopted by the Township Council and advertised in accordance with the requirements of the Local Bond Law; (iii) a resolution adopted by the Township of Delran on July 28, 2026; and (iv) a Certificate of Determination and Award executed by the Chief Financial Officer of the Township on August __, 2026.

The Bonds are being issued, together with other available funds to provide funds which will be used to: (i) permanently finance the costs of various sewer utility improvements and equipment, for which obligations have been authorized, but not issued; and (ii) pay certain costs and expenses incidental to the issuance and delivery of such bonds.

The Notes are authorized to be issued pursuant to: (i) the Local Bond Law; (ii) Ordinances 2024-15, 2024-16, 2024-23, 2025-04, 2025-12, 2025-14, and 2025-21, each duly and finally adopted by the Township Council and advertised in accordance with the requirements of the Local Bond Law; and (iii) a Certificate of Determination and Award executed by the Chief Financial Officer of the Township on August __, 2026.

The Notes are being issued by the Township to provide funds which will be used to: (i) temporarily finance the costs of various capital improvements and the acquisition of various capital equipment for which obligations have been authorized, but not yet issued; and (ii) pay certain costs and expenses incidental to the issuance and delivery of the Notes.

The full faith and credit of the Township are irrevocably pledged for the payment of the principal of and interest on the Bonds and the Notes. The Bonds and the Notes are general obligations of the Township payable as to principal and interest from *ad valorem* taxes that shall be levied upon all taxable real property within the Township without limitation as to rate or amount.

This cover 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, subject to prior approval of legality by the law firm of Parker McCay P.A., Mount Laurel, New Jersey, Bond Counsel to the Township, and certain other conditions described herein. Certain legal matters will be passed upon for the Township by its Attorney, Albert K. Marmero, Esquire, of the law firm Marmero Law, Woodbury, New Jersey. Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey, has acted as Municipal Advisor to the Township in connection with the issuance of the Bonds and the Notes. It is anticipated that the Bonds and the Notes in definitive form will be available for delivery, in immediately available funds, through DTC in Brooklyn, New York on or about September 10, 2026.

ELECTRONIC SUBMISSIONS FOR THE BONDS AND NOTES WILL BE RECEIVED VIA PARITY AND/OR EMAIL UNTIL 11:00 A.M., AND 11:15 A.M., RESPECTIVELY, ON AUGUST 20, 2026. FOR MORE DETAILS ON HOW TO BID ELECTRONICALLY VIEW THE RESPECTIVE NOTICES OF SALE POSTED AT WWW.MUNIPLATFORM.COM.

* Preliminary, subject to change

TOWNSHIP OF DELRAN
County of Burlington, New Jersey

$14,650,000* GENERAL OBLIGATION SEWER UTILITY BONDS, SERIES 2026

MATURITY, PRINCIPAL AMOUNTS, INTEREST RATES, YIELDS AND CUSIPS**

Maturity Date (Sept. 1)	Principal Amount*	Interest Rate	Yield	CUSIP**
2027	$500,000	%	%	
2028	500,000			
2029	525,000			
2030	550,000			
2031	580,000			
2032	600,000			
2033	625,000			
2034	650,000			
2035	675,000			
2036	700,000			
2037	735,000			
2038	760,000			
2039	790,000			
2040	825,000			
2041	855,000			
2042	890,000			
2043	925,000			
2044	965,000			
2045	1,000,000			
2046	1,000,000			

$4,763,600* BOND ANTICIPATION NOTES OF 2026, SERIES A

MATURITY, PRINCIPAL AMOUNT, INTEREST RATE, YIELD AND CUSIP**

Maturity	Principal Amount*	Interest Rate	Yield	CUSIP**
September 9, 2027	$4,763,600	%	%	

* Preliminary, subject to change

** A registered trademark of the American Bankers Association. CUSIP data herein is provided by CUSIP Global Services, which is managed on behalf of the American Bankers Association by FactSet Research Systems Inc. The CUSIP numbers listed above are being provided solely for the convenience of holders of the Bonds and the Notes only at the time of issuance of the Bonds and the Notes. The Township does not make any representation with respect to such numbers or undertake any responsibility for their accuracy now or at any time in the future. The CUSIP number for the specified maturities of the Bonds and the Notes are subject to being changed after the issuance of the Bonds and Notes as a result of procurement of secondary market portfolio insurance or other similar enhancement by investors that is applicable to all or a portion of certain maturities of the Bonds and the Notes.

TOWNSHIP OF DELRAN
County of Burlington, New Jersey

Elected Officials
Barnes Hutchins, Mayor
Lynn Jeney, Council President
Marlowe Smith, Council Vice President
Nikki Apeadu, Council Member
Candy Cure, Council Member
Thomas Morrow, Council Member

Business Administrator/Township Clerk
Jamey Eggers

Chief Financial Officer
Kareemah Press

Township Attorney
Albert K. Marmero, Esquire
Marmero Law
Woodbury, New Jersey

Township Auditor
PKF O'Connor Davies, LLP
(formerly Bowman & Company LLP)
Voorhees, New Jersey

Bond Counsel
Parker McCay P.A.
Mount Laurel, New Jersey

Municipal Advisor
Phoenix Advisors,
a division of First Security Municipal Advisors, Inc.
Hamilton, New Jersey

The information which is set forth herein has been provided by the Township of Delran, County of Burlington, New Jersey ("Township"), The Depository Trust Company ("DTC") and by other sources which are believed to be reliable by the Township, but the information provided by such sources is not guaranteed as to accuracy or completeness by the Township. Certain general and financial information concerning the Township is contained in Appendices "A" and "B" to this Official Statement. Such information has been furnished by the Township.

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 Official Statement and, if given or made, such information or representations must not be relied upon as having been authorized by the Township. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement 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, bond ordinances, agreements, reports and other 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, and copies of which may be inspected at the office of the Township Clerk during normal business hours.

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.

Upon issuance, the Bonds and the Notes will not be registered under the Securities Act of 1933, as amended, will not be listed on any stock or other securities exchange and neither the Securities and Exchange Commission nor any other federal, State, municipal or other governmental entity will have passed upon the accuracy or adequacy of this Official Statement.

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITERS MAY OVER ALLOT OR EFFECT TRANSACTIONS THAT STABILIZE OR MAINTAIN THE MARKET PRICE OF THE BONDS AND THE NOTES AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME WITHOUT PRIOR NOTICE.

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 the Appendices, must be considered in its entirety.

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OFFICIAL STATEMENT

**$14,650,000*
TOWNSHIP OF DELRAN
County of Burlington, New Jersey
GENERAL OBLIGATION SEWER UTILITY BONDS, SERIES 2026**

and

$4,763,600* BOND ANTICIPATION NOTES OF 2026, SERIES A

INTRODUCTION

The purpose of this Official Statement, including the cover page and Appendices attached hereto, is to provide certain information relating to the issuance by the Township of Delran, County of Burlington, New Jersey ("Township"), of: (i) $14,650,000* aggregate principal amount of its General Obligation Sewer Utility Bonds, Series 2026 ("Bonds"); and (ii) $4,763,600* principal amount of its Bond Anticipation Notes of 2026, Series A ("Notes").

AUTHORIZATION FOR THE BONDS AND THE NOTES

Bonds

The Bonds are authorized to be issued pursuant to: (i) the Local Bond Law, Chapter 169 of the Laws of 1960 of the State of New Jersey ("State"), as amended and supplemented ("Local Bond Law"); (ii) bond ordinances 2022-12, 2022-13, 2023-07, 2024-08, 2024-17, 2025-03, and 2025-13, each duly and finally adopted by the Township Council and advertised in accordance with the requirements of the Local Bond Law; (iii) a resolution adopted by the Township Council on July 28, 2026; and (iv) a Certificate of Determination and Award executed by the Chief Financial Officer of the Township on August __, 2026.

Notes

The Notes are authorized to be issued pursuant to: (i) the Local Bond Law; (ii) Ordinances 2024-15, 2024-16, 2024-23, 2025-04, 2025-12, 2025-14, and 2025-21, each duly and finally adopted by the Township Council and advertised in accordance with the requirements of the Local Bond Law; and (iii) a Certificate of Determination and Award executed by the Chief Financial Officer of the Township on August __, 2026.

* Preliminary, subject to change.

PURPOSE OF THE ISSUE

Bonds

The Bonds are being issued to provide funds which will be used to: (i) permanently finance the costs of various sewer utility improvements for which obligations have been authorized, but not issued; and (ii) pay certain costs and expenses incidental to the issuance and delivery of such bonds.

The improvements to be permanently financed with the proceeds of the Bonds include the following:

Ordinance Number	Description	Amount Authorized	Amounts Funded with Bond Proceeds
2022-12	Completion of Sewer Utility Water Tank Improvements.	$4,650,000	$4,650,000
2022-13	Completion of Certain Sewer Line Rehabilitation and Improvements.	2,100,000	2,100,000
2023-07	Completion of Various Sewer Utility System Improvements.	850,000	450,000
2024-08	Supplemental Funding for the Completion of Sewer Utility System Improvements.	1,000,000	560,000
2024-17	Repair and Replacement of Sewer Mains on Leon Avenue.	3,950,000	2,427,000
2025-03	Completion of Various Sewer Utility System Improvements.	4,200,000	3,050,000
2025-13	Completion of Various Sewer Utility Improvements.	1,413,000	1,413,000
Total		**$18,163,000**	**$14,650,000**

Notes

The Notes are being issued by the Township to provide funds which will be used to: (i) temporarily finance the costs of various capital improvements and the acquisition of various capital equipment for which obligations have been authorized, but not yet issued; and (ii) pay certain costs and expenses incidental to the issuance and delivery of the Notes.

Ordinance Number	Description	Amount Authorized	Notes to be Issued
2024-15	Acquisition of Various Capital Equipment	$375,250	$336,250
2024-16	Completion of Various Capital Improvements	551,000	551,000
2024-23	Various Roadway and Erosion Mitigation Improvements	498,750	476,750
2025-04	Various Capital Improvements	950,000	903,000

2025-12	Various Capital Acquisitions and Improvements	$470,250	$227,500
2025-14	Various Roadway Improvements	2,372,910	2,144,100
2025-21	Various Recreational Improvements	712,500	125,000
Total:		**$5,930,660**	**$4,763,600**

DESCRIPTION OF THE BONDS AND THE NOTES

General

Bonds

The Bonds will be issued in the aggregate principal amount of $14,650,000*. The Bonds will be dated their date of delivery and bear interest from that date at the interest rates set forth on the inside front cover hereof. Interest on the Bonds is payable March 1 and September 1 (each an "Interest Payment Date" and collectively, "Interest Payment Dates"), commencing March 1, 2027, in each year until maturity or earlier redemption.

Individual purchases of the Bonds may be made in the principal amount of $5,000, or any integral multiple of $5,000, and in integral multiples of $1,000 in excess thereof, or in such amount necessary to issue the principal amount of the Bonds, through book-entries made on the books and the records of DTC (as hereinafter defined) and its participants. See "DESCRIPTION OF THE BONDS – Book-Entry-Only System" below. The Bonds will mature on September 1 in the years and in the principal amounts, all as shown on the inside front cover page of this Official Statement.

The Bonds will be issued in fully registered book-entry only form without coupons. The principal of the Bonds will be payable to the registered owners at maturity upon presentation and surrender of the Bonds at the offices of the Township, or its hereafter designated paying agent, if any. Interest on each Bond shall be payable on each Interest Payment Date of such Bond to the registered owner of record thereof appearing on the registration books kept by the Township for such purpose at the offices of the Township, or its hereafter designated paying agent, if any, as of the close of business on the fifteenth (15th) day of the calendar month immediately preceding an Interest Payment Date (each a "Record Date").

So long as The Depository Trust Company, Brooklyn, New York ("DTC") or its nominee, Cede & Co., is the registered owner of the Bonds, payments of the principal of and interest on the Bonds will be made directly to Cede & Co., as nominee of DTC. Disbursements of such payments to the participants of DTC ("DTC Participants") is the responsibility of DTC and disbursements of such payments to the Beneficial Owners (as hereinafter defined) of the Bonds is the responsibility of the DTC Participants and not the Township or any hereinafter designated paying agent.

Notes

The Notes will be issued in the principal amount of $4,763,600*, will be dated their date of delivery and bear interest from that date at the interest rate set forth on the front cover hereof. Interest on the Notes shall be calculated on the basis of twelve (12) thirty (30) day months in a three hundred sixty (360) day year.

* Preliminary, subject to change.

The Notes will be issued as fully registered notes in book-entry only form, if applicable, and when issued, will be registered in the name of and held by Cede & Co., as nominee of DTC. DTC will act as securities depository for the Notes. Principal of and interest on the Notes will be payable by the Township or a duly designated paying agent on the date of maturity by wire transfer of immediately available funds to DTC or its nominee. Purchases of beneficial interests in the Notes will be made in book-entry only form, without certificates, in denominations of $5,000, or any integral multiple of $1,000 in excess thereof, or in such amount necessary to issue the principal amounts of the Notes, through book entries made on the books and records of DTC and its participants. Under certain circumstances, such beneficial interests in the Notes are exchangeable for one or more fully registered Note certificates in authorized denominations.

The Note certificate will be on deposit with DTC, if applicable. DTC will be responsible for maintaining a book-entry system for recording the interests of its participants and transfers of the interests among its participants. The participants will be responsible for maintaining records regarding the beneficial ownership interests in the Notes on behalf of the individual purchasers. Individual purchasers of the Notes will not receive certificates representing their beneficial ownership interests in the Notes, but each book-entry owner will receive a credit balance on the books of its nominee, and this credit balance will be confirmed by an initial transaction statement stating the details of the Notes purchased. So long as DTC or its nominee, Cede & Co., is the registered owner of the Notes, payments of the principal of and interest on the Notes will be made by the Township or a duly designated paying agent directly to DTC or its nominee, Cede & Co., which will in turn remit such payments to DTC Participants, which will in turn remit such payments to the beneficial owners of the Notes. See "BOOK-ENTRY ONLY SYSTEM" herein.

So long as DTC or its nominee, Cede & Co., is the registered owner of the Notes, payments of the principal of and interest on the Notes will be made directly to Cede & Co., as nominee of DTC. Disbursements of such payments to the DTC Participants is the responsibility of DTC and disbursements of such payments to the Beneficial Owners of the Notes is the responsibility of the DTC Participants and not the Township or any hereinafter designated paying agent.

Redemption Provisions

The Bonds maturing on and after September 1, 2034, are subject to redemption prior to their stated maturity dates at the option of the Township, upon notice as set forth below, as a whole or in part (and, if in part, such maturities as the Township or its hereinafter designated paying agent, if any) shall determine and within any such maturity by lot) on any date on or after September 1, 2033, at a redemption price equal to 100% of the principal amount of Bonds to be redeemed, plus accrued interest to the redemption date.

Notice of redemption shall be given by mailing first class mail in a sealed envelope with postage prepaid not less than thirty (30) days nor more than sixty (60) days prior to the redemption date to the owner of every Bond of which all or a portion is to be redeemed at his or her last address, if any, appearing on the registration books of the Township or its hereinafter designated paying agent, if any ("Paying Agent"). So long as the Bonds are issued in book-entry-only form, all notices of redemption will be sent only to DTC or any successor and will not be sent to the beneficial owners of the Bonds. Failure of an owner of the Bonds to receive such notice or of DTC to advise any participant or any failure of a participant to notify any beneficial owner of the Bonds shall not affect the validity of any proceedings for the redemption of Bonds. Such notice shall specify: (i) the series and maturity of the Bonds to be redeemed; (ii) the redemption date and the place or places where amounts that are due and payable upon such redemption will be payable; (iii) if less than all of the Bonds are to be redeemed, the letters and numbers or other distinguishing marks of the Bonds to be redeemed; (iv) in the case of a Bond to be redeemed in part only, the portion of the principal amount thereof to be redeemed; (v) that on the redemption date there shall become due and payable with respect to each Bond or portion thereof to be redeemed the redemption price; and (vi) that from and after the redemption date interest on such Bond or portion thereof to be redeemed shall cease to accrue and be payable.

Book-Entry-Only System[*]

The description which follows of the procedures and record keeping with respect to beneficial ownership interests in the Bonds and the Notes, payment of principal and interest, and other payments on the Bonds and the Notes to DTC Participants or Beneficial Owners (as such terms is hereinafter defined), 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.

The DTC 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 Bond certificate will be issued for each maturity of the Bonds and the Notes, 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 Bonds and the Notes on DTC's records. The ownership interest of each actual purchaser of each Bond ("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.

[*] Source: The Depository Trust Company

To facilitate subsequent transfers, all the Bonds and the 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 the Bonds and the 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 the Notes; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds and the 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, if any, 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 or 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 or the hereafter designated paying agent, if any, as soon as possible after the applicable 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 applicable Record Date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds and distributions on the Bonds and the Notes, if any, 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 or the hereafter designated Paying Agent, if any, on the 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, the Township or the hereafter designated Paying Agent, if any, 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 or the hereafter designated Paying Agent, if any, 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 or its hereinafter designated Paying Agent, if any. Under such circumstances, in the event that a successor depository is not obtained, Bond 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 (as hereinafter defined) take any responsibility for the accuracy thereof.

NEITHER THE TOWNSHIP NOR ITS HEREAFTER DESIGNATED PAYING AGENT, IF ANY, WILL HAVE THE RESPONSIBILITY OR OBLIGATION TO THE DIRECT PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE PAYMENTS TO OR PROVIDING OF NOTICE FOR THE DIRECT PARTICIPANTS, OR THE INDIRECT PARTICIPANTS OR THE 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/NOTEHOLDER OR REGISTERED OWNERS OF THE BONDS AND THE NOTES (OTHER THAN UNDER THE HEADING "TAX MATTERS") SHALL MEAN CEDE & CO. AND SHALL NOT MEAN THE BENEFICIAL OWNERS OF THE BONDS AND THE NOTES.

Discontinuance of Book-Entry-Only System

In the event that the book-entry-only system is discontinued and the Beneficial Owners become registered owners of the Bonds and the Notes, the following provisions would apply: (i) the Bonds and the Notes may be exchanged for an equal principal amount of Bonds and Notes in other authorized denominations and of the same maturity, upon surrender thereof at the offices of the Township, or its hereafter designated Paying Agent, if any; (ii) the transfer of the Bonds and the Notes may be registered on the books maintained by the Township, or its hereafter designated Paying Agent, if any, for such purposes only upon the surrender thereof to the Township, or its hereafter designated Paying Agent, if any, together with the duly executed assignment in form satisfactory to the Township, or its hereafter designated Paying Agent, if any; and (iii) for every exchange or registration of transfer of the Bonds and the Notes, the Township, or its hereafter designated Paying Agent, if any, may make a charge sufficient to reimburse for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer of the Bonds and the Notes. In such event, interest on the Bonds and the Notes will be payable by check or draft, mailed on each Interest Payment Date, to the registered owners thereof as of the close of business on the Record Date, whether or not a business day.

SECURITY FOR THE BONDS AND THE NOTES

The full faith and credit of the Township are irrevocably pledged for the payment of the principal of and interest on the Bonds and the Notes. The Bonds and the Notes are general obligations of the Township payable as to principal and interest from *ad valorem* taxes that shall be levied upon all taxable real property within the Township without limitation as to rate or amount.

The Township may pledge only its own credit and taxing power in respect of the Bonds and the Notes, and has no power to pledge the credit or taxing power of the State or any other political subdivision thereof, nor shall the Bonds and the Notes be deemed to be obligations of said State or any other political subdivision thereof, nor shall said State or any other political subdivision thereof be liable for the payment of principal of or interest on the Bonds and the Notes.

MARKET PROTECTION

The Township does not anticipate issuing any additional bonds within the next ninety (90) days. The Township may issue additional bond anticipation notes, as necessary, during the remainder of calendar year 2026.

GENERAL INFORMATION REGARDING THE TOWNSHIP

General

General information concerning the Township, including economic, financial, demographic and other relevant data, is set forth in Appendix "A" to this Official Statement.

Financial

Appendix "B" to this Official Statement contains audited financial statements of the Township for the years ended December 31, 2025 and 2024. The audited financial statements for the years ended December 31, 2025 and 2024 were provided by PKF O'Connor Davies, LLP, Voorhees, New Jersey, and are included herein in reliance upon the authority of such firm. PKF O'Connor Davies, LLP, successor to Bowman & Company LLP, has consented to the inclusion of their report in this Official Statement. Copies of the complete reports of audit may be obtained upon request to the office of the Chief Financial Officer of the Township.

CERTAIN PROVISIONS OF THE LAWS OF THE STATE OF NEW JERSEY AND THE UNITED STATES RELATING TO 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 and 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 (3.50%) 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. The Township, including the issuance of the Bonds and the Notes, will not exceed its three and one half percent (3.50%) debt limit.

Exceptions to Debt Limits – Extensions of Credit - The Township may exceed its debt limit with the approval of the New Jersey Department of Community Affairs, Division of Local Government Services, Local Finance Board ("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.

Refunding Bonds – Refunding Bonds may be issued pursuant to the Local Bond Law for the purpose of paying, funding outstanding bonds, 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 refunding bonds.

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 local unit is required to cause an annual audit of its books, accounts and financial transactions to be made and completed within eight 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 local unit'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 year ended December 31, 2025 is on file with the Chief Financial Officer and is available for review during business hours.

The Local Fiscal Affairs Law also requires that the Chief Financial Officer of the local unit file annually with the Director a verified statement of the financial condition of the local unit as of the close of the fiscal year to be made not later than March 10 for December 31 fiscal year end local units and August 10 for June 30 fiscal year end local units.

Local Budget Law

The Local Budget Law, Chapter 4 of Title 40A of the State states, 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 of the State 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 local unit 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 local unit 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 (S-29R1), which, among other things, imposes a two percent (2.00%) 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 (2.00%) 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 2.00%; (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 2.00% 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 2010 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 (2.00%) 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 (2.00%) 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 Bonds and 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 local unit 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.

N.J.S.A. 40A:4-41 provides with regard to current taxes that: "Receipts from the collection of taxes levied or to be levied in the municipality, or in the case of a county for general county purposes and payable in the fiscal year, shall be anticipated in an amount which is not in excess of the percentage of taxes levied and payable during the next preceding fiscal year which was received in cash by the last day of such preceding fiscal year."

Another provision requires that an additional amount (the "reserve for uncollected taxes") be added to the tax levy required for all current budget appropriations and school and county taxes of the current fiscal year. The reserve requirement is calculated as follows:

$$\frac{\text{Levy Required for Current Budget, School and County Taxes}}{\text{Prior Year's Percentage of Current Tax Collections (or Lesser \%)}} = \text{Total Taxes to be Levied}$$

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 (3.00%) 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.

The Municipal Finance Commission

The Municipal Finance Commission ("Commission") was created in 1931 to assist in the financial rehabilitation of municipalities, which had defaulted in their obligations. The powers of the Commission are exercised today by the Local Finance Board. The previously discussed elements of the local finance system are intended to prevent default on obligations or occurrence of severe fiscal difficulties in any local unit. Should extreme economic conditions adversely affect any local unit, the "Municipal Finance Commission Statutes" are available to assist in restoring the stability of the local unit.

Any holder of bonds or notes which are in default for over sixty (60) days (for payment of principal or interest) may bring action against such municipality in the State's Superior Court. Any municipality may declare itself unable to meet its obligations and bring action in such court. In either case, the court's determination that the municipality is in default or unable to meet its obligations causes the Commission to become operative in that municipality.

The Commission exercises direct supervision over the finances and accounts of any local unit under its jurisdiction. The Commission is authorized to appoint an auditor to examine and approve all claims against the municipality and to serve as comptroller for that community. The Commission is also directed to supervise tax collections and assessments, to approve the funding of municipal school district indebtedness, the adjustment or composition of the claims of creditors and the readjustment of debts under the Federal Municipal Bankruptcy Act. Such Act permits municipalities to have access to bankruptcy court for protection against suits by bondholders and creditors.

The Local Finance Board also serves as the "Funding Commission" to exercise supervision over the funding or refunding of local government debt. Any county or municipality seeking to adjust its debt service must apply to and receive the approval of such Funding Commission for the proposed reorganization of its debt.

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 local unit'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.

TAXATION

Procedure for Assessment and Collection of Taxes

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of maintaining new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the Township, the School District, Fire District and the County of Burlington ("County"), the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in *N.J.S.A.* 54:4-1 *et seq*. Special taxing districts are permitted in the State for various special services rendered to the properties located within the special district.

Tax bills are due quarterly on February 1, May 1, August 1 and November 1. Installments not paid on or before the due date are subject to interest penalties of 8% per annum on the first $1,500.00 of the delinquency and 18.00% per annum on any amounts in excess of $1,500.00. These interest penalties are the maximum permitted under New Jersey Statutes. Additionally, a 6.00% penalty is charged on any delinquencies in excess of $10,000.00 if not paid by the end of each year. Delinquent taxes open for one year or more are annually included in a tax sale in accordance with New Jersey Statutes. Tax liens retained by the Township are periodically assigned to the Township Attorney for "in rem foreclosures" in order to acquire title to these properties.

Tax Appeals

The State Statutes provide a taxpayer with remedial procedures for appealing an assessment deemed excessive. The taxpayer has a right to petition the New Jersey Board of Taxation ("Tax Board") on or before the first day of April of the current tax year for review. The Tax Board has the authority, after a hearing, to decrease, increase or reject the appeal petition. These adjustments are usually concluded within the current tax year and reductions are shown as canceled or remitted taxes for that year. If the taxpayer feels his petition was unsatisfactorily reviewed by the Tax Board, appeal may be made to the State Tax Court. State Tax Court appeals tend to take several years prior to settlement and any losses in tax collection from prior years are charged directly to operations.

CERTAIN RISK FACTORS

Recent Healthcare Developments

In early March of 2020, the World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus ("Coronavirus" or "COVID-19"). The national public health emergency and the State public health emergency have since ended.

In an effort to provide relief to entities impacted by the COVID-19 pandemic, the American Rescue Plan Act of 2021, H.R. 1319 ("Plan") was signed into law on March 12, 2021 and provided $1.9 trillion in financial assistance to businesses, individuals and governmental entities. The Plan provided funding for state and local governments to recoup and offset costs related to COVID-19 and to encourage and re-establish economic development and certain infrastructure improvements.

Pursuant to the funding methodology under the Plan, the Township received $1,726,193.80 in funding ("Plan Funds"). The deadline to obligate the Plan Funds was December 31, 2024 and to spend Plan Funds is December 31, 2026. Such Plan Funds were received in two (2) equal payments; one (1) received within 60 days of enactment of the Plan, and the balance received no earlier than 12 months from the initial payment.

While the effects of COVID-19 have abated significantly, the Township cannot predict, and does not predict, whether or if the Coronavirus or any similar viral disease (including any variants or sub-variants thereof) may reemerge in the future and, if such reemergence occurs, what the effects thereof may have upon global, State-wide and local economies and operations, including that of the Township.

Cyber Security

The Township relies on a complex technology environment to conduct its various operations. As a result, the Township faces certain cyber security threats at various times including, but not limited to, hacking, phishing, viruses, malware and other attacks on its computing and digital networks and systems. To mitigate the risks of business operations impact and/or damage from cybersecurity incidents or cyber-attacks, the Township has invested in multiple forms of cybersecurity and operational safeguards.

Climate Change

The State is naturally susceptible to the effects of extreme weather events and natural disasters including floods and hurricanes, which could result in negative economic impacts on communities. Such effects can be exacerbated by a longer term shift in the climate over several decades (commonly referred to as climate change), including increasing global temperatures and rising sea levels. The occurrence of such extreme weather events could damage local infrastructure that provides essential services to the Township as well as resulting in economic impacts such as loss of ad valorem tax revenue, interruption of municipal services, and escalated recovery costs. No assurance can be given as to whether future extreme weather events will occur that could materially adversely affect the financial condition of the Township.

TAX MATTERS

Federal

In the opinion of Parker McCay P.A., Mount Laurel, New Jersey, Bond Counsel to the Township, assuming continuing compliance by the Township with the tax covenants described below, under existing law, interest on the Bonds and the Notes is not included for federal income tax purposes in the gross income of the owners thereof pursuant to Section 103 of the Internal Revenue Code of 1986, as amended ("Code"), and will not constitute a tax preference item for purposes of the alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on such corporations.

Section 884 of the Code imposes on certain foreign corporations a branch profits tax equal to thirty percent (30%) of the "dividend equivalent amount" for the taxable year. Interest on the Bonds and the Notes received or accrued by a foreign corporation subject to the branch profits tax will be included in computing the "dividend equivalent amount" of such corporation.

In addition, passive investment income, including interest on the Bonds and the Notes, may be subject to federal income taxation under Section 1375 of the Code for any S corporation that has Subchapter C earnings and profits at the close of the taxable year if more than twenty-five percent (25%) of the gross receipts of such S corporation is passive investment income.

In rendering this opinion, we have assumed continuing compliance by the Township that it will comply with the applicable requirements of the Code, including requirements relating to, inter alia, the use and investment of proceeds of the Bonds and the Notes and rebate to the United States Treasury of specified arbitrage earnings, if any, under Section 148(f) of the Code. Failure of the Township to comply with such covenants could result in the interest on the Bonds and the Notes being subject to federal income tax from the date of issue. We have not undertaken to monitor compliance with such covenants or to advise any party as to changes in the law after the date hereof that affect the tax-exempt status of the interest on the Bonds and the Notes.

Ownership of the Bonds and the Notes may result in collateral federal income tax consequences to certain taxpayers including, without limitation, certain holders of an interest in a financial asset securitization investment trust, property and casualty insurance companies, controlled foreign corporations, individual recipients of Social Security or Railroad Retirement benefits, individuals who otherwise qualify for the earned income credit, and to individuals and families that qualify for a premium assistance credit amount under Section 36B of the Code. The Code denies the earned income credit to an individual who is otherwise eligible if the aggregate amount of disqualified income of the taxpayer for the taxable year exceeds certain limits set forth in Sections 32(i) and (j) of the Code. Interest on the Bonds and the Notes will constitute disqualified income for this purpose. The Code also provides that the earned income credit is phased out if the modified adjusted gross income of the taxpayer exceeds certain amounts. Interest on the Bonds and the Notes is included in determining the modified adjusted gross income of the taxpayer. Section 36B of the Code provides that the amount of the premium assistance credit amount is in part determined by household income. Section 36B(d) of the Code provides that household income consists of the "modified adjusted gross income" of the taxpayer and certain other individuals. "Modified adjusted gross income" means adjusted gross income increased by certain amounts, including interest received or accrued by the taxpayer which is exempt from tax, such as the interest on the Bonds and the Notes.

In addition, attention is called to the fact that Section 265(b)(1) of the Code eliminates the interest deduction otherwise allowable with respect to indebtedness deemed incurred by banks, thrift institutions and other financial institutions to purchase or to carry tax-exempt obligations acquired after August 7, 1986 other than "qualified tax-exempt obligations" as defined in Section 265(b)(3) of the Code. The Township

has ***not*** designated the Bonds or the Notes as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code.

Owners of the Bonds and the Notes should consult their own tax advisers as to the applicability and effect on their federal income taxes of the alternative minimum tax, the branch profits tax and the tax on passive investment income of S corporations, as well as the applicability and effect of any other collateral federal income tax consequences.

New Jersey

Bond Counsel is also of the opinion that interest on the Bonds and the Notes and any gain from the sale thereof are not included in the gross income of the owners thereof under the New Jersey Gross Income Tax Act, as presently enacted and construed.

Changes in Federal and State Tax Law

From time to time, there are legislative proposals in the United States Congress and in New Jersey that, if enacted, could alter or amend the Federal and New Jersey tax matters referred to above or adversely affect the market value of the Bonds and the Notes. It cannot be predicted whether or in what form any such proposals might be enacted or whether, if enacted, it would apply to bonds issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value of the Bonds and the Notes.

PROSPECTIVE PURCHASERS OF THE BONDS AND THE NOTES SHOULD CONSULT WITH THEIR OWN TAX ADVISORS REGARDING ANY FEDERAL AND STATE INCOME TAX LEGISLATION, WHETHER CURRENTLY PENDING OR PROPOSED, REGULATORY INITIATIVES OR LITIGATION. THE OPINIONS EXPRESSED BY BOND COUNSEL ARE BASED UPON EXISTING LEGISLATION AND REGULATIONS AS INTERPRETED BY RELEVANT JUDICIAL AND REGULATORY AUTHORITIES AS OF THE DATE OF ISSUANCE AND DELIVERY OF THE BONDS AND THE NOTES AND BOND COUNSEL HAS EXPRESSED NO OPINION AS OF ANY DATE SUBSEQUENT THERETO OR WITH RESPECT TO ANY PENDING LEGISLATION, REGULATORY INITIATIVES OR LITIGATION.

LITIGATION

To the knowledge of the Township Attorney, Albert K. Marmero, Esquire, of the firm Marmero Law, Woodbury, New Jersey ("Township Attorney"), there is no litigation of any nature now pending, restraining or enjoining the issuance or the delivery of the Bonds and the Notes, or the levy or the collection of any taxes to pay the principal of or the interest on the Bonds and the Notes, or in any manner questioning the authority or the proceedings for the issuance of the Bonds and the 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.

RATINGS

S&P Global Ratings, acting through Standard & Poor's Financial Services LLC ("Rating Agency") has assigned a rating of "AA" to the Bonds and a rating of "SP-1+" to the Notes based upon the creditworthiness of the Township.

An explanation of the significance of such ratings may be obtained from the Rating Agency. The ratings are not a recommendation to buy, sell or hold the Bonds and there is no assurance that such ratings

will continue for any given period of time or that such ratings will not be revised downward or withdrawn entirely by the Rating Agency if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such ratings by the Rating Agency may have an adverse effect on the market price of the Bonds.

PREPARATION OF OFFICIAL STATEMENT

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

Bond Counsel has not participated in the preparation of this Official Statement, nor has such firm verified the accuracy, completeness or fairness of the information contained herein (except under the heading "TAX MATTERS") and, accordingly, will express no opinion with respect thereto.

PKF O'Connor Davies, LLP, Voorhees, New Jersey, compiled this Official Statement from information obtained from Township management and other various sources they consider to be reliable and makes no warranty, guaranty or other representation with respect to the accuracy and completeness or fairness of the information contained herein and, accordingly, will express no opinion with respect thereto. PKF O'Connor Davies, LLP, successor to Bowman & Company LLP, does take responsibility for the financial statements, appearing in Appendix "B" hereto, to the extent specified in the Independent Auditors' Report.

The Municipal Advisor has participated in the preparation and review of the information contained in this Official Statement, including the collection of financial, statistical and demographic information; however, it has not verified the accuracy, completeness or fairness thereof, and, accordingly, expresses no opinion or other assurance with respect thereto. Certain information set forth herein has been obtained from the Township and other sources, which are deemed reliable, but no warranty, guaranty or other representation as to the accuracy or completeness is made as to such information contained herein. There is no assurance that any of the assumptions or estimates contained herein will be realized.

UNDERWRITING

Bonds

The Bonds have been purchased from the Township at a public sale by _____, as underwriter ("Bond Underwriter") at a price of $_____("Bond Purchase Price") in accordance with the Notice of Sale prepared in connection with the Bonds. The Bond Purchase Price reflects the principal amount of the Bonds, plus a bid premium in the amount of $_____. The Bond Underwriter is obligated to purchase all of the Bonds if any of the Bonds are purchased.

The Bond Underwriter intends to offer the Bonds to the public initially at the offering yields set forth on the inside front cover page of this Official Statement, which may subsequently change without any requirement of prior notice. The Bond Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing bonds and notes into investment trusts) at yields higher than the public offering yield set forth on the inside front cover page of this Official Statement, and such public offering yields may be changed, from time to time, by the Bond Underwriter without prior notice.

Notes

The Notes have been purchased from the Township at a public sale by _____, as underwriter ("Note Underwriter") at a price of $_____("Note Purchase Price"). The Note Purchase Price reflects the principal amount of the Note, plus a bid premium in the amount of $_____. The Note Underwriter is obligated to purchase all of the Note if any of the Note is purchased.

The Note Underwriter intends to offer the Note to the public initially at the offering yield set forth on the inside front cover page of this Official Statement, which may subsequently change without any requirement of prior notice. The Note Underwriter may offer and sell the Note to certain dealers (including dealers depositing bonds and notes into investment trusts) at a yield higher than the public offering yield set forth on the inside front cover page of this Official Statement, and such public offering yield may be changed, from time to time, by the Note Underwriter without prior notice.

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

MUNICIPAL ADVISOR

Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey, has served as Municipal Advisor to the Township in connection with the issuance of the Bonds and Notes (the "Municipal Advisor") and has assisted in matters related to the planning, structuring and terms of the Bonds and Notes. The Municipal 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 the Official Statement and the Appendices hereto. The Municipal Advisor is an Independent Registered Municipal Advisor pursuant to the Dodd-Frank Act and is not engaged in the business of underwriting, trading or distributing municipal securities or other public securities.

NO DEFAULT

There is no record of default in the payment of the principal of or interest on the bonds or notes of the Township.

CONTINUING DISCLOSURE

In accordance with the requirements of Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended ("Rule"), the Township will, prior to the issuance of the Bonds and Notes, enter into separate agreements substantially in the forms set forth in Appendix "D" hereto, as required by the Rule.

The Township has previously entered into secondary market disclosure undertakings in accordance with the Rule with respect to its own obligations and obligations of the Burlington County Bridge

Commission for which the Township is an obligated person. The Township has engaged Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey to serve as continuing disclosure agent to assist in the filing of certain information on MSRB's Electronic Municipal Market Access ("EMMA") website as required under its prior secondary market disclosure undertakings.

LEGAL MATTERS

The legality of the Bonds and the Notes will be subject to the approving legal opinion of Parker McCay P.A., Mount Laurel, New Jersey, Bond Counsel to the Township ("Bond Counsel"). Such opinion will be printed on or accompany the Bonds and the Notes and provide, *inter alia,* that the Bonds and the Notes are valid and binding obligations of the Township, and the Township has the power and is obligated to levy *ad valorem* taxes upon all the taxable property within the Township without limitation as to rate or amount for the payment of the Bonds and the Notes and interest thereon. The enforceability of rights or remedies with respect to the Bonds and the Notes may be limited by bankruptcy, insolvency, or other law affecting creditors' rights or remedies heretofore or hereinafter enacted. Certain legal matters will be passed upon for the Township by the Township Attorney.

Bond Counsel has not verified the accuracy, completeness or fairness of the statements contained in this Official Statement (except to the extent, if any, as specifically stated herein) and will express no opinion relating thereto.

The legal opinions to be delivered concurrently with the delivery of the Bonds and the Notes express the professional judgment of the attorneys rendering the opinion as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon, or the future performance of parties to the transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

ADDITIONAL INFORMATION

Inquiries regarding this Official Statement, including information additional to that contained herein, may be directed to Kareemah Press, Chief Financial Officer, Township of Delran, at 856-461-7734, or to the Township's Municipal Advisor, Phoenix Advisors, a division of First Security Municipal Advisors, Inc., 2000 Waterview Drive, Suite 101, Hamilton, New Jersey 08691, at 609-291-0130.

So far as any statements made in this Official Statement involve matters of opinion or estimates, whether or not expressly stated, they are set forth merely as opinions and not as representations of fact, and no representation is made that any such statements will be realized. Neither this Official Statement nor any statement, which may have been made verbally or in writing, is to be construed as a contract with, or a covenant for the benefit of, the holders of the Bonds and the Notes. 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 the Bonds and the 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 the Official Statement is not guaranteed as to accuracy or completeness.

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.

This Official Statement has been duly executed and delivered by the Chief Financial Officer of the Township for and on behalf of the Township.

TOWNSHIP OF DELRAN,
COUNTY OF BURLINGTON, NEW JERSEY

By:_____
KAREEMAH PRESS, Chief Financial Officer

Dated: August __, 2026

APPENDIX A

CERTAIN ECONOMIC, FINANCIAL AND DEMOGRAPHIC INFORMATION REGARDING THE TOWNSHIP OF DELRAN

GENERAL INFORMATION ON THE TOWNSHIP

History

The Township of Delran, County of Burlington, New Jersey ("Township"), was incorporated on February 12, 1880. It was created out of a division of Cinnaminson Township.

The Township is made up of approximately seven square miles and is located in Burlington County, New Jersey, about 10 miles north of Central Philadelphia and the City of Camden, with a mile of frontage on the Delaware River. The Township is operated under the Mayor/Council Plan D form of government established under the optional Municipal Charter Law of New Jersey (N.J.S.A.40:69A-1 et seq.). The Mayor and two Council members are elected at large and three Council members are elected by ward. All members serve a four-year term.

Business and Industry

The Township is home to a variety of businesses and industry serving the Delaware Valley. Recently completed in the Township is the New Jersey American Water Company Water Treatment Plant. This water plant will treat water which is drawn from the Delaware River and pump it to water utilities in Burlington, Camden and Gloucester Counties through 40 miles of pipeline. Ball Corporation recently completed its 456,000 square foot plastic container manufacturing plant on River Road. The plant employs 200 people.

Simon & Schuster, Inc. is a major publishing company located within the Township. Other types of industries include computer services, boat manufacturing, builder developers, water transportation services and excavating and foundation work.

There are four neighborhood shopping centers.

Fire Protection and Emergency Services

Two volunteer fire companies organized through a fire district serve the Township. The two fire companies are equipped with modern firefighting apparatus, including four pumpers and an aerial ladder.

A fully-trained team of seventy-five volunteers provides twenty-four-hour ambulance service to the Township. Equipment is provided from a combination of municipal funds and contributions raised from residents. This equipment consists of four modern ambulances.

Police

Thirty-five (35) full-time officers serve to provide public safety to the Township residents. The department has a K-9 unit and a comprehensive education program provided in the local schools.

Public Works

Routine trash collection is provided under a contractual agreement with a private company.

A mandatory recycling program of newspaper is serviced by curbside collection enhanced by a twenty-four-hour drop-off center for recycling of paper, glass, and aluminum. Tree branches and leaves are collected on a seasonal basis.

The Department of Public Works also cleans and maintains the 105 miles of streets and roads, as well as, many of the trees lining the Township. In addition, parks and recreation areas are the responsibility of the Department.

Recreation

The Township offers a wide range of recreational facilities to its residents. These include ten (10) parks, six (6) soccer fields, eleven (11) baseball fields, one (1) football field, and two (2) tennis courts. The Township maintains the playgrounds, which includes playground equipment for the enjoyment of young citizens with the recently completed Delran Community Park featuring a full accessible Jakes Place playground. Other recreational facilities available to citizens include a private swimming club and the 1,000 slip Dredge Harbor, the Delaware River's largest marina.

Employee Collective Bargaining Units

There are three Collective Bargaining Units which cover the Township Police Patrolmen, Police Lieutenants and Sergeants Superior Officers - Public Works/Sewer/Clerical Employees. The current contract for the Patrolmen expires December 31, 2027 and the contract for the Public Works/Sewer/Clerical Employees expires December 31, 2028.

Delran Sewerage Department

The Township of Delran abolished the Delran Sewerage Authority in 2009 and now maintains and exercises full executive and financial control over this operation.

The governing body of the Township is the governing authority of the sewer department with administrative and supervisory services being provided by the Business Administrator and the Supervisor of the Sewer Department.

The Sewer Department presently provides sewerage collection service to certain sections of the Township. The sewer system consists of a 2.5 million gallon a day wastewater plant, which was completed in 1994, nine pumping stations, gravity sewers, force mains, 1,000 manholes, and 6,000 service connections.

Township Employees

	2025	**2024**	**2023**	**2022**	**2021**
Permanent Employees	81	92	84	86	83
Part-time Employees	50	46	54	50	47
Total	131	138	138	136	130

Compensated Absences

Township employees are entitled to fifteen paid sick leave days per year. Unused sick leave may be accumulated and carried forward to the subsequent years. Vacation days not used during the year may not be accumulated and carried forward. For additional information regarding compensated absences, see Appendix B: Audited Financial Statements, Note 11 to Financial Statements.

Pension Plans

Those Township employees who are eligible for pension coverage are enrolled in one of three pension systems established by acts of the State Legislature. Benefits, contributions, means of funding and the manner of administration are determined by the State. For additional information regarding pension plans, see Appendix B: Audited Financial Statements, Note 8 to Financial Statements.

Population (1)

2020 Federal Census	17,882
2010 Federal Census	16,896
2000 Federal Census	15,536
1990 Federal Census	13,178
1980 Federal Census	14,811

Selected Census 2024 Data for the Township (1)

Median household income	$106,921
Per capita income	$53,293

Labor Force (2)

The following table discloses current labor force data for the Township, County and State.

Year	Labor Force	Employed Persons	Unemployed Persons	Unemployment Rate
Township				
2025 (3)	10,595	10,179	416	3.9%
2024	10,540	10,178	362	3.4%
2023	10,437	10,082	355	3.4%
2022	10,055	9,745	310	3.1%
2021	9,843	9,341	502	5.1%
County				
2025 (3)	249,213	237,138	12,075	4.8%
2024	247,745	237,126	10,619	4.3%
2023	246,904	237,049	9,855	4.0%
2022	241,209	232,489	8,720	3.6%
2021	236,153	222,408	13,745	5.8%
State				
2025 (3)	4,905,633	4,648,499	257,134	5.2%
2024	4,899,384	4,672,089	227,295	4.6%
2023	4,879,285	4,668,296	210,989	4.3%
2022	4,771,781	4,586,675	185,106	3.9%
2021	4,674,518	4,361,147	313,371	6.7%

(1) Source: U.S. Department of Commerce, Bureau of Census.
(2) Source: New Jersey Department of Labor
(3) 2025 estimates are 11-month averages due to missing data for October 2025

TEN LARGEST NON-GOVERNMENTAL EMPLOYERS

The ten largest non-governmental employers in the Township employ approximately 1,618 people.

Employer	Nature of Business	Employees
Simon & Schuster	Distribution Warehouse	460
ShopRite	Retail Supermarket	180
Home Depot	Retail Building Materials	150
Nellis Auction NJ	Auction House	150
Target	Retail Sales	135
Lowe's Home Center	Home Improvement	128
Jacent Strategic Merchandising	Small Houseware Distributor	110
Barlow Chevrolet	Automotive Dealership	105
Chick-fil-A	Fast Food Restaurant	100
Script2U Pharmacy	Central Fill Pharmacy	100

Business and Transportation

The Township, located in the western sector of the County of Burlington, is predominantly a residential community with the majority of its commercial development in retail establishments and medium density office complexes.

Building, Zoning and Development Codes

The Township has established development regulations governing the size of lots for various types of construction. The land requirements are based on the type and nature of the building.

The Township building codes conform to standards of the Uniform Construction Code of New Jersey. These codes and other municipal codes are codified as a basis for improved administration and regulation.

The Township adopted the Municipal Land Use Law on November 1, 2000. The Municipal Land Use Law gave the Township Zoning Board of Adjustment and Planning Board authority to regulate most land use other than family residential use. In this way, the Township is able to guide the approximate use or development of land to promote the public health, safety and general welfare.

Building Permits Issued (1)

Year	Number of Permits Issued	Value of Construction
2026 (2)	373	$9,170,952.19
2025	768	16,732,486.40
2024	731	37,871,800.43
2023	779	33,317,234.60
2022	884	58,259,304.01
2021	902	44,922,609.95

(1) Source: Township Construction Official
(2) As of July 15, 2026

EDUCATION (1)

The Board of Education of the Township of Delran ("School District") boundaries are identical to Township boundaries, with separate administrative control provided by a directly elected Board of Education. The School District provides a variety of regionally recognized educational programs, ranging from advanced curriculum for the educationally gifted to specialized programs for the functionally impaired student.

A comprehensive range of programs is available throughout the School District that includes one high school, one middle school, one intermediate school, and one elementary school.

The School District operates under Chapter 7 of Title 18 of the Revised Statues. It is governed by a nine-member Board elected by the voters. The Board is assisted in school administration by a Superintendent, Board Secretary, Treasurer, General Counsel and four full-time Principals.

School District Enrollments (1)

	October 15,				
Grade	**2025**	**2024**	**2023**	**2022**	**2021**
Pre-School	0	35	16	4	19
K	127	186	181	159	191
1	157	170	181	189	184
2	172	177	184	175	170
3	153	186	158	183	182
4	158	159	182	174	204
5	177	185	155	200	203
6	158	166	178	208	204
7	177	188	196	208	179
8	172	199	196	190	205
9	194	193	208	186	186
10	187	207	198	184	215
11	196	204	180	226	194
12	201	182	205	201	197
Special Education	499	422	433	476	491
Totals	2,728	2,859	2,851	2,963	3,024

Present School Facilities and Enrollment (1)

Name of School	Date Constructed	Renovations/ Additions	Grades	Enrollment 10/15/2025
Millbridge	1970	1999, 2022	K - 2	561
Intermediate	1994	2023	3 - 5	609
Middle School	1961	1965, 1998	6 - 8	605
High School	1975	1997	9 - 12	912

(1) Source: School District officials

OTHER EDUCATION FACILITIES

Rowan College at Burlington County (Formerly Burlington County College)

Rowan College at Burlington County (formerly Burlington County College) ("RCBC" or "County College") is a comprehensive, publicly supported, coeducational, two-year institution developed by the County and the State and accredited by the Middle States Association of Colleges and Schools. The County College was founded in October 1965 and opened in September 1969. The 225-acre main campus is located on Pemberton-Browns Mills Road in Pemberton Township, while the Mount Laurel campus opened in July 1995. The Board of County Commissioners (formerly Board of Chosen Freeholders) sponsors the County College, appointing nine of the twelve Trustees.

In June 2015, the Rowan University Board of Trustees approved a resolution to partner with the County College thereby allowing students to obtain a bachelor's degree from Rowan University on the County College's Mount Laurel Campus. The unique partnership provides students the opportunity to seamlessly transition from the community college to the university. RCBC is the first community college in the region to offer junior-level courses as part of the “3+1” program in which students complete 75 percent of a Rowan University degree with the community college before completing their senior year at the university.

In July 2015, RCBC announced a transition from its original Pemberton Campus to the more accessible and modern Mount Laurel Campus. Located at the intersection of Route 38 and I-295, the 100-acre Mount Laurel campus is already home to the Technology and Engineering Center. Joining it as part of the transformed Mount Laurel campus is a new Health Sciences Center as well as a new Student Success Center - a 78,000 square foot, $25.4 million state-of-the-art building that features a one-stop shop for student services from enrollment to academic planning, knowledge commons library, bookstore, dining area and state-of-the-art technology. This building serves as the gateway to the newly transformed Mount Laurel campus with a total investment of $55 million and renovation of 240,000 square feet.

RCBC's fall 2025 enrollment in academic courses was 6,921 students. In addition, the County College serves thousands of other County residents each semester through youth programs, Learning is for Everyone, workforce development, theatrical productions, guest speakers, and art exhibitions.

The Board of Trustees governs the County College and certain fiscal matters are subject to review by the Board of School Estimate. The County College is not permitted to borrow for capital expenditures. Instead, the Board of Trustees and the Board of School Estimate certify the need for funding to the Board, which either currently appropriates the amount certified or authorizes the issuance of County debt, generally in accordance with the provisions of the Local Bond Law except that no down payment is required.

Burlington County Institute of Technology

The Burlington County Board of Vocational Education was created by the Board in 1962 after a favorable referendum. The enrollment for the two campuses, Westampton and Medford, for academic year 2024-2025 was 2,198 students.

The Burlington County Institute of Technology ("BCIT") is governed by a consolidated Board of Education of the Special Services School District and the Vocational School District of the County of Burlington and certain fiscal matters are subject to the review of the Board of School Estimate. BCIT is not permitted to borrow for capital expenditures. Instead, the Board of Education and the Board of School Estimate certify the need for funding to the Board which either currently appropriates the amount certified or authorizes the issuance of County debt, generally in accordance with the provisions of the Local Bond Law except that no down payment is required.

BCIT contributes to the County workforce each year an average of 462 high school seniors certified in one of thirty-three career and technical programs and, through its Adult School Division, approximately 760 adults who have completed either a certification or licensing program in one of the thirty-five career programs offered. The Superintendent of BCIT is the liaison between the education community of the County and business and industry.

Burlington County Special Services School District

The Burlington County Special Services School District ("Special Services School District") was created by the Board in June 1972. The Special Services School District is comprised of state-of-the-art facilities located in the Townships of Westampton, Lumberton, and Mount Laurel which provide comprehensive educational and therapeutic programs for preschool and school-age students, ranging in age from three to eighteen, as well as young adults, ranging in age from eighteen to twenty-one. Students at the Special Services School District have access to the following programs: Sensory, Autism, Multiple Disabilities, Behavior Disabilities, Preschool Disabilities, Auditory Impaired, Career and Technical Education, and Transitions, a program designed to prepare students to be a self-sufficient, productive member of the community. The enrollment for the Special Services School District for the 2024-2025 academic year was 449 students.

CERTAIN TAX & UTILITY INFORMATION

TEN LARGEST REAL PROPERTY TAXPAYERS (1)

Name of Taxpayer	Nature of Business	2026 Valuation
Berk & Berk at Swedes Run, LLC	Apartments	$ 40,819,000
Delran Chester Multi-Family, LLC	Apartments	26,708,800
New Jersey American Water Co.	Water Treatment Plant	25,299,800
HP BC Hartford LLC	Shopping Center	24,359,800
Simon & Schuster	Publisher	20,900,000
SDK Tenby Chase	Apartments	16,460,400
Revantage (GPT Cinnaminson)	Warehouse	10,500,000
Target	Shopping Center	9,598,900
Lowes	Home Improvement Store	8,292,400
INVO Delran	Shopping Center	8,041,300

CURRENT TAX COLLECTIONS (2)

		Collected in Year of Levy		Outstanding Dec. 31	
Year	Total Levy	Amount	Percentage	Amount	Percentage
2025	$ 60,198,546	$ 59,310,528	98.52%	$ 771,076	1.28%
2024	59,363,510	58,625,418	98.76%	605,354	1.02%
2023	57,499,259	56,768,125	98.73%	627,881	1.09%
2022	56,216,233	55,607,514	98.92%	499,543	0.89%
2021	55,677,560	54,943,412	98.68%	682,864	1.23%

(1) Source: Township Tax Assessor
(2) Source: Annual Reports of Audit

CERTAIN TAX & UTILITY INFORMATION (CONT'D)

DELINQUENT TAXES (1)

Year	Outstanding Jan. 1	Added	Collected Amount	Collected Percentage	Transferred to Liens	Other Credits	Outstanding Dec. 31
2025	$ 605,354	$ 1,750	$ 605,646	99.76%	-	-	$ 1,458
2024	627,886	1,750	629,636	100.00%	-	-	-
2023	505,600	1,250	506,845	100.00%	-	-	5
2022	682,864	1,250	676,660	98.91%	-	$ 1,397	6,057
2021	592,517	1,000	592,629	99.85%	$ 888	-	-

TAX TITLE LIENS (1)

Year	Balance Jan. 1	Added by Sales and Transfers	Collected	Balance Dec. 31
2025	$ 307,508	$ 24,531	-	$ 332,039
2024	283,155	24,353	-	307,508
2023	259,023	24,133	-	283,156
2022	235,557	23,465	-	259,022
2021	212,350	24,748	$ 1,541	235,557

FORECLOSED PROPERTY (1)(2)

Year	Balance Jan. 1	Cancellations	Balance Dec. 31
2025	$ 156,800	-	$ 156,800
2024	156,800	-	156,800
2023	282,015	$ 125,215	156,800
2022	282,015	-	282,015
2021	282,015	-	282,015

CURRENT SEWER UTILITY COLLECTIONS (1)

Year	Beginning Balance	Total Levy	Collected in Year of Levy Amount	Collected in Year of Levy Percentage	Outstanding Dec. 31 Amount	Outstanding Dec. 31 Percentage
2025	$ 881,403	$ 3,993,074	$ 3,990,914	81.87%	$ 883,563	18.13%
2024	884,339	3,978,357	3,981,293	81.87%	881,403	18.13%
2023	873,219	3,960,830	3,949,870	81.71%	884,339	18.29%
2022	839,148	3,817,514	3,783,443	81.25%	873,219	18.75%
2021	847,992	3,840,170	3,849,014	82.10%	839,148	17.90%

(1) Source: Annual Reports of Audit
(2) These amounts are reflected on the basis of assessed value in the year of acquisition in accordance with the regulation of the Division of Local Government Services.

CERTAIN TAX & UTILITY INFORMATION (CONT'D)

NET ASSESSED VALUATIONS AND ANNUAL TAX RATES (1)

Year	Net Valuation Taxable	Tax Rate (2) Total Rate	County	Local School	Municipal	Fire District
2026	$ 1,507,966,952	N/A	N/A	N/A	N/A (3)	N/A
2025	1,497,191,461	$ 4.005	$ 0.571	$ 2.457	$ 0.817 (3)	$ 0.160
2024	1,468,617,173	3.976	0.527	2.471	0.818 (3)	0.160
2023	1,436,142,273	3.940	0.487	2.470	0.818 (3)	0.165
2022	1,434,784,687	3.889	0.457	2.461	0.812 (3)	0.159
2021	1,427,628,287	3.891	0.448	2.474	0.812 (3)	0.157

RATIO OF ASSESSED VALUATION TO TRUE VALUE AND TRUE VALUE PER CAPITA (4)

Year	Real Property Assessed Valuation	Percentage of True Value	True Value	True Value per Capita (5)
2026	$ 1,507,966,900	52.56%	$ 2,869,039,003	$ 160,443
2025	1,497,191,400	61.08%	2,451,197,446	137,076
2024	1,468,617,100	67.09%	2,189,025,339	122,415
2023	1,436,142,200	73.48%	1,954,466,794	109,298
2022	1,434,784,600	82.69%	1,735,136,776	97,033

REAL PROPERTY CLASSIFICATION (1)

Year	Assessed Value of Land and Improvements	Vacant Land	Residential	Commercial	Industrial	Farm	Apartments
2026	$ 1,507,966,900	$ 10,215,400	$ 1,148,171,000	$ 187,239,500	$ 78,082,100	$ 270,700	$ 83,988,200
2025	1,497,191,400	10,932,400	1,143,127,500	178,160,900	80,711,700	270,700	83,988,200
2024	1,468,617,100	13,301,300	1,124,677,100	177,908,900	80,711,700	482,900	71,535,200
2023	1,436,142,200	19,435,300	1,100,804,500	177,598,600	80,554,500	469,900	57,279,400
2022	1,434,784,600	22,530,300	1,095,797,000	178,188,400	80,554,500	435,000	57,279,400

(1) Source: Township Tax Assessor
(2) Per $100 of Assessed Valuation
(3) Includes Municipal Open Space tax levy of $325,000 per approved referendum
(4) Source: State of New Jersey, Department of Treasury, Division of Taxation
(5) Based on 2020 Census of 17,882

TOWNSHIP OF DELRAN

STATEMENT OF INDEBTEDNESS (1)

The following table summarizes the direct debt of the Township in accordance with the requirements of the Local Bond Law of the State (N.J.S.A. 40A:2-2 et seq.). The gross debt is comprised of short and long-term debt issued, including General, Sewer Utility and debt of the Local School District. Deductions from gross debt to arrive at net debt include deductible school debt, reserve to pay bonds, as well as, debt considered to be self-liquidating. The resulting net debt of $17,001,098 represents 0.690% of the average of equalized valuations for the Township for the last three years, within the 3.5% limit imposed by N.J.S.A 40A:2-6.

	Debt Issued			Deductions			
	Bonds and Loans	Debt Auth. But Not Issued	Gross Debt	School Debt	Reserve to Pay Bonds	Self-Liquidating	Net Debt
General	$ 11,850,000	$ 5,930,660	$ 17,780,660		$ 779,562		$ 17,001,098
Sewer Utility	1,807,100	21,063,000	22,870,100			$ 22,870,100	
School District	20,140,000		20,140,000	$ 20,140,000			
	$ 33,797,100	$ 26,993,660	$ 60,790,760	$ 20,140,000	$ 779,562	$ 22,870,100	$ 17,001,098

(1) As of December 31, 2025

Source: Township Auditor

DEBT RATIOS AND VALUATIONS (1)

Average of Equalized Valuations of Real Property with Improvements for 2023, 2024 and 2025	$ 2,464,524,572
Statutory Net Debt as a Percentage of the Average of Equalized Valuations of Real Property with Improvements for 2023, 2024 and 2025	0.690%
2026 Net Valuation Taxable	$ 1,507,966,952
2026 Equalized Valuation of Real Property and Taxable Personal Property Used in Communications	$ 2,869,039,055
Gross Debt (2):	
As a percentage of 2026 Net Valuation Taxable	4.03%
As a percentage of 2026 Equalized Valuation of Real Property and Taxable Personal Property Used in Communications	2.12%
Net Debt (2):	
As a percentage of 2026 Net Valuation Taxable	1.13%
As a percentage of 2026 Equalized Valuation of Real Property and Taxable Personal Property Used in Communications	0.59%
Gross Debt Per Capita (3)	$3,400
Net Debt Per Capita (3)	$951

TOWNSHIP BORROWING CAPACITY (1)

3.5% of Averaged (2023-25) Equalized Valuation of Real Property including Improvements ($2,464,524,572)	$ 86,258,360
Net Debt	17,001,098
Remaining Borrowing Capacity	$ 69,257,262

SCHOOL DISTRICT BORROWING CAPACITY (1)

4% of Averaged (2023-25) Equalized Valuation of Real Property including Improvements ($2,464,524,572)	$ 98,580,983
Gross Debt	20,140,000
Remaining Borrowing Capacity	$ 78,440,983

(1) As of December 31, 2025

(2) Excluding overlapping debt

(3) Based on 2020 Federal Census of 17,882

TOWNSHIP OF DELRAN
SCHEDULE OF LONG TERM DEBT SERVICE (1)

Budget Year Ending Dec. 31	General		Open Space		Sewer Utility		Grand Total All Debt Service
	Principal	Interest	Principal	Interest	Principal	Interest	
2026	$ 1,485,000	$ 359,050	$ 114,000	$ 17,600	$ 152,152	$ 34,231	$ 2,162,034
2027	1,535,000	318,650	111,000	14,240	157,152	32,481	2,168,524
2028	1,575,000	276,450	120,000	9,800	162,152	30,581	2,173,984
2029	1,625,000	232,450	125,000	5,000	162,152	28,431	2,178,034
2030	860,000	182,750			162,152	26,281	1,231,184
2031-2035	4,300,000	569,750			509,332	97,500	5,476,582
2036-2040					347,147	51,000	398,147
2041-2042					154,859	6,750	161,609
	$ 11,380,000	$ 1,939,100	$ 470,000	$ 46,640	$ 1,807,100	$ 307,256	$ 15,950,096

TOWNSHIP OF DELRAN
OVERLAPPING DEBT
AS OF DECEMBER 31, 2025

	DEBT ISSUED					
	Debt Outstanding	Deductions	Net Debt Outstanding	Net Debt Outstanding Allocated to the Issuer		**Debt Auth. but not Issued**
County of Burlington:						
General						
Bonds	$ 112,055,000	$ 15,979,771 (1)	$ 96,075,229	$ 3,325,019 (2)		
Notes	17,300,000		17,300,000	598,727 (2)		$ 40,269,107
Loans	2,593,638		2,593,638	89,762 (2)		
Bonds Issued by Other Public Bodies						
Guaranteed by the County	358,743,800	358,743,800 (3)				
Solid Waste Utility	33,330,000	33,330,000				28,233,130
	$ 524,022,438	$ 408,053,571	$ 115,968,867	$ 4,013,508		$ 68,502,237

(1) Includes cash on hand, accounts receivable and County College Bonds paid with State Aid.
(2) Such debt is allocated as a proportion of the Issuer's share of the total 2025 Net Valuations on which County taxes are apportioned, which is 3.46% .
(3) Deductible in accordance with N.J.S. 40:37A-80.

TOWNSHIP OF DELRAN
2026 MUNICIPAL BUDGET

CURRENT FUND

Anticipated Revenues:	
Fund Balance	$ 5,227,000
Miscellaneous Revenues:	
Local Revenues	932,000
State Aid without Offsetting Appropriations	1,294,354
Dedicated Uniform Construction Code Fees Offset with Appropriations	445,000
Public and Private Programs Offset with Appropriations	620,847
Other Special Items of Revenue	246,000
Receipts from Delinquent Taxes	650,000
Amount to be Raised by Taxation for Municipal Purposes	11,934,461
Total Appropriated Revenues	$ 21,349,662
Appropriations:	
Within CAPS:	
Operations	$ 14,437,299
Deferred Charges and Statutory Expenditures	1,932,256
Excluded from CAPS:	
Other Operations	299,438
Public and Private Programs	620,847
Capital Improvements	200,000
Debt Service	1,718,554
Reserve for Uncollected Taxes	2,141,268
Total Appropriations	$ 21,349,662

SEWER UTILITY FUND

Anticipated Revenues:	
Fund Balance	$ 810,000
Rents	3,800,000
Miscellaneous	250,000
Interest on Delinquencies	50,000
Total Anticipated Revenues	$ 4,910,000
Appropriations:	
Operating	$ 3,566,400
Capital Improvements	918,600
Debt Service	195,000
Pension, Social Security, Unemployment Compensation	230,000
Total Appropriations	$ 4,910,000

OPEN SPACE FUND

Anticipated Revenues:	
Interest Income	$ 30,000
Reserve Funds	2,155,700
Reserve for Payment of Debt	18,000
Amount To Be Raised by Taxation	400,000
Total Anticipated Revenues	$ 2,603,700
Appropriations:	
Reserve for Future Use	$ 2,346,604
Debt Service:	
Payment of Bond Principal	230,200
Interest on Bonds	26,896
Total Appropriations	$ 2,603,700

TOWNSHIP OF DELRAN
CAPITAL PROGRAM FOR THE YEARS 2026-2031

	Estimated Total Cost	Capital Improvement Fund	Bonds and Notes General	Bonds and Notes Self Liquidating
General Improvements				
Municipal Building Improvements and Equipment	$ 250,000	$ 12,500	$ 237,500	
Acquisition of Police Equipment	370,000	18,500	351,500	
Acquisition of Public Works Equipment	1,065,000	53,250	1,011,750	
Recreation Improvements	422,000	21,100	400,900	
Roads, Curbs Sidewalk and Drainage Improvements	7,142,550	357,128	6,785,423	
Total General Improvements	9,249,550	462,478	8,787,073	$ -
Sewer Improvements				
Effluent Pumps	394,000			394,000
Sanitary Sewer Replacement	3,000,000			3,000,000
Sewer Utility Improvements	4,655,000			4,655,000
WWTP Tank No. 2	30,000			30,000
Interceptor Evaluation	300,000			300,000
Pump Station Improvements	1,600,000			1,600,000
Total Sewer Improvements	9,979,000	-	-	9,979,000
Total Improvements	$ 19,228,550	$ 462,478	$ 8,787,073	$ 9,979,000

APPENDIX B

FINANCIAL STATEMENTS OF THE TOWNSHIP OF DELRAN

PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

INDEPENDENT AUDITORS' REPORT

The Honorable Mayor and
Members of the Township Council
Township of Delran
Delran, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying balance sheets - regulatory basis of the various funds of the Township of Delran, in the County of Burlington, State of New Jersey, ("Township"), as of December 31, 2025, and the related statements of operations and changes in reserve for future use and fund balance - regulatory basis, the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township as of December 31, 2025, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds for the year ended December 31, 2025, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"), as described in Note 1.

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the Township as of December 31, 2025, or the results of its operations and changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions on Regulatory Basis of Accounting

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; and in compliance with audit requirements as prescribed by the Division 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. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

PKF O'Connor Davies LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept any responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 to the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Emphasis of Matter

Report on Prior Year Financial Statements

The financial statements of the Township, as of and for the year ended December 31, 2024, were audited by Bowman & Company LLP whose owners became partners with PKF O'Connor Davies, LLP, and whose report dated November 10, 2025, expressed an unmodified opinion on the regulatory basis of accounting and an adverse opinion on accounting principles generally accepted in the United States of America.

Prior Period Restatement

During the year ended December 31, 2025, the Township became aware of a capital ordinance that was not recorded in the General Capital fund for the year ended December 31, 2024. As a result, as described in Note 19 to the financial statements, the Township has restated balances for 2024 on the Balance Sheets – Regulatory Basis for the General Capital Fund for governmental funds. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America, requirements prescribed by the Division will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, requirements prescribed by the Division, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Township's internal control. Accordingly, no such opinion is expressed.

Auditors' Responsibilities for the Audit of the Financial Statements (Cont'd)

In performing an audit in accordance with auditing standards generally accepted in the United States of America, requirements prescribed by the Division, we (Cont'd):

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

PKF O'Connor Davies, LLP

Voorhees, New Jersey
August 13, 2026

Michael P. Cragin Jr.
Certified Public Accountant
Registered Municipal Accountant

TOWNSHIP OF DELRAN
CURRENT FUND
Balance Sheet -- Regulatory Basis
As of December 31, 2025 and 2024

	2025	2024
ASSETS		
Regular Fund:		
Cash--Treasurer	$ 19,244,767.36	$ 19,463,710.42
Cash--Change Fund	450.00	450.00
	19,245,217.36	19,464,160.42
Receivables and Other Assets with Full Reserves:		
Delinquent Property Taxes Receivable	772,533.93	605,353.80
Tax Title Liens Receivable	332,038.93	307,508.27
Property Acquired for Taxes--Assessed Valuation	156,800.00	156,800.00
Revenue Accounts Receivable	8,859.71	7,752.53
Due from General Capital Fund	384,129.22	8,623.85
Due from Sewer Utility Operating Fund	96,987.25	88,053.07
Due from Animal Control Fund	13,645.42	5,859.88
Due from Trust Fund - LOSAP		1,207.93
	1,764,994.46	1,181,159.33
	21,010,211.82	20,645,319.75
Federal, State and Local Grant Fund:		
Grants Receivable	106,532.92	106,532.92
Due from Current Fund	2,151,082.08	1,504,018.57
	2,257,615.00	1,610,551.49
	$ 23,267,826.82	$ 22,255,871.24

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Balance Sheet -- Regulatory Basis
As of December 31, 2025 and 2024

	2025	2024
LIABILITIES, RESERVES AND FUND BALANCE		
Regular Fund:		
Liabilities:		
Appropriation Reserves	$ 2,293,494.64	$ 1,972,198.21
Reserve for Encumbrances	584,962.55	558,948.62
Payroll Deductions Payable	22,438.58	60,494.76
Prepaid Licenses	32,245.00	37,395.00
Accounts Payable	187,664.55	264,768.34
Due to State of New Jersey:		
Marriage License Fees	375.00	400.00
Department of Community Affairs - Training Fees	14,848.00	24,028.00
Senior Citizens' and Veterans' Deductions	10,954.52	12,704.52
Prepaid Taxes	441,005.91	432,157.50
Due County for Added and Omitted Taxes	33,533.94	128,539.77
Due Local School District	743,022.46	490,795.50
Due to Trust Fund - Open Space	1,441,551.59	968,669.59
Due to Trust Fund - Other	143,032.50	141,402.69
Due to Trust Fund - LOSAP	5,892.07	
Due to Federal, State and Local Grant Fund	2,151,082.08	1,504,018.57
Reserve for:		
Master Plan	6,666.60	6,666.60
Reassessment	11,276.73	11,276.73
Codification of Ordinances	2,568.00	2,568.00
	8,126,614.72	6,617,032.40
Reserves for Receivables and Other Assets	1,764,994.46	1,181,159.33
Fund Balance	11,118,602.64	12,847,128.02
	21,010,211.82	20,645,319.75
Federal, State and Local Grant Fund:		
Due to General Capital Fund	1,076,344.76	847,864.76
Reserve for Encumbrances	21,235.34	187,060.60
Unappropriated Reserves	500,877.92	103,035.26
Appropriated Reserves	659,156.98	472,590.87
	2,257,615.00	1,610,551.49
	$ 23,267,826.82	$ 22,255,871.24

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF DELRAN
CURRENT FUND
Statements of Operations and Changes in Fund Balance -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	2025	2024
Revenue and Other Income Realized		
Fund Balance Utilized	$ 5,000,000.00	$ 4,900,000.00
Miscellaneous Revenues Anticipated	3,442,136.17	4,032,759.92
Receipts from Delinquent Taxes	605,646.30	629,636.14
Receipts from Current Taxes	59,310,528.21	58,625,417.69
Non-Budget Revenue	402,995.60	475,959.74
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,708,151.12	1,528,205.87
Liquidation of Reserves for:		
Due from Trust Fund - LOSAP	1,207.93	
Due from General Capital Fund		140,000.00
Total Income	70,470,665.33	70,331,979.36
Expenditures		
Budget Appropriations:		
Operations--Within "CAPS":		
Salaries and Wages	6,975,504.00	6,663,463.00
Other Expenses	7,067,425.00	6,650,099.00
Deferred Charges and Statutory Expenditures		
Municipal--Within "CAPS"	1,791,975.00	1,859,657.00
Operations--Excluded from "CAPS":		
Other Expenses	776,632.64	716,894.08
Capital Improvements--Excluded from "CAPS"	200,000.00	100,000.00
Municipal Debt Service--Excluded from "CAPS"	1,688,482.06	1,454,196.00
Deferred Charges and Statutory Expenditures:		
Deferred Charges to Future Taxation	144,499.55	6,000.00
County Taxes	8,542,418.03	7,734,367.36
Due County for Added and Omitted	33,533.94	128,539.77
Special Fire District Taxes	2,388,249.74	2,342,922.00
Local School District Taxes	36,791,286.00	36,286,832.00
Municipal Open Space Trust Tax	400,000.00	400,000.00
Prior Year Deduction Disallowed	1,750.00	1,750.00
Refund of Prior Year Revenue	5,207.26	
Creation of Reserve for:		
Due from Sewer Utility Operating Fund	8,934.18	6,949.09
Due to General Capital Fund	375,505.37	34,221.29
Due from Animal Control Fund	7,787.94	5,859.88
Total Expenditures	67,199,190.71	64,391,750.47
Statutory Excess To Fund Balance	3,271,474.62	5,940,228.89
Fund Balance		
Balance Jan. 1	12,847,128.02	11,806,899.13
	16,118,602.64	17,747,128.02
Decreased by:		
Utilized as Revenue	5,000,000.00	4,900,000.00
Balance Dec. 31	$ 11,118,602.64	$ 12,847,128.02

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

	Anticipated Budget	Special N.J.S.A.40A:4-87	Realized	Excess (Deficit)
Fund Balance Anticipated	$ 5,000,000.00	$ -	$ 5,000,000.00	$ -
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	15,000.00		18,100.00	3,100.00
Other	56,900.00		62,874.00	5,974.00
Fees and Permits:				
Other	40,000.00		50,028.00	10,028.00
Fines and Costs:				
Municipal Court	99,000.00		82,722.41	(16,277.59)
Interest and Costs on Taxes	110,000.00		153,310.15	43,310.15
Interest on Investments and Deposits	450,000.00		564,368.54	114,368.54
Energy Receipts Tax	1,294,354.00		1,294,353.93	(0.07)
Dedicated Uniform Construction Code Fees Offset with Appropriation Uniform Construction Code Fees	600,000.00		445,948.50	(154,051.50)
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
State and Federal Revenues Offset with Appropriations:				
National Opioid Settlement	88,303.73		88,303.73	
Safe and Secure Communities Program	57,385.00		57,385.00	
Body Armor Replacement Fund	2,446.53		2,446.53	
Municipal Aid		228,480.00	228,480.00	
Recycling Tonnage Grant		88,246.48	88,246.48	
Occupant Retention		7,000.00	7,000.00	
Clean Communities Grant		43,467.58	43,467.58	
Sustainable Jersey		2,000.00	2,000.00	
Municipal Alcohol Education/Rehabilitation Program		3,301.32	3,301.32	
Other Special Items:				
Rental Agreement--Delran Township Fire Commission	10,800.00		24,800.00	14,000.00
Reserve for Payment of Bonds--General Capital	151,881.75		151,881.75	
Reserve for Open Space Debt-- General Capital	73,118.25		73,118.25	
	3,049,189.26	372,495.38	3,442,136.17	20,451.53

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

	Anticipated Budget	Special N.J.S.A.40A:4-87	Realized	Excess (Deficit)
Miscellaneous Revenues:				
Receipts from Delinquent Taxes	$ 500,000.00	$ -	$ 605,646.30	$ 105,646.30
Amount to be Raised by Taxes for Support of Municipal Budget				
Local Tax for Municipal Purposes	11,830,810.74	-	13,262,499.69	1,431,688.95
Budget Totals	20,380,000.00	372,495.38	22,310,282.16	1,557,786.78
Non-Budget Revenue			402,995.60	402,995.60
	$ 20,380,000.00	$ 372,495.38	$ 22,713,277.76	$ 1,960,782.38

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

Analysis of Realized Revenues

Allocation of Current Tax Collections:	
Revenue from Collections	$ 59,310,528.21
Allocated to:	
School, County, Special District and Municipal Open Space Taxes	48,155,487.71
Balance for Support of Municipal Budget Appropriations	11,155,040.50
Add: Appropriation "Reserve for Uncollected Taxes"	2,107,459.19
Amount for Support of Municipal Budget Appropriations	$ 13,262,499.69
Receipts from Delinquent Taxes:	
Delinquent Tax Collections	$ 605,646.30

Analysis of Non-Budget Revenue

Miscellaneous Revenue Not Anticipated:	
Collected by Treasurer:	
Comcast Cable Franchise Fees	$ 57,777.41
Municipal Cannabis Tax	77,919.64
Property Maintenance Fees	1,640.00
Rental Inspection	37,100.00
Outside Police Admin & Vehicle Fees	127,594.78
Insufficient Funds and Late Fees	220.00
Miscellaneous	100,743.77
Total Miscellaneous Revenue Not Anticipated	$ 402,995.60

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

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS"						
Department of Administration						
Division of Administration:						
Business Administration Office						
Salaries and Wages	$ 185,000.00	$ 160,000.00	$ 103,534.47		$ 56,465.53	
Other Expenses	169,200.00	169,200.00	88,943.96		80,256.04	
Mayor and Council						
Salaries and Wages	16,154.00	16,154.00	14,354.01		1,799.99	
Other Expenses	76,000.00	76,000.00	6,890.72		69,109.28	
Office of Municipal Clerk						
Salaries and Wages	165,145.00	165,145.00	131,982.78		33,162.22	
Other Expenses	39,725.00	39,725.00	24,220.20		15,504.80	
Division of Treasury:						
Treasurer						
Salaries and Wages	157,000.00	157,000.00	151,283.22		5,716.78	
Other Expenses	74,100.00	73,850.00	34,290.74	$ 4,437.60	35,121.66	
Department of Finance						
Division of Accounts and Controls:						
Municipal Auditor						
Audit Services	52,000.00	52,000.00	51,266.00	734.00		
Division of Revenue:						
Bureau of Collections						
Salaries and Wages	82,303.00	82,303.00	48,079.23		34,223.77	
Other Expenses	20,400.00	20,650.00	16,483.37	1,225.00	2,941.63	
Bureau of Assessments						
Salaries and Wages	33,000.00	33,000.00	31,190.12		1,809.88	
Other Expenses	37,275.00	37,275.00	10,049.66	25,000.00	2,225.34	
Department of Law						
Township Solicitor						
Other Expenses	250,000.00	250,000.00	88,356.25	81,833.75	79,810.00	
Department of Engineering						
Township Engineer						
Other Expenses	85,000.00	85,000.00	37,751.55		47,248.45	
Township Historian						
Township Historian						
Other Expenses	7,500.00	7,500.00		5,245.91	2,254.09	

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS" (CONT'D):						
Statutory Agencies						
Municipal Land Use Law (N.J.S.40-55D-1)						
Planning Board						
Salaries and Wages	$ 58,294.00	$ 58,294.00	$ 51,465.04		$ 6,828.96	
Other Expenses	27,600.00	27,600.00	12,573.89		15,026.11	
Interest on Developers Deposits (Ch. 315, P.L. 1985)	2,000.00	2,000.00			2,000.00	
Zoning Board of Adjustments						
Salaries and Wages	31,000.00	31,000.00	29,910.40		1,089.60	
Other Expenses	12,850.00	12,850.00	1,240.46		11,609.54	
Council on Affordable Housing						
Other Expenses	60,000.00	60,000.00	15,231.77	$ 19,768.23	25,000.00	
Insurance (N.J.S.A. 40A:4-45.3(00))						
General Liability	256,000.00	256,000.00	256,000.00			
Workers Compensation	334,000.00	334,000.00	334,000.00			
Employee Group Health	1,543,260.00	1,543,260.00	1,176,739.59	3,858.88	362,661.53	
Health Benefit Waiver	52,000.00	52,000.00	43,249.94		8,750.06	
Department of Public Safety						
Division of Police:						
Police						
Salaries and Wages	4,046,000.00	4,046,000.00	3,568,562.97		477,437.03	
Other Expenses	501,400.00	501,400.00	262,616.76	237,082.08	1,701.16	
School Traffic Guards						
Salaries and Wages	121,000.00	121,000.00	111,746.06		9,253.94	
Other Expenses	1,500.00	1,500.00	1,499.04		0.96	
Office of Emergency Management						
Salaries and Wages	5,400.00	5,400.00	5,355.96		44.04	
Other Expenses	2,500.00	2,500.00			2,500.00	
Municipal Prosecutor						
Other Expenses	22,000.00	22,000.00	19,155.50	2,524.50	320.00	
Division of Roads and Public Property:						
Streets and Roads						
Salaries and Wages	1,226,096.00	1,226,096.00	1,137,642.59		88,453.41	
Other Expenses	162,600.00	162,600.00	127,246.72	14,890.55	20,462.73	

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D):						
Department of Public Works						
Solid Waste and Recycling						
Salaries and Wages	$ 176,738.00	$ 176,738.00	$ 166,959.93		$ 9,778.07	
Other Expenses	33,500.00	33,500.00	30,389.16		3,110.84	
Solid Waste Collection	960,000.00	985,000.00	809,555.09	$ 165,523.52	9,921.39	
Public Buildings and Grounds						
Other Expenses	189,700.00	189,700.00	163,258.76	22,068.15	4,373.09	
Community Services Act - P.L. 2000 Chapter 26:						
Solid Waste Service to Apartments						
Collection	250,000.00	225,000.00	119,592.27		105,407.73	
Disposal	185,000.00	185,000.00	53,691.85		131,308.15	
Snow Removal	40,000.00	40,000.00	40,000.00			
Department of Health						
Division of Health:						
Salaries and Wages	71,400.00	71,400.00	67,945.90		3,454.10	
Other Expenses	700.00	700.00	296.28		403.72	
Dog Regulation:						
Other Expenses	16,000.00	16,000.00	8,214.46		7,785.54	
Division of Parks and Recreation:						
Recreation Committee						
Salaries and Wages	12,890.00	12,890.00	7,468.00		5,422.00	
Other Expenses	82,000.00	82,000.00	54,752.47	100.00	27,147.53	
Utility Purchases and Bulk Purchases						
Electricity/Gas	210,000.00	210,000.00	207,083.02		2,916.98	
Street Lighting	240,000.00	240,000.00	224,976.92		15,023.08	
Telephone	56,000.00	56,000.00	43,472.42		12,527.58	
Water	50,000.00	75,000.00	53,992.82		21,007.18	
Gasoline	200,000.00	200,000.00	93,116.48		106,883.52	
Traffic Lights	42,000.00	42,000.00	22,155.89		19,844.11	
Landfill/Solid Waste Disposal Costs						
Disposal Costs	660,000.00	660,000.00	606,043.21		53,956.79	

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Canceled
OPERATIONS--WITHIN "CAPS" (CONT'D):						
Court and Public Defender						
Municipal Court						
Salaries and Wages	$ 176,000.00	$ 176,000.00	$ 171,018.59		$ 4,981.41	
Other Expenses	18,400.00	18,400.00	11,401.02		6,998.98	
Public Defender (P.L. 1997, C.256)						
Other Expenses	7,165.00	7,165.00			7,165.00	
State Uniform Construction Code:						
Construction Official						
Salaries and Wages	330,084.00	330,084.00	280,718.66		49,365.34	
Other Expenses	42,550.00	42,550.00	17,394.95	$ 670.38	24,484.67	
Unclassified						
Green Team						
Other Expenses	17,500.00	17,500.00	3,908.21		13,591.79	
Accumulated Absences	30,000.00	30,000.00	30,000.00			
Salary and Wage Adjustments	25,000.00	25,000.00			25,000.00	
Total Operations--Within "CAPS"	14,037,929.00	14,037,929.00	11,280,319.33	584,962.55	2,172,647.12	$ -
Contingent	5,000.00	5,000.00	-	-	5,000.00	-
Total Operations Including Contingent--Within "CAPS"	14,042,929.00	14,042,929.00	11,280,319.33	584,962.55	2,177,647.12	-
Detail:						
Salaries and Wages	7,000,504.00	6,975,504.00	6,152,467.87	-	823,036.13	-
Other Expenses	7,042,425.00	7,067,425.00	5,127,851.46	584,962.55	1,354,610.99	-

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
DEFERRED CHARGES AND STATUTORY EXPENDITURES MUNICIPAL--WITHIN "CAPS"						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	$ 250,000.00	$ 250,000.00	$ 247,710.00		$ 2,290.00	
Social Security System (O.A.S.I.)	526,000.00	526,000.00	466,222.99		59,777.01	
Police and Firemen's Retirement System	1,009,975.00	1,009,975.00	1,009,971.33		3.67	
Defined Contribution Retirement Program	5,000.00	5,000.00	3,387.25		1,612.75	
Unemployment Compensation Insurance	1,000.00	1,000.00	199.50		800.50	
Total Deferred Charges and Statutory Expenditures--Municipal--Within "CAPS"	1,791,975.00	1,791,975.00	1,727,491.07	$ -	64,483.93	$ -
Total General Appropriations for Municipal Purposes Within--"CAPS"	15,834,904.00	15,834,904.00	13,007,810.40	584,962.55	2,242,131.05	-
OPERATIONS EXCLUDED FROM "CAPS"						
Statutory Expenditures:						
SFSP Fire District Payment	5,162.00	5,162.00	5,162.00			
Length of Service Awards Program	16,000.00	16,000.00	7,100.00		8,900.00	
Landfill Recycling Fees	25,000.00	25,000.00	17,536.41		7,463.59	
NJDEP Stormwater Permit	35,000.00	35,000.00			35,000.00	
Health Insurance	174,840.00	174,840.00	174,840.00			
Public and Private Programs Off-Set by Revenues						
National Opioid Settlement	88,303.73	88,303.73	88,303.73			
Safe and Secure Communities Program	57,385.00	57,385.00	57,385.00			
Body Armor Replacement Fund	2,446.53	2,446.53	2,446.53			
N.J.S.A. 40A:4-87:						
Municipal Aid		228,480.00	228,480.00			
Recycling Tonnage Grant		88,246.48	88,246.48			
Occupant Retention		7,000.00	7,000.00			
Clean Communities Grant		43,467.58	43,467.58			
Sustainable Jersey		2,000.00	2,000.00			
Municipal Alcohol Education/Rehabilitation Program		3,301.32	3,301.32			
Total Operations--Excluded from "CAPS"	404,137.26	776,632.64	725,269.05	-	51,363.59	-

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS EXCLUDED FROM "CAPS" (CONT'D):						
Detail:						
Salaries and Wages	$ -	$ -	$ -	$ -	$ -	$ -
Other Expenses	404,137.26	776,632.64	725,269.05	-	51,363.59	-
CAPITAL IMPROVEMENTS--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	200,000.00	200,000.00	200,000.00	-	-	-
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	1,314,000.00	1,314,000.00	1,313,800.00			200.00
Payment of Bond Anticipation Notes and Capital Notes						
Interest on Bonds	375,000.00	375,000.00	374,682.06			317.94
Interest on Notes						
Total Municipal Debt Service--Excluded from "CAPS"	1,689,000.00	1,689,000.00	1,688,482.06	-	-	517.94
DEFERRED CHARGES -- MUNICIPAL -- EXCLUDED FROM "CAPS"						
Deferred Charges:						
Ordinance 2018-06	26,399.55	26,399.55	26,399.55			
Ordinance 2018-13	18,100.00	18,100.00	18,100.00			
Ordinance 2021-11	68,754.46	68,754.46	68,754.46			
Ordinance 2022-04	31,245.54	31,245.54	31,245.54			
Total Deferred Charges--Excluded from "CAPS"	144,499.55	144,499.55	144,499.55	-	-	-
Total General Appropriations for Municipal Purposes--Excluded from "CAPS"	2,437,636.81	2,810,132.19	2,758,250.66	-	51,363.59	517.94
Subtotal General Appropriations (Brought Forward)	$ 18,272,540.81	$ 18,645,036.19	$ 15,766,061.06	$ 584,962.55	$ 2,293,494.64	$ 517.94

(Continued)

TOWNSHIP OF DELRAN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
Subtotal General Appropriations (Carried Forward)	$ 18,272,540.81	$ 18,645,036.19	$ 15,766,061.06	$ 584,962.55	$ 2,293,494.64	$ 517.94
Reserve for Uncollected Taxes	2,107,459.19	2,107,459.19	2,107,459.19	-	-	-
Total General Appropriations	$ 20,380,000.00	$ 20,752,495.38	$ 17,873,520.25	$ 584,962.55	$ 2,293,494.64	$ 517.94

Adopted Budget	$ 20,380,000.00	
Appropriated by N.J.S.A. 40A:4-87	372,495.38	
	$ 20,752,495.38	
Reserve for Federal, State and Local Grants--Appropriated		$ 520,630.64
Due to Trust Other Fund		26,930.14
Due to General Capital Fund		144,499.55
Reserve for Uncollected Taxes		2,107,459.19
Payroll and Related Deductions Payable		7,879,958.94
Disbursed		7,194,041.79
		$ 17,873,520.25

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

TOWNSHIP OF DELRAN
TRUST FUND
Balance Sheet -- Regulatory Basis
As of December 31, 2025 and 2024

	2025	2024
ASSETS		
Animal Control:		
Cash--Treasurer	$ 27,007.62	$ 19,844.98
Change Fund--Township Clerk	100.00	100.00
	27,107.62	19,944.98
Open Space:		
Cash--Treasurer	1,002,741.73	1,301,398.31
Due from Current Fund	1,441,551.59	968,669.59
	2,444,293.32	2,270,067.90
Length of Service Award Program:		
Investments - Length of Service Awards Program	886,472.31	820,370.28
Due from Current Fund	5,892.07	
	892,364.38	820,370.28
Other:		
Cash--Treasurer	3,873,985.94	3,815,776.78
Accounts Receivable - Outside Police Employment	57.50	59,792.50
Due from Current Fund	143,032.50	141,402.69
Due from Sewer Utility Operating Fund	3,000.00	3,000.00
	4,020,075.94	4,019,971.97
	$ 7,383,841.26	$ 7,130,355.13
LIABILITIES AND RESERVES		
Animal Control:		
Due to Current Fund	$ 13,645.42	$ 5,859.88
Due to State of NJ	2.40	
Reserve for Encumberances		1,565.00
Reserve for Animal Control	13,459.80	12,520.10
	27,107.62	19,944.98
Open Space:		
Reserve for Open Space	2,426,293.32	2,155,767.90
Reserve for Payment of Debt	18,000.00	114,300.00
	2,444,293.32	2,270,067.90

(Continued)

TOWNSHIP OF DELRAN
TRUST FUND
Balance Sheet -- Regulatory Basis
As of December 31, 2025 and 2024

	2025	2024
LIABILITIES AND RESERVES (CONT'D)		
Length of Service Award Program:		
Due to Current Fund		$ 1,207.93
Reserve Length of Service Awards Program	$ 892,364.38	819,162.35
	892,364.38	820,370.28
Other:		
Accounts Payable	80,947.82	109,380.12
Prepaid Outside Police Employement	45,925.00	69,794.60
Reserve for Miscellaneous Trust Reserves:		
Street Opening Deposits	79,515.17	60,421.45
New Jersey Unemployment Insurance	34,100.57	43,790.55
Planning Escrow Fund Deposits	1,256,235.59	1,134,538.53
Affordable Housing Trust Funds	1,343,825.72	1,300,348.99
Public Defender Fees	9,000.00	6,093.75
Credit Card Program	7,619.60	7,619.60
Parking Offense Adjudication Act	922.00	908.00
Tax Sale Premiums	368,800.00	446,200.00
Delran Day Donations	10,938.64	10,938.64
Delran Events	1,093.55	394.51
Deposits for Redemption of Tax Sale Certificates	3,054.20	101,159.40
Performance/ Maintenance Escrows	15,197.72	15,197.72
Police Emergency Service Equipment	1,555.47	1,555.47
Special Law Enforcement	17,068.91	16,677.26
Bike Patrol	8,190.06	8,190.06
Jake's Place	888.30	888.30
Storm Recovery	242,425.49	222,892.89
Accumulated Absences	452,721.03	422,721.03
Multiple-Dwelling Security Deposits	14,626.39	14,626.39
Kenneth Johnston Memorial Fund	319.23	319.23
Police Unclaimed Funds	5,289.93	5,289.93
Trees of Honor	1,404.67	1,674.67
Lead Based Paint	7,000.00	6,940.00
Easter Egg Hunt	76.88	76.88
Community Park Donations	9,534.00	9,534.00
Mayor's Great Grill Off	1,800.00	1,800.00
	4,020,075.94	4,019,971.97
	$ 7,383,841.26	$ 7,130,355.13

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF DELRAN
TRUST FUND - OPEN SPACE
Statements of Operations and Changes in Reserve for Future Use -- Regulatory Basis
For the Years Ended December 31, 2025 and 2024

	2025	2024
REVENUE REALIZED:		
Amount to be Raised by Taxation	$ 400,000.00	$ 400,000.00
Interest Income	31,753.36	
Reserve for Payment of Debt	114,300.00	
Reserve Funds	2,155,700.00	42,714.71
Total Income	2,701,753.36	442,714.71
EXPENDITURES:		
Budget Appropriations:		
Debt Service	255,323.19	254,512.84
Reserve for Future Use	20,204.75	8,823.25
Total Expenditures	275,527.94	263,336.09
Excess - Reserve for Future Use	2,426,225.42	179,378.62
RESERVE FOR FUTURE USE:		
Balance Jan. 1	2,155,767.90	1,976,389.28
	4,581,993.32	2,155,767.90
Decreased by:		
Utilized as Revenue	2,155,700.00	-
Balance Dec. 31	$ 2,426,293.32	$ 2,155,767.90

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF DELRAN
TRUST FUND - OPEN SPACE
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2025

	Modified Budget	Realized	Excess
Amount to be Raised by Taxation	$ 400,000.00	$ 400,000.00	
Interest Income	30,000.00	31,753.36	$ 1,753.36
Reserve for Payment of Debt	114,300.00	114,300.00	
Reserve Funds	2,155,700.00	2,155,700.00	
	$ 2,700,000.00	$ 2,701,753.36	$ 1,753.36

Reference

Analysis of Realized Revenues

Amount to be Raised by Taxation:	
Current Year Levy -- Due from Current Fund	$ 400,000.00

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

TOWNSHIP OF DELRAN
TRUST FUND - OPEN SPACE
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2025

	Budget	Budget After Modification	Paid or Charged	Unexpended Balance Canceled
Debt Service:				
Payment of Bond Principal	$ 148,081.75	$ 221,200.00	$ 221,200.00	
Interest on Bonds	34,620.00	34,620.00	34,123.19	$ 496.81
Reserve for Future Use	2,517,298.25	2,444,180.00	20,204.75	2,423,975.25
	$ 2,700,000.00	$ 2,700,000.00	$ 275,527.94	$ 2,424,472.06
Disbursed			$ 275,527.94	

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

TOWNSHIP OF DELRAN
GENERAL CAPITAL FUND
Balance Sheet -- Regulatory Basis
As of December 31, 2025 and 2024

ASSETS	2025	2024 (Restated)
Cash	$ 1,772,619.32	$ 3,095,473.23
Accounts Receivable	1,151,260.00	2,069,900.00
Due from Federal, State and Local Grant Fund	1,076,344.76	847,864.76
Deferred Charges to Future Taxation:		
Funded	11,850,000.00	13,385,000.00
Unfunded	5,930,660.00	1,836,254.83
	$ 21,780,884.08	$ 21,234,492.82
LIABILITIES, RESERVES AND FUND BALANCE		
Serial Bonds Payable	$ 11,850,000.00	$ 13,385,000.00
Due to Current Fund	384,129.22	8,623.85
Improvement Authorizations:		
Funded	2,309,886.37	4,434,358.87
Unfunded	2,182,325.32	1,394,589.81
Contracts Payable	4,063,659.96	743,538.07
Capital Improvement Fund	105,297.32	142,437.32
Reserves for:		
Preliminary Expenses	1,249.94	1,249.94
Payment of Bonds and Notes	779,562.42	859,465.48
Facilities--Delran Harbor	15,000.00	15,000.00
Generator	20,000.00	20,000.00
Traffic Improvements	15,000.00	15,000.00
Capital Improvements	33,023.53	45,294.15
Storm Sewer Maintenance	21,750.00	21,750.00
Fund Balance		148,185.33
	$ 21,780,884.08	$ 21,234,492.82

There were bonds and notes authorized but not issued on December 31, 2025 totaling $5,930,660.00 and 2024 totaling $1,836,254.83.

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF DELRAN
GENERAL CAPITAL FUND
Statement of Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	148,185.33
Increased by:		
Cancelled Improvement Authorizations		101,814.67
		250,000.00
Decreased by:		
Ordinance 2025-05		250,000.00
Balance Dec. 31, 2025	$	-

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

TOWNSHIP OF DELRAN
SEWER UTILITY FUND
Balance Sheet -- Regulatory Basis
As of December 31, 2025 and 2024

ASSETS	2025	2024
Operating Fund:		
Cash--Treasurer	$ 5,860,662.88	$ 8,459,776.04
Change Fund--Collector	200.00	200.00
Due from Sewer Utility Capital Fund	3,423,879.49	372,331.53
	9,284,742.37	8,832,307.57
Receivables with Full Reserves:		
Consumer Accounts Receivable	883,562.65	881,403.27
Total Operating Fund	10,168,305.02	9,713,710.84
Capital Fund:		
Cash--Treasurer	1,134,405.62	2,490,003.11
Fixed Capital	19,585,097.14	19,144,932.27
Fixed Capital Authorized and Uncompleted	26,478,252.50	22,552,071.39
Total Capital Fund	47,197,755.26	44,187,006.77
	$ 57,366,060.28	$ 53,900,717.61

(Continued)

TOWNSHIP OF DELRAN
SEWER UTILITY FUND
Balance Sheet -- Regulatory Basis
As of December 31, 2025 and 2024

LIABILITIES, RESERVES AND FUND BALANCES	2025	2024
Operating Fund:		
Liabilities:		
Appropriation Reserves	$ 881,778.09	$ 816,425.90
Reserve for Encumbrances	1,129,451.63	625,631.16
Accounts Payable	286,191.18	80,792.43
Due to Current Fund	96,987.25	88,053.07
Due to Trust--Other Fund	3,000.00	3,000.00
Prepaid Connection Fees	63,342.80	67,355.20
Sewer Rent Prepayments	5,928.47	18,652.42
Accrued Interest on Notes and Loans	13,639.59	14,306.26
Developer's Escrow Deposits	61,839.39	51,243.19
	2,542,158.40	1,765,459.63
Reserves for Receivables	883,562.65	881,403.27
Fund Balance	6,742,583.97	7,066,847.94
Total Operating Fund	10,168,305.02	9,713,710.84
Capital Fund:		
Improvement Authorizations:		
Funded	3,163,652.25	4,186,205.68
Unfunded	8,755,280.26	8,616,166.50
Contracts Payable and Encumbrances	5,507,332.24	4,664,692.04
Reserve for Amortization	19,127,997.44	19,259,558.82
NJ Environmental Trust Loan Payable	1,807,099.70	1,959,252.00
Due to Sewer Utility Operating Fund	3,423,879.49	372,331.53
Deferred Reserve for Amortization	4,065,252.50	4,715,702.50
Reserve to Pay Debt	607,408.14	
Capital Improvement Fund	325,000.00	325,000.00
Fund Balance	414,853.24	88,097.70
Total Capital Fund	47,197,755.26	44,187,006.77
	$ 57,366,060.28	$ 53,900,717.61

There were bonds and notes authorized but not issued on December 31, 2025 totaling $21,063,000.00 and 2024 totaling $15,762,490.34.

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF DELRAN
SEWER UTILITY FUND
Statements of Operations and Changes in Fund Balance--Regulatory Basis
For the Years Ended December 31, 2025 and 2024

Revenue and Other Income Realized	2025	2024
Surplus Utilized	$ 930,000.00	$ 920,000.00
Rents	3,924,412.47	3,920,052.35
Miscellaneous	427,166.21	451,784.63
Non-Budget Revenue	39,316.80	201,187.40
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	310,566.60	1,093,300.54
Total Income	5,631,462.08	6,586,324.92
Expenditures		
Operating	3,487,285.00	3,376,000.00
Capital Improvements	1,133,000.00	795,000.00
Debt Service	190,726.05	194,105.96
Deferred Charges and Statutory Expenditures	214,715.00	213,000.00
Total Expenditures	5,025,726.05	4,578,105.96
Statutory Excess to Fund Balance	605,736.03	2,008,218.96
Fund Balance		
Balance Jan. 1	7,066,847.94	5,978,628.98
	7,672,583.97	7,986,847.94
Decreased by:		
Utilization by Sewer Operating Budget	930,000.00	920,000.00
Balance Dec. 31	$ 6,742,583.97	$ 7,066,847.94

The accompanying Notes to Financial Statements are an integral part of these statements.

TOWNSHIP OF DELRAN
SEWER UTILITY OPERATING FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2025

	Anticipated Budget	Realized	Excess
Surplus Utilized	$ 930,000.00	$ 930,000.00	
Rents	3,800,000.00	3,924,412.47	$ 124,412.47
Miscellaneous	250,000.00	360,664.33	110,664.33
Interest on Delinquents	50,000.00	66,501.88	16,501.88
Budget Totals	5,030,000.00	5,281,578.68	251,578.68
Non-Budget Revenue	-	39,316.80	39,316.80
	$ 5,030,000.00	$ 5,320,895.48	$ 290,895.48

Analysis of Realized Revenue:

Rents:	
Consumer Accounts Receivable:	
Collected	$ 3,905,760.05
Overpayments Applied	18,652.42
	$ 3,924,412.47

Analysis of Miscellaneous Revenue:

Interest on Investments:	
Collected in Sewer Utility Operating Fund	$ 211,858.85
Other - Miscellaneous	97,257.52
	309,116.37
Interest on Investments:	
Collected in Sewer Utility Capital Fund	51,547.96
	$ 360,664.33

Analysis of Non-Budget Revenue:

Prepaid Connection Fees Realized	$ 39,316.80

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

TOWNSHIP OF DELRAN
SEWER UTILITY OPERATING FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2025

	Appropriations		Expended			
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Cancelled
Operating:						
Salaries and Wages	$ 955,000.00	$ 955,000.00	$ 941,990.25		$ 13,009.75	
Other Expenses	2,532,285.00	2,532,285.00	1,573,337.17	$ 386,410.88	572,536.95	
Total Operating	3,487,285.00	3,487,285.00	2,515,327.42	386,410.88	585,546.70	$ -
Capital Improvements:						
Various Capital Improvements	1,133,000.00	1,133,000.00	123,959.75	743,040.75	265,999.50	-
Debt Service:						
Principal & Interest on Loans	195,000.00	195,000.00	190,726.05	-	-	4,273.95
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	140,000.00	140,000.00	140,000.00			
Social Security System (O.A.S.I)	71,715.00	71,715.00	44,483.11		27,231.89	
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et seq.)	3,000.00	3,000.00			3,000.00	
Total Deferred Charges and Statutory Expenditures	214,715.00	214,715.00	184,483.11	-	30,231.89	-
Total	$ 5,030,000.00	$ 5,030,000.00	$ 3,014,496.33	$ 1,129,451.63	$ 881,778.09	$ 4,273.95

Accrued Interest	$ 35,314.59
Disbursed	2,979,181.74
	$ 3,014,496.33

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

TOWNSHIP OF DELRAN
SEWER UTILITY CAPITAL FUND
Statement of Fund Balance -- Regulatory Basis
For the Year Ended December 31, 2025

Balance Dec. 31, 2024	$	88,097.70
Increased by:		
Cancellation: Ordinance 2014-15 / 2017-04		326,755.54
Balance Dec. 31, 2025	$	414,853.24

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

TOWNSHIP OF DELRAN
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts--Regulatory Basis
For the Year Ended December 31, 2025

	Balance Dec. 31, 2024	Additions	Deletions	Balance Dec. 31, 2025
General Fixed Assets:				
Land and Land Improvements	$ 6,142,601.00	$ 563,524.00		$ 6,706,125.00
Building	8,605,039.00			8,605,039.00
Equipment and Vehicles	6,554,286.55	879,358.45		7,433,645.00
Total General Fixed Assets	$ 21,301,926.55	$ 1,442,882.45	$ -	$ 22,744,809.00
Total Investment in General Fixed Assets	$ 21,301,926.55	$ 1,442,882.45	$ -	$ 22,744,809.00

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Delran ("Township") was incorporated in 1880 and is located in Burlington County, New Jersey approximately fifteen miles from the City of Philadelphia. According to the 2020 census, the population is 17,882.

The Township has a Mayor-Council form of government known as the Mayor-Council Plan D under the Optional Municipal Charter Law of 1960, popularly known as the Faulkner Act. The Mayor and two Council members are elected at large and three Council members are elected by ward. All members serve four-year terms.

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

In accordance with the *Requirements,* the Township of Delran accounts for its financial transactions through the use of separate funds and an account group which are described as follows:

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

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

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

Sewer Utility Operating and Capital Funds - The Sewer Utility Operating and Capital Funds account for the operations and acquisition of capital facilities of the municipally owned Sewer operations.

General Fixed Asset Group of Accounts - The general fixed asset group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other governmental funds.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded. Investments recorded in the trust fund for the Township's length of service awards program, however, are stated at fair value.

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

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

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General Fixed Assets - Accounting for Governmental Fixed Assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR Part 200), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of $5,000.00, the maximum amount allowed by the Uniform Guidance. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Township's basic financial statements.

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

Utility Fixed Assets - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment, improvements, and contributed capital.

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

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 fund represent amounts available for anticipation as revenue in future year's budgets, with certain restrictions.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

School Taxes - The Township is responsible for levying, collecting and remitting school taxes for the Township of Delran School District. Operations is 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 Township is responsible for levying, collecting and remitting county taxes for the County of Burlington. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Fire District Taxes - The Township is responsible for levying, collecting, and remitting Fire District Taxes for the Township of Delran Fire District. Operations is charged for the full amount required to be raised from taxation to operate the Fire District for the period from January 1 to December 31.

Open Space Fund - In 2005, the Township established an Open Space Trust Fund as a result of a referendum passed in the general election in November 2004, which was subsequently extended in November 2021.

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 immediately preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

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

Appropriations for principal 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Impact of Recently Issued Accounting Principles

Recently Issued Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) has issued the following statements that have an effective date that may affect future financial presentations:

The GASB issued Statement No. 103, *Financial Reporting Model Improvements* in April 2024. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not yet determined the impact of this Statement on the financial statements.

The GASB issued Statement No. 104, *Disclosure of Certain Capital Assets* in September 2024. The objective of this Statement is to provide users of governmental financial statements with essential information about certain types of capital assets, other intangible assets and assets held for sale. The requirements of this Statement are effective for periods beginning after June 15, 2025, and all reporting periods thereafter. Management has not yet determined the impact of this Statement on the financial statements.

Statement No. 105, *Subsequent Events*. The objective of this Statement is to improve financial reporting requirements for subsequent events. The purposes of the improvements are to (a) clarify the subsequent events time frame and the subsequent events that constitute recognized and non-recognized events and (b) specifying the information items that are required to be disclosed about subsequent events. The Statement will become effective for the Township in the year ending December 31, 2027. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the Township.

NOTE 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first $250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not

NOTE 2: CASH AND CASH EQUIVALENTS (Continued)

protect intermingled trust funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of December 31, 2025, the Township's bank balances of $32,329,023.32 were exposed to custodial credit risk as follows:

Insured by FDIC	$ 500,000.00
Insured by GUDPA	29,910,099.23
Uninsured and Uncollateralized	1,918,924.09
Total	$ 32,329,023.32

NOTE 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	2025	2024	2023	2022	2021
Apportionment of Tax Rate:					
Municipal	$ 0.790	$ 0.790	$ 0.790	$ 0.790	$ 0.790
Municipal Open Space	0.027	0.028	0.028	0.022	0.022
County & County Library	0.513	0.475	0.453	0.426	0.425
County Open Space Preservation Trust Fund	0.058	0.052	0.034	0.031	0.023
Local School	2.457	2.471	2.470	2.461	2.474
Special District Rates:					
Fire District	0.160	0.160	0.165	0.159	0.157
Tax Rate	$ 4.005	$ 3.976	$ 3.940	$ 3.889	$ 3.891

Assessed Valuation

Year	Assessed Valuation
2025	$ 1,497,191,461.00
2024	1,468,617,246.00
2023	1,436,142,273.00
2022	1,434,784,687.00
2021	1,427,628,287.00

NOTE 3: PROPERTY TAXES (Continued)

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

Comparison of Tax Levies and Collections

Year	Tax Levy	Collections	Percentage of Collections
2025	$ 60,198,546.46	$ 59,310,528.21	98.52%
2024	59,363,509.57	58,625,417.69	98.76%
2023	57,499,259.32	56,768,125.58	98.73%
2022	56,216,232.50	55,607,514.08	98.92%
2021	55,677,559.80	54,943,411.71	98.68%

Delinquent Taxes and Tax Title Liens

Year	Tax Title Liens	Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2025	$ 332,038.93	$ 772,533.93	$ 1,104,572.86	1.83%
2024	307,508.27	605,353.80	912,862.07	1.54%
2023	283,155.29	627,886.37	911,041.66	1.58%
2022	259,022.72	505,600.12	764,622.84	1.36%
2021	235,557.47	682,863.53	918,421.00	1.65%

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

Year	Number of Tax Title Liens Receivable
2025	12
2024	12
2023	12
2022	12
2021	12

NOTE 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

Year	Amount
2025	$ 156,800.00
2024	156,800.00
2023	156,800.00
2022	282,015.00
2021	282,015.00

NOTE 5: SEWER UTILITY SERVICE CHARGES

The following is a five-year comparison of sewer utility service charges (rents) for the current and previous four years:

Year	Receivable Balance as of January 1	Levy	Total	Collections	Percentage of Collection
2025	$ 881,403.27	$ 3,993,073.73	$ 4,874,477.00	$ 3,990,914.35	81.87%
2024	884,339.22	3,978,357.02	4,862,696.24	3,981,292.97	81.87%
2023	873,219.45	3,960,830.05	4,834,049.50	3,949,870.36	81.71%
2022	839,148.35	3,817,513.64	4,656,661.99	3,783,442.54	81.25%
2021	847,992.25	3,840,170.00	4,688,162.25	3,849,013.90	82.10%

Note 6: FUND BALANCES APPROPRIATED

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets:

Year	Balance Dec. 31	Utilized In Budget of Succeeding Year	Percentage of Fund Balance Used
Current Fund			
2025	$ 11,118,602.64	$ 5,227,000.00	47.01%
2024	12,847,128.02	5,000,000.00	38.92%
2023	11,806,899.13	4,900,000.00	41.50%
2022	10,828,628.18	4,474,400.00	41.32%
2021	9,993,978.34	4,345,800.00	43.48%
Sewer Utility Operating Fund			
2025	$ 6,742,583.97	$ 810,000.00	12.01%
2024	7,066,847.94	930,000.00	13.16%
2023	5,978,628.98	920,000.00	15.39%
2022	4,390,384.12	487,000.00	11.09%
2021	5,467,214.19	2,685,000.00	49.11%

NOTE 7: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2025:

Fund	Interfunds Receivables	Interfunds Payable
Current Fund	$ 494,761.89	$ 3,741,558.24
Federal, State and Local Grant Fund	2,151,082.08	1,076,344.76
Trust Fund - Animal		13,645.42
Trust Fund - Open Space	1,441,551.59	
Trust Fund - LOSAP	5,892.07	
Trust Fund - Other	146,032.50	
General Capital Fund	1,076,344.76	384,129.22
Sewer Utility Operating Fund	3,423,879.49	99,987.25
Sewer Utility Capital Fund		3,423,879.49
	$ 8,739,544.38	$ 8,739,544.38

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2026, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

NOTE 8: PENSION PLANS

A substantial number of the Township's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System (“PERS”) and the Police and Firemen’s Retirement System (“PFRS”), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Township employees participate in the Defined Contribution Retirement Program (“DCRP”), which is a defined contribution pension plan. This Plan is administered by Empower for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. As a local participation employer of these pension plans, the Township is referred to as “Employer” throughout this Note. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans’ fiduciary net position which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
https://www.state.nj.us/treasury/pensions/financial-reports.shtml

General Information about the Pension Plans

Plan Descriptions

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS’ designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Employer, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction’s pension fund. The PERS’ Board of Trustees is primarily responsible for the administration of the PERS.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Plan Descriptions (Cont'd)

Police and Firemen's Retirement System - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS' designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Employer. The PFRS' Board of Trustees is primarily responsible for the administration of the PFRS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of P.L. 2007, c. 92 and P.L. 2007, c. 103, and expanded under the provisions of P.L. 2008, c. 89 and P.L. 2010, c. 1. The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are state or local officials who are elected or appointed on or after July 1, 2007; employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least $5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least $5,000.00 annually.

Vesting and Benefit Provisions

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. The PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

The following represents the membership tiers for PERS:

Tier	Definition
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit are available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit are available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Vesting and Benefit Provisions (Cont'd)

Police and Firemen's Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier	Definition
1	Members who were enrolled prior to May 22, 2010
2	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
3	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 7.50% of base salary. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:15A, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. One of such legislation, which legally obligates the State, is Chapter 133, P.L. 2001. This legislation increased the accrual rate from 1/60 to 1/55. In addition, it lowered the age required for a veteran benefit equal to 1/55 of highest 12-month compensation for each year of service from 60 to 55. Chapter 133, P.L. 2001 also established the Benefit Enhancement Fund (BEF) to fund the additional annual employer normal contribution due to the State's increased benefits. If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Contributions (Cont'd)

Public Employees' Retirement System (Cont'd) - *Special Funding Situation Component (Cont'd)* - The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Employer's contractually required contribution rate for the year ended December 31, 2025 was 13.46% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2025 is $380,283.00, and is payable by April 1, 2026. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2024, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2024 was $387,710.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025 were $213,861.25.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, under Chapter 133, P.L. 2001, for the year ended December 31, 2025 was .42% of the Employer's covered payroll.

Based on the most recent PERS measurement date of June 30, 2025, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2025 was $11,775.00. For the prior year measurement date of June 30, 2024, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2024 was $12,482.00.

Police and Firemen's Retirement System - The contribution policy for PFRS is set by N.J.S.A 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 10.0% of base salary. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Contributions (Cont'd)

Police and Firemen's Retirement System (Cont'd) - The Employer's contractually required contribution rate for the year ended December 31, 2025 was 38.60% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2025, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2025 is $1,119,096.00, and is payable by April 1, 2026. Due to the basis of accounting described in Note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2024, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2024 was $953,504.00, which was paid on April 1, 2025.

Employee contributions to the Plan for the year ended December 31, 2025 were $292,249.40.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, for the year ended December 31, 2025 was 6.52% of the Employer's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2025, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2025 was $189,006.00, and is payable by April 1, 2026. For the prior year measurement date of June 30, 2024, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2024 was $161,447.00, which was paid on April 1, 2025.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Employer contributes 3% of the employees' base salary, for each pay period.

For the year ended December 31, 2025, employee contributions totaled $4,600.26, and the Employer's contributions were $3,387.25. There were no forfeitures during the year.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Public Employees' Retirement System

Pension Liability - As of December 31, 2025, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The Employer's proportionate share of the PERS net pension liability was $3,427,014.00. The net pension liability was measured as of June 30, 2025 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2025. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2025 measurement date, the Employer's proportion was .0278649615%, which was a decrease of .0006277384% from its proportion measured as of June 30, 2024.

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Public Employees' Retirement System (Cont'd)

Pension (Benefit) Expense - For the year ended December 31, 2025, the Employer's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2025 measurement date was ($13,388.00). This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1; however, as previously mentioned, for the year ended December 31, 2025, the Employer's contribution to PERS was $387,710.00, and was paid on April 1, 2025.

For the year ended December 31, 2025, the State's proportionate share of the PERS pension (benefit) expense, associated with the Employer, under Chapter 133, P.L. 2001, calculated by the Plan as of the June 30, 2025 measurement date, was $11,775.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1.

Police and Firemen's Retirement System

Pension Liability - As of December 31, 2025, the Employer's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Employer's Proportionate Share of Net Pension Liability	$ 7,855,247.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	1,594,594.00
	$ 9,449,841.00

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2025. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2025 measurement date, the Employer's proportion was .0783250600%, which was an increase of .0093923800% from its proportion measured as of June 30, 2024. Likewise, at June 30, 2025, the State of New Jersey's proportion, on-behalf of the Employer, was .0783250600%, which was an increase of .0093923800% from its proportion, on-behalf of the Employer, measured as of June 30, 2024.

Pension (Benefit) Expense - For the year ended December 31, 2025, the Employer's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2025 measurement date was $311,425.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1; however, as previously mentioned, for the year ended December 31, 2025, the Employer's contribution to PFRS was $953,504.00, and was paid on April 1, 2025.

For the year ended December 31, 2025, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Employer, calculated by the Plan as of the June 30, 2025 measurement date, was $189,006.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in Note 1.

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2025, the Employer had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	$ 97,711.00	$ 643,554.00	$ 741,265.00	$ 3,662.00	$ 149,296.00	$ 152,958.00
Changes of Assumptions	541.00	392,918.00	393,459.00	39,482.00	99,306.00	138,788.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	-	-	285,768.00	384,809.00	670,577.00
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	12,861.00	871,489.00	884,350.00	602,424.00	951,555.00	1,553,979.00
Employer's Contributions Subsequent to the Measurement Date	190,142.00	559,548.00	749,690.00	-	-	-
	$ 301,255.00	$ 2,467,509.00	$ 2,768,764.00	$ 931,336.00	$ 1,584,966.00	$ 2,516,302.00

Deferred outflows of resources in the amounts of $190,142.00 and $559,548.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2026. These amounts were based on an estimated April 1, 2026 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2025 to the Employer's year end of December 31, 2025.

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - The Employer will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	PERS		PFRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2020	5.16	-	5.90	-
June 30, 2021	-	5.13	-	6.17
June 30, 2022	-	5.04	6.22	-
June 30, 2023	5.08	-	6.16	-
June 30, 2024	5.08	-	6.09	-
June 30, 2025	5.15	-	5.86	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2020	-	5.16	-	5.90
June 30, 2021	5.13	-	6.17	-
June 30, 2022	-	5.04	-	6.22
June 30, 2025	-	5.15	5.86	-
Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2021	-	5.00	-	5.00
June 30, 2022	5.00	-	5.00	-
June 30, 2023	-	5.00	-	5.00
June 30, 2024	-	5.00	-	5.00
June 30, 2025	-	5.00	-	5.00
Changes in Proportion				
Year of Pension Plan Deferral:				
June 30, 2020	5.16	5.16	5.90	5.90
June 30, 2021	5.13	5.13	6.17	6.17
June 30, 2022	5.04	5.04	6.22	6.22
June 30, 2023	5.08	5.08	6.16	6.16
June 30, 2024	5.08	5.08	6.09	6.09
June 30, 2025	5.15	5.15	5.86	5.86

Note 8: PENSION PLANS (CONT'D)

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

Year Ending Dec 31,	PERS	PFRS	Total
2026	$ (185,517.00)	$ 342,991.00	$ 157,474.00
2027	(350,109.00)	(205,339.00)	(555,448.00)
2028	(199,781.00)	(162,929.00)	(362,710.00)
2029	(82,657.00)	92,009.00	9,352.00
2030	(2,159.00)	256,263.00	254,104.00
	$ (820,223.00)	$ 322,995.00	$ (497,228.00)

Actuarial Assumptions

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2024. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2025. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	PERS	PFRS
Inflation Rate:		
Price	2.75%	2.50%
Wage	3.25%	3.00%
Salary Increases:	3.25% - 7.75% Based on Years of Service	4.00% - 17.50% Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2021 - June 30, 2024	July 1, 2021 - June 30, 2024

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Public Employees' Retirement System

Pre-retirement mortality rates were based on the Pub-2016 General Below-Median Income Employee mortality table with an 86.3% adjustment for males and 97.6% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Post-retirement mortality rates were based on the Pub-2016 General Below-Median Income Healthy Retiree mortality table with a 93.3% adjustment for males and 99.5% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2016 Non-Safety Disabled Retiree mortality table with a 156.9% adjustment for males and 139.0% adjustment for females, and with future improvement from the base year of 2016 on a generational basis. Mortality improvement is based on Scale MP-2021.

Police and Firemen's Retirement System

Employee mortality rates were based on the Pub-2016 Safety Employee mortality tables projected generationally from 2016 with Scale MP-2021. 5% of deaths are assumed to be accidental. Healthy annuitants, mortality rates were 100% of the Pub-2016 Safety Retiree Below Median amount-weighted mortality tables for males and 98% of the Pub-2016 Safety Retiree Below Median amount-weighted mortality tables for females, projected generationally from 2016 with Scale MP-2021 mortality projection. For contingent annuitants, mortality rates were 100% of the Pub-2016 Contingent Survivor Below Median amount-weighted mortality tables for males and 102% Pub-2016 Contingent Survivor Below Median amount-weighted tables for females, projected generationally from 2016 with Scale MP-2021. Disability mortality rates were 134% of the Pub-2016 Safety Disabled Retiree amount-weighted mortality table for males and 100% of the Pub-2016 Safety Disabled Retiree amount-weighted table for females, projected generationally from 2016 with Scale MP-2021 mortality projection.

For both PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2025) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Best estimates of arithmetic rates of return for each major asset class included in PERS' and PFRS' target asset allocation as of June 30, 2025 are summarized in the table that follows:

PERS Asset Class	Target Allocation	Long-Term Expected Real Rate of Return	PFRS Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	28.00%	8.55%	U.S. Large-Cap Equity	24.00%	6.90%
Non-U.S. Developed Markets Equity	12.75%	8.77%	U.S. Small/Mid Cap Equity	4.00%	7.40%
International Small Cap Equity	1.25%	8.77%	Non-U.S. Developed Large-Cap Equity	9.50%	6.70%
Emerging Markets Equity	5.50%	10.30%	Non-U.S. Developed Small-Cap Equity	2.00%	7.50%
Private Equity	13.00%	12.00%	Emerging Markets Large-Cap Equity	6.00%	9.60%
Real Estate	8.00%	10.78%	Emerging Markets Small-Cap Equity	1.50%	9.60%
Real Assets	3.00%	7.90%	U.S. Treasury Bond	7.00%	4.10%
High Yield	4.50%	6.63%	U.S. Corporate Bond	5.00%	5.90%
Private Credit	8.00%	9.00%	U.S. Mortgage-Backed Securities	5.00%	4.40%
Investment Grade Credit	7.00%	5.47%	Global Multisector Fixed Income	6.00%	6.50%
Cash Equivalents	2.00%	3.61%	Cash	2.00%	3.40%
U.S. Treasuries	4.00%	3.61%	Real Estate Core	3.00%	5.10%
Risk Mitigation Strategies	3.00%	7.26%	Real Estate Non-Core	4.00%	6.50%
			Infrastructure	3.00%	7.00%
	100.00%		Private Debt/Credit	8.00%	9.10%
			Private Equity	10.00%	10.10%
				100.00%	

Discount Rate -

For both PERS and PFRS, the discount rate used to measure the total pension liability was 7.00% as of June 30, 2025. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity would be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Public Employees' Retirement System (PERS) - The following presents the Employer's proportionate share of the net pension liability as of the June 30, 2025 measurement date, calculated using a discount rate of 7.00%, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate used:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the Net Pension Liability	$ 4,691,379.00	$ 3,427,014.00	$ 2,349,440.00

Note 8: PENSION PLANS (CONT'D)

Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Employer's annual required contribution. As such, the net pension liability as of the June 30, 2025 measurement date, for the Employer and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Employer's Proportionate Share of the Net Pension Liability	$ 11,427,385.00	$ 7,855,247.00	$ 4,874,958.00
State of New Jersey's Proportionate Share of Net Pension Liability	2,319,728.00	1,594,594.00	989,603.00
	$ 13,747,113.00	$ 9,449,841.00	$ 5,864,561.00

Pension Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension (benefit) expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 9: LENGTH OF SERVICE AWARDS PROGRAM

Plan Description - The Township's length of service awards program (the "LOSAP Plan"), which is a defined contribution plan reported in the Township's trust fund, was created by a Township Ordinance adopted on June 7, 2006 pursuant to Section 457(e)(11)(B) of the Internal Revenue Service Code of 1986, as amended, except for provisions added by reason of the length of service award program as enacted into federal law in 1997. The accumulated assets of the LOSAP Plan are not administered through a trust that meets the criteria of paragraph 4 of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27.*

The voters of the Township approved the adoption of the LOSAP Plan at the general election held on November 7, 2006, and the first year of eligibility for entrance into the length of service awards program by qualified volunteers was calendar year 2007. The LOSAP Plan provides tax deferred income benefits to active volunteer emergency medical personnel and is administered by VALIC ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The Township's practical involvement in administering the LOSAP Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the LOSAP Plan Administrator.

The tax deferred income benefits for emergency service volunteers of the Delran Township Emergency Squad, consisting of the Emergency Squad, come from contributions made solely by the governing body of the Township, on behalf of those volunteers who meet the criteria of the LOSAP Plan created by that governing body. Participants should refer to the LOSAP Plan agreement for a more complete description of the LOSAP Plan's provisions.

NOTE 9: LENGTH OF SERVICE AWARDS PROGRAM (CONT'D)

Plan Amendments - The Township may make minor amendments to the provisions of the LOSAP Plan at any time, provided, however, that no amendment affects the rights of participants or their beneficiaries regarding vested accumulated deferrals at the time of the amendment. The LOSAP Plan can only be amended by resolution of the governing body of the Township, and the following procedures must be followed: (a) any amendment to the LOSAP Plan shall be submitted for review and approval by the Director of Local Government Services, State of New Jersey (the "Director") prior to implementation by the Township's governing body, provided, however, that any amendment required by the IRS, may be adopted by the Township's governing body without the advance approval of the Director (although such amendment shall be filed with the Director); (b) the documentation submitted to the Director shall identify the regulatory authority for the amendment and the specific language of the change; and (c) the Township shall adopt the amendment by resolution of the governing body, and a certified copy of the resolution shall be forwarded to the Director. The Township may amend the LOSAP Plan agreement to accommodate changes in the Internal Revenue Code, Federal statutes, state laws or rules or operational experience. In cases of all amendments to the LOSAP Plan, the Township shall notify all participants in writing prior to making any amendment to the LOSAP Plan.

Contributions - If an active member meets the year of active service requirement, a length of service awards program must provide a benefit between the minimum contribution of $100.00 and a maximum contribution of $1,150.00 per year. While the maximum amount is established by statute, it is subject to periodic increases that are related to the consumer price index (N.J.S.A. 40A:14-185(f)). The Division of Local Government Services of the State of New Jersey will issue the permitted maximum annually.

The Township elected to contribute between $100.00 and $1,150.00 for the year ended December 31, 2025, per eligible volunteer, into the Plan, depending on how many years the volunteer has served. Participants direct the investment of the contributions into various investment options offered by the Plan. The Township has no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the Plan Administrator

For the year ended December 31, 2025, the Township's total expenditure to the Plan was $7,100.00. There were no forfeitures during the year.

Participant Accounts - Each participant's account is credited with the Township's contribution and Plan earnings and charged with administrative expenses. For the year ended December 31, 2025, the Township elected to pay substantially all of the LOSAP Plan's administrative costs. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account. The Township has placed the amounts deferred, including earnings, in an account maintained by a third-party administrator for the exclusive benefit of the Plan participants and their beneficiaries. The contributions from the Township to the Plan, and the related earnings, are not irrevocable, and such funds are not legally protected from the creditors of the Township. These funds, however, are not available for funding the operations of the Township.

Vesting - The Township, in accordance with N.J.S.A. 40A:14-188 and N.J.A.C. 5:30-14.62 may make a yearly contribution to the length of service awards program account in the deferred income program for an active volunteer who has satisfied the requirements for receipt of an award, but the volunteer shall not be able to receive a distribution of the funds until the completion of a five year vesting period or be in accordance with changes to vesting conveyed through the issuance of a Local Finance Notice and/or publication of a public notice in the New Jersey Register, with payment of that benefit only being as otherwise permitted by the LOSAP Plan.

Payment of Benefits - Upon separation from volunteer service, retirement or disability, termination of the LOSAP Plan, participants may select various payout options of vested accumulated deferrals, which include lump sum, periodic, or annuity payments. In the case of death, with certain exceptions, any amount invested under the participant's account is paid to the beneficiary or the participant's estate.

NOTE 9: LENGTH OF SERVICE AWARDS PROGRAM (CONT'D)

Payment of Benefits - In the event of an unforeseeable emergency, as outlined in the LOSAP Plan document, a participant or a beneficiary entitled to vested accumulated deferrals may request the local plan administrator to payout a portion of vested accumulated deferrals.

Forfeited Accounts - For the year ended December 31, 2025, there were no forfeited non-vested accounts that occurred during the year. The LOSAP Plan still contains forfeited accounts that have not been turned over to the Township.

Investments - The investments of the length of service awards program reported in the trust funds on the statements of assets, liabilities, reserves, and fund balance - regulatory basis are recorded at fair value.

Plan Information - Additional information about the Township's length of service awards program can be obtained by contacting the LOSAP Plan Administrator.

NOTE 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

TOWNSHIP OF DELRAN POSTEMPLOYMENT BENEFIT PLAN

Plan Description and Benefits Provided - The Township is referred to as "Employer" throughout this note. The Employer provides postretirement health care benefits through a health plan for retirees, which includes a Medicare Part B reimbursement, dental insurance and life insurance. The Employer provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and covers the following retiree population: eligible retirees who retire from active employment with the Employer under various classifications who have at least twenty (25) years of service in a state retirement system. This provision is part of various Labor Agreements between the Employer and its employees. The plan is administered by the Employer; therefore, premium payments are made directly to the insurance carriers. For dental insurance purposes, reimbursements by retirees are paid after the Employer provides the retirees with a detailed accounting of the costs.

Employees Covered by Benefit Terms - As of January 1, 2025, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

	December 31, 2025
Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	27
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	76
	103

Total OPEB Liability

The Township's total OPEB liability of $1,890,583.00 was measured as of December 31, 2025, and was determined by an actuarial valuation date of January 1, 2025.

Actuarial Assumptions and Other Inputs - The following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00% Annually
Salary Increases	3.00% Annually
Discount Rate	4.43%
Healthcare Cost Trend Rates	
Delran Police Association Employees	5.00% Annually
All Other Employees	0.00%

NOTE 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

TOWNSHIP OF DELRAN POSTEMPLOYMENT BENEFIT PLAN (Cont'd)

Actuarial Assumptions and Other Inputs (Cont'd) - The discount rate was based on the S&P Municipal Bond 20-year High Grade Rate Index as of December 31, 2025.

Mortality rates were based on PUB 2016 "General" classification headcount weighted mortality with generational improvement using Scale MP-2021.

An experience study was not performed on the actuarial assumptions used in the January 1, 2025 valuation since the Plan had insufficient data to produce a study with credible results. Mortality rates, termination rates and retirement rates were based on standard tables issued by Society of Actuaries. The actuary has used their professional judgement in applying these assumptions to this Plan.

Changes in Total OPEB Liability

Balance at Beginning of Year		$ 1,789,980.00
Changes for the Year:		
Service Cost	$ 56,740.00	
Interest Cost	76,845.00	
Change in Benefit Terms	-	
Benefit Payments	(102,560.00)	
Actuarial Assumption Changes	(18,364.00)	
Difference between expected and actual experience	87,942.00	
Net Changes		100,603.00
Balance at End of Year		$ 1,890,583.00

Changes of assumptions and other inputs reflect a change in the discount rate from 4.28% at December 31, 2024 to 4.43% at December 31, 2025.

The following presents the total OPEB liability of the Employer, as well as what the Employer's total OPEB liability would be if it were calculated by using a discount rate that is 1-percentage -point lower or 1-percentage-point higher than the current discount rate:

	December 31, 2025		
	1.00% Decrease 3.43%	Current Discount Rate 4.43%	1.00% Increase 5.43%
Total OPEB Liability	$ 2,122,157.00	$ 1,890,583.00	$ 1,692,147.00

NOTE 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (Continued)

TOWNSHIP OF DELRAN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)

Sensitivity of Total OPEB Liability to Changes in Discount Rate (Cont'd) - The following presents the total OPEB liability of the Employer, as well as what the Employer's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	December 31, 2025		
	1.00% Decrease	Healthcare Cost Trend Rate	1.00% Increase
Total OPEB Liability	$ 1,728,405.00	$ 1,890,583.00	$ 2,098,743.00

OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2025, the Employer recognized OPEB (benefit) expense of $159,585.00. As of December 31, 2025, the Employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	December 31, 2025	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions or Other Inputs	$ 99,023.00	$ 332,932.00
Difference between expected and actual experience	407,458.00	47,341.00
	$ 506,481.00	$ 380,273.00

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB (benefit) expense as follows:

Year Ending December 31,	
2026	$ 26,000.00
2027	26,003.00
2028	23,696.00
2029	6,856.00
2030	14,109.00
Thereafter	29,544.00
	$ 126,208.00

NOTE 11: COMPENSATED ABSENCES

Full-time employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days and comp time earned during the year are also allowed to be carried forward to the subsequent year.

The Township compensates employees for unused sick leave, vacation and comp time upon termination or retirement. The current policy provides one compensated day for every two days accumulated for sick leave and full pay for vacation and comp time. There are various maximums for sick time, dependent on the applicable union or contract, but there is no cap for vacation or comp time.

The Township has established a compensated absences trust fund to set aside funds for future payments of compensated absences. At December 31, 2025, the balance of the fund was $452,721.03. It is estimated that, at December 31, 2025, accrued benefits for compensated absences are valued at $1,642,602.51.

NOTE 12: DEFERRED COMPENSATION SALARY ACCOUNT

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

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

NOTE 13: CAPITAL DEBT

General Obligation Bonds

County Guaranteed Pooled Loan Revenue Refunding Bonds, Series 2017A - Open Space - On March 28, 2017, the Township issued $1,063,000.00 in county guaranteed pooled loan refunding bonds, with interest rates of 4.00% through the Burlington County Bridge Commission in their capacity as County Improvement Authority. The bonds were issued to refund the General Obligation Bonds - Open Space, Series 2009 bonds. The final maturity of the bonds is July 15, 2029.

General Obligation Bonds, Series 2019 - On October 17, 2019, the Township issued $11,742,000.00 in general obligation bonds, with interest rates ranging from 1.50% to 2.00%. The bonds were issued to permanently finance the costs of various capital improvements and acquisition of various capital equipment. The final maturity of the bonds is October 15, 2029.

General Obligation Bonds, Series 2024 - On August 28, 2024, the Township issued $7,810,000.00 in general obligation bonds, with interest rates ranging from 3.25% to 4.00%. The bonds were issued to permanently finance the costs of various capital improvements, acquisition of various capital equipment, and various road and park improvements. The final maturity of the bonds is February 15, 2035.

NOTE 13: CAPITAL DEBT (Continued)

General Obligation Bonds (Continued)

The following schedule represents the remaining debt service, through maturity, for the general obligation bonds:

	Bonded Debt				
	General		Open Space		
Year	Principal	Interest	Principal	Interest	Total
2026	$ 1,485,000.00	$ 359,050.00	$ 114,000.00	$ 17,600.00	$ 1,975,650.00
2027	1,535,000.00	318,650.00	111,000.00	14,240.00	1,978,890.00
2028	1,575,000.00	276,450.00	120,000.00	9,800.00	1,981,250.00
2029	1,625,000.00	232,450.00	125,000.00	5,000.00	1,987,450.00
2030	860,000.00	182,750.00			1,042,750.00
2031-2035	4,300,000.00	569,750.00			4,869,750.00
	$ 11,380,000.00	$ 1,939,100.00	$ 470,000.00	$ 46,640.00	$ 13,835,740.00

New Jersey Infrastructure Bank Loans

Sewer Utility Debt - On May 21, 2014, the Township entered into a loan agreement with the New Jersey Infrastructure Bank to provide $1,469,550.00, at no interest, from the fund loan, and $480,000.00 at interest rates ranging from 3.00% to 5.00% from the trust loan. The proceeds were used to fund the renovations to the waste water treatment plant. Semiannual debt payments are due March 1st and September 1st through 2033 for trust payments and February 1st and August 1st for fund payments.

On December 22, 2022, the Township entered into 2 loan agreements with the New Jersey Infrastructure Bank. The first loan agreement was to provide $637,779.00, at no interest, from the fund loan. The second loan agreement was to provide $575,000.00 at 5.00% interest from the trust loan. The proceeds were used to permanently finance the renovations to the Clay Street Pump Station. Semiannual debt payments are due February 1st and August 1st through 2042.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Infrastructure Bank loans:

Year	Principal	Interest	Total
2026	$ 152,152.30	$ 34,231.26	$ 186,383.56
2027	157,152.30	32,481.26	189,633.56
2028	162,152.30	30,581.26	192,733.56
2029	162,152.30	28,431.26	190,583.56
2030	162,152.30	26,281.26	188,433.56
2031-2035	509,331.98	97,500.02	606,832.00
2036-2040	347,147.15	51,000.00	398,147.15
2041-2042	154,859.07	6,750.00	161,609.07
	$ 1,807,099.70	$ 307,256.32	$ 2,114,356.02

NOTE 13: CAPITAL DEBT (Continued)

Summary of Debt

The following schedule represents the Township's summary of debt for the current and two previous years:

	2025	2024	2023
Issued			
General:			
Bonds and Notes	$ 11,850,000.00	$ 13,385,000.00	$ 12,513,000.00
Sewer Utility:			
Loans and Notes	1,807,099.70	1,959,252.00	2,111,404.30
Total Issued	13,657,099.70	15,344,252.00	14,624,404.30
Authorized but not Issued			
General:			
Bonds and Notes	5,930,660.00	1,836,254.83	2,966,254.83
Sewer Utility:			
Bonds and Notes	21,063,000.00	15,762,490.34	10,812,490.34
Total Authorized but Not Issued	26,993,660.00	17,099,994.17	13,778,745.17
Total Issued and Authorized but Not Issued	40,650,759.70	32,444,246.17	28,403,149.47
Deductions:			
Funds Temporarily Held To Pay Notes	779,562.42	859,465.48	602,600.72
Self-liquidating Debt	22,870,099.70	17,721,742.34	12,923,894.64
Total Deductions	23,649,662.12	18,581,207.82	13,526,495.36
Net Debt	$ 17,001,097.58	$ 13,863,038.35	$ 14,876,654.11

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicated a statutory net debt of 0.690%.

	Gross Debt	Deductions	Net Debt
Local School District	$ 20,140,000.00	$ 20,140,000.00	
Sewer Utility	22,870,099.70	22,870,099.70	
General	17,780,660.00	779,562.42	$ 17,001,097.58
	$ 60,790,759.70	$ 43,789,662.12	$ 17,001,097.58

Net Debt $17,001,097.58 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, $2,464,524,572.00 equals 0.690%.

NOTE 13: CAPITAL DEBT (Continued)

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

3.5% of Equalized Valuation Basis (Municipal)	$ 86,258,360.02
Net Debt	17,001,097.58
Remaining Borrowing Power	$ 69,257,262.44

Calculation of "Self Liquidating Purpose," - Sewer Utility Per N.J.S.A. 40A:2-45

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest, and Other Investment Income, and Other Charges for Year		$5,281,578.68
Deductions:		
Operating and Maintenance Cost	$ 3,702,000.00	
Debt Service per Sewer Fund	190,726.05	
Total Deductions		3,892,726.05
Excess in Revenue		$1,388,852.63

NOTE 14: 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.

New Jersey Unemployment Compensation Insurance - The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State.

The following is a summary of the activity and the ending balance of the Township's trust fund for the current and previous two years:

Year	Contributions	Employee Contributions	Interest Earnings	Claims Paid (Refunded)	Ending Balance
2025		$ 11,172.34	$ 345.22	$ 21,207.54	$ 34,100.57
2024		10,859.90	1,360.04	(1,505.12)	43,790.55
2023	$ 3,000.00	10,341.17	1,549.20	23,481.36	30,065.49

NOTE 14: RISK MANAGEMENT (Continued)

Joint Insurance Pool - The Township of Delran is a member of the Burlington County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability
Liability other than Motor Vehicles
Property Damage other than Motor Vehicles
Motor Vehicles

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

The Fund provides the Township with the following coverage:

Property - Blanket Building and Grounds
Boiler and Machinery
General and Automobile Liability
Burglary and Theft
Fire Insurance

Contributions to the Fund, are payable in an annual premium and is based on actuarial assumptions determined by the Fund's actuary. The Township's agreement with the pool provides that the pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of $500,000 based on the line of coverage for each insured event.

The Fund publishes its own financial report for the year ended December 31, 2025, which can be obtained from:

Burlington County Municipal Joint Insurance Fund
Five Greentree Centre/525 Lincoln Drive West
P.O. Box 489
Marlton, NJ 08053

NOTE 15: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 2, 2004, pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township authorized the establishment of the Township of Delran Trust Fund - Open Space effective January 1, 2005, for the purpose of raising revenue for the acquisition of lands and interests in lands for the conservation of farmland and open space. Overall, as a result of the referendum, the Township levies a tax not to exceed $325,000.00 for 20 years. On November 2, 2021, the voters of the Township re-authorized the open space tax not to exceed $400,000.00 for 20 years, expiring December 31, 2042. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purpose stated. Interest earned on the investment of these funds is credited to the Township of Delran Trust Fund - Open Space.

NOTE 16: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Township expects such amount, if any, to be immaterial.

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

NOTE 17: ARBITRAGE REBATE

The Tax Reform Act of 1986 placed restriction on investments of the proceeds of certain tax-exempt bonds issued after December 31, 1986. Specifically, investment earnings which are above arbitrage bond yield are required to be rebated to the United States Treasury Department within sixty days of the end of the fifth bond year. A bond year is defined, at the option of the issuing entity, as either the date of the first anniversary of the bond settlement or the issuing entity's year end.

The Township has the following bond issue outstanding that required a rebate calculation:

Bonds Issued	Issued General Capital Fund	Liability
October 17, 2019	$ 11,742,000.00	(1)
August 28, 2024	7,810,000.00	(1)

(1) The rebate calculation on these bonds is required to be made at least once every five years. It is anticipated that when such calculation is made, the liability, if any, will be appropriated in that year's general budget.

NOTE 18: SUBSEQUENT EVENTS

Authorization of Debt - Subsequent to December 31, the Township adopted ordinances to authorize additional bonds and notes as follows:

Purpose	Adopted	Amount
General Capital Fund:		
Various Capital Improvements	April 28, 2026	$ 281,200.00

Purpose	Introduced	Amount
General Capital Fund:		
Various Drainage and Stormwater Improvements	July 14, 2026	$ 368,150.00

NOTE 19: PRIOR PERIOD RESTATEMENT

During the year ended December 31, 2025, the Township determined that Capital Ordinance No. 2024-23, entitled "Various Roadway and Erosion Mitigation Improvements," was approved by the governing body in December 2024 but was not recorded in the General Capital Fund as of December 31, 2024. Accordingly, the accompanying 2024 financial statements have been restated to recognize the appropriate assets, liabilities and memo adjustments.

The effect on the financial statement as reported for December 31, 2024 is as follows:

	Balance December 31, 2024, as previously reported	Restatement	Balance December 31, 2024, as restated
ASSETS			
Deferred Charges to Future Taxation:			
Unfunded	1,337,504.83	498,750.00	1,836,254.83
LIABILITIES, RESERVES AND FUND BALANCE			
Improvement Authorizations:			
Funded	4,408,108.87	26,250.00	4,434,358.87
Unfunded	895,839.81	498,750.00	1,394,589.81
Capital Improvement Fund	168,687.32	(26,250.00)	142,437.32
MEMO			
Estimated Proceeds Bonds and Notes Authorized	1,337,504.83	498,750.00	1,836,254.83
Bonds and Notes Authorized but Not Issued	1,337,504.83	498,750.00	1,836,254.83

APPENDIX C

FORM OF BOND COUNSEL OPINIONS

PARKER McCAY

Parker McCay P.A.
9000 Midlantic Drive, Suite 300
P.O. Box 5054
Mount Laurel, New Jersey 08054-5054

P: 856.596.8900
F: 856.596.9631
www.parkermccay.com

September __, 2026

Mayor and Township Council
of the Township of Delran
900 Chester Avenue
Delran, New Jersey

RE: $14,650,000 TOWNSHIP OF DELRAN, COUNTY OF BURLINGTON, NEW JERSEY, GENERAL OBLIGATION SEWER UTILITY BONDS, SERIES 2026

Mayor and Council Members:

We have served as Bond Counsel to the Township of Delran, County of Burlington, New Jersey ("Township"), in connection with the authorization, issuance, sale and delivery of the above-referenced obligations ("Bonds").

The Bonds are authorized to be issued pursuant to: (i) the Local Bond Law, constituting Chapter 169 of the Laws of 1960 of the State of New Jersey, as amended and supplemented ("Local Bond Law"); (ii) the bond ordinances set forth in the Resolution (hereinafter defined), each duly and finally adopted by the Township Council and advertised in accordance with applicable law (collectively, the "Bond Ordinances"); (iii) a resolution adopted by the Township Council on July 28, 2026 ("Resolution"); and (iv) a Certificate of Determination and Award executed by the Chief Financial Officer of the Township on August __, 2026 ("Award Certificate").

The Bonds are dated their date of delivery, mature on September 1 in each of the years and in the respective principal amounts set opposite each such year in the table below and bear interest at the interest rates per annum below, payable semi-annually on March 1 and September 1, commencing March 1, 2027, in each year until maturity or earlier redemption.

Year	Principal	Interest Rate	Year	Principal	Interest Rate
2027	$500,000	%	2037	$735,000	%
2028	500,000		2038	760,000	
2029	525,000		2039	790,000	
2030	550,000		2040	825,000	
2031	580,000		2041	855,000	
2032	600,000		2042	890,000	
2033	625,000		2043	925,000	
2034	650,000		2044	965,000	
2035	675,000		2045	1,000,000	
2036	700,000		2046	1,000,000	

The Bonds are issued in fully registered book-entry-only form without coupons, and are subject to redemption prior to their stated maturity dates as set forth therein.

The Bonds are being issued to provide funds which will be used to: (i) permanently finance the costs of various capital improvements and the acquisition of various capital equipment, 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.

As the basis for the opinion set forth below, we have examined such matters of law as we have deemed necessary including, inter alia, the Constitution of the State of New Jersey, the Internal Revenue Code of 1986, as amended ("Code"), and the Local Bond Law. We have also examined such documents, certifications and instruments as we have deemed necessary including, without limitation, the Bond Ordinances, the Resolution, the Award Certificate, the representations and covenants of the Township given pursuant to the Code as set forth in the Certificate as to Nonarbitrage and Other Tax Matters ("Nonarbitrage Certificate"), and the other certifications, opinions and instruments listed in the closing agenda prepared in connection with the settlement for the Bonds.

In rendering the following opinion, we have relied upon the authenticity, truthfulness and completeness of all documents, instruments and certifications examined including, without limiting the generality of the foregoing, the Nonarbitrage Certificate.

Based upon and subject to the foregoing, we are of the following opinion:

1. The Bonds are legal, valid and binding obligations of the Township enforceable in accordance with the terms thereof, except to the extent that enforcement thereof may be limited by bankruptcy, insolvency or other laws or equitable principles affecting the enforcement of creditors' rights generally ("Creditors' Rights Limitations").

2. For the payment of principal of and interest on the Bonds, the Township has the power and is obligated, to the extent payment is not otherwise provided, to levy ad valorem taxes upon all taxable real property within the Township without limitation as to rate or amount, except to the extent that enforcement thereof may be affected by Creditors' Rights Limitations.

3. Interest on the Bonds is not included for federal income tax purposes in the gross income of the owners thereof pursuant to Section 103 of the Code and will not constitute a tax preference item for purposes of the alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on such corporations.

Section 884 of the Code imposes on certain foreign corporations a branch profits tax equal to thirty percent (30%) of the "dividend equivalent amount" for the taxable year. Interest on the Bonds received or accrued by a foreign corporation subject to the branch profits tax may be included in computing the "dividend equivalent amount" of such corporation.

In addition, passive investment income, including interest on the Bonds, may be subject to federal income taxation under Section 1375 of the Code for any S corporation that has Subchapter C earnings and profits at the close of the taxable year if more than twenty-five percent (25%) of the gross receipts of such S corporation is passive investment income.

In rendering this opinion, we have assumed continuing compliance by the Township with the applicable requirements of the Code, including requirements relating to, inter alia, the use and investment of proceeds of the Bonds and rebate to the United States Treasury of specified arbitrage earnings, if any, under Section 148(f) of the Code. Failure of the Township to comply with such covenants could result in the interest on the Bonds being subject to federal income tax from the date of issue. We have not undertaken to monitor compliance with such covenants or to advise any party as to changes in the law after the date hereof that may affect the tax-exempt status of the interest on the Bonds.

Ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers including, without limitation, certain holders of an interest in a financial asset securitization investment trust, property and casualty insurance companies, controlled foreign corporations, individual recipients of Social Security or Railroad Retirement benefits, individuals who otherwise qualify for the earned income credit, and to individuals and families that qualify for a premium assistance credit amount under Section 36B of the Code. The Code denies the earned income credit to an individual who is otherwise eligible if the aggregate amount of disqualified income of the taxpayer for the taxable year exceeds certain limits set forth in Sections 32(i) and (j) of the Code. Interest on the Bonds will constitute disqualified income for this purpose. The Code also provides that the earned income credit is phased out if the modified adjusted gross income of the taxpayer exceeds certain amounts. Interest on the Bonds is included in determining the modified adjusted gross income of the taxpayer. Section 36B of the Code provides that the amount of the premium assistance credit amount is in part determined by household income. Section 36B (d) of the Code provides that household income consists of the "modified adjusted gross income" of the taxpayer and certain other individuals. "Modified adjusted gross income" means adjusted gross income increased by certain amounts, including interest received or accrued by the taxpayer which is exempt from tax, such as the interest on the Bonds.

In addition, attention is called to the fact that Section 265(b)(1) of the Code eliminates the interest deduction otherwise allowable with respect to indebtedness deemed incurred by banks, thrift institutions and other financial institutions to purchase or to carry tax-exempt obligations acquired after August 7, 1986 other than "qualified tax-exempt obligations" as defined in Section 265(b)(3) of the Code. The Township has not designated the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code.

Owners of the Bonds should consult their own tax advisers as to the applicability and effect on their federal income taxes of the alternative minimum tax, the branch profits tax and the tax on passive investment income of S corporations, as well as the applicability and effect of any other collateral federal income tax consequences.

4. Interest on the Bonds and any gain from the sale thereof are not included in the gross income of the owners thereof under the New Jersey Gross Income Tax Act, as enacted and construed on the date hereof.

We express no opinion as to any matter not set forth in the numbered paragraphs above including, without limitation, any financial or other information which has been or may be supplied to purchasers of the Bonds.

The opinions expressed in the numbered paragraphs above are being rendered on the basis of federal law and the laws of the State of New Jersey, as presently enacted and construed, and we assume no responsibility to advise any party as to any changes in law or fact subsequent to the date hereof.

This is only an opinion letter and not a warranty or guaranty of the matters discussed above.

This letter is being provided solely for the benefit of the Township and may not be relied upon by any other person, party, firm or organization without our prior written consent.

Very truly yours,

PARKER McCAY

Parker McCay P.A.
9000 Midlantic Drive, Suite 300
P.O. Box 5054
Mount Laurel, New Jersey 08054-1539

P: 856.596.8900
F: 856.596.9631
www.parkermccay.com

September __, 2026

Mayor and Township Council
of the Township of Delran
900 Chester Avenue
Delran, New Jersey

RE: $4,763,600 TOWNSHIP OF DELRAN, COUNTY OF BURLINGTON, NEW JERSEY, BOND ANTICIPATION NOTES OF 2026, SERIES A

Mayor and Township Council Members:

We have served as Bond Counsel to the Township of Delran, County of Burlington, New Jersey ("Township") in connection with the authorization, issuance, sale and delivery of the above-referenced obligations ("Notes").

The Notes are authorized to be issued pursuant to: (i) the Local Bond Law, constituting Chapter 169 of the Laws of 1960 of the State of New Jersey, as amended and supplemented ("Local Bond Law"); (ii) bond ordinances 2024-15, 2024-16, 2024-23, 2025-04, 2025-12, 2025-14, and 2025-21 (collectively, the "Bond Ordinances"), each duly and finally adopted by the Township Council and published in accordance with the requirements of the Local Bond Law; and (iii) a Certificate of Determination and Award executed by the Chief Financial Officer of the Township on August __, 2026 ("Award Certificate").

The Notes are dated September 10, 2026 and mature on September 9, 2027. The Notes are issued in registered [book-entry only] form without coupons and are not subject to redemption prior to maturity. The Notes are being issued to temporarily finance the costs of certain improvements described in the Bond Ordinances.

As the basis for the opinions set forth below, we have examined such matters of law as we have deemed necessary including, inter alia, the Constitution of the State of New Jersey, the Internal Revenue Code of 1986, as amended ("Code"), and the Local Bond Law. We have also examined such documents, certifications and instruments as we have deemed necessary including, without limitation, the Bond Ordinances, the Award Certificate, the representations and covenants of the Township given pursuant to the Code as set forth in the Certificate as to Nonarbitrage and other Tax Matters ("Nonarbitrage Certificate"), and the other certifications, opinions and instruments listed in the closing agenda prepared in connection with the settlement for the Notes.

In rendering the following opinion, we have relied upon the authenticity, truthfulness and completeness of all documents, certifications, instruments and opinions examined including, without limiting the generality of the foregoing, the Nonarbitrage Certificate.

Based upon and subject to the foregoing, we are of the following opinion:

1. The Notes are legal, valid and binding obligations of the Township enforceable in accordance with the terms thereof, except to the extent that enforcement thereof may be limited by bankruptcy, insolvency, moratorium or other laws or equitable principles affecting the enforcement of creditors' rights generally ("Creditors' Rights Limitations").

2. For the payment of principal of and interest on the Notes, the Township has the power and is obligated, to the extent payment is not otherwise provided, to levy *ad valorem* taxes upon all taxable real property within the Township without limitation as to rate or amount, except to the extent that enforcement thereof may be affected by Creditors' Rights Limitations.

3. Interest on the Notes is not included for federal income tax purposes in the gross income of the owners thereof pursuant to Section 103 of the Code and will not constitute a tax preference item for purposes of the alternative minimum tax imposed on individuals; however, such interest is taken into account in determining the annual adjusted financial statement income of certain corporations for the purpose of computing the alternative minimum tax imposed on such corporations.

Section 884 of the Code imposes on certain foreign corporations a branch profits tax equal to thirty percent (30%) of the "dividend equivalent amount" for the taxable year. Interest on the Notes received or accrued by a foreign corporation subject to the branch profits tax will be included in computing the "dividend equivalent amount" of such corporation.

In addition, passive investment income, including interest on the Notes, may be subject to federal income taxation under Section 1375 of the Code for any S corporation that has Subchapter C earnings and profits at the close of the taxable year if more than twenty-five percent (25%) of the gross receipts of such S corporation is passive investment income.

In rendering this opinion, we have assumed continuing compliance by the Township with the applicable requirements of the Code, including requirements relating to, inter alia, the use and investment of proceeds of the Notes and rebate to the United States Treasury of specified arbitrage earnings, if any, under Section 148(f) of the Code. Failure of the Township to comply with such covenants could result in the interest on the Notes being subject to federal income tax from the date of issue. We have not undertaken to monitor compliance with such covenants or to advise any party as to changes in the law after the date hereof that affect the tax-exempt status of the interest on the Notes.

Ownership of the Notes may result in collateral federal income tax consequences to certain taxpayers including, without limitation, certain holders of an interest in a financial asset securitization investment trust, property and casualty insurance companies, controlled foreign corporations, individual recipients of Social Security or Railroad Retirement benefits, individuals who otherwise qualify for the earned income credit, and to individuals and families that qualify for a premium assistance credit amount under Section 36B of the Code. The Code denies the earned income credit to an individual who is otherwise eligible if the aggregate amount of disqualified income of the taxpayer for the taxable year exceeds certain limits set forth in Sections 32(i) and (j) of the Code. Interest on the Notes will constitute disqualified income for this

purpose. The Code also provides that the earned income credit is phased out if the modified adjusted gross income of the taxpayer exceeds certain amounts. Interest on the Notes is included in determining the modified adjusted gross income of the taxpayer. Section 36B of the Code provides that the amount of the premium assistance credit amount is in part determined by household income. Section 36B(d) of the Code provides that household income consists of the "modified adjusted gross income" of the taxpayer and certain other individuals. "Modified adjusted gross income" means adjusted gross income increased by certain amounts, including interest received or accrued by the taxpayer which is exempt from tax, such as the interest on the Notes.

In addition, attention is called to the fact that Section 265(b)(1) of the Code eliminates the interest deduction otherwise allowable with respect to indebtedness deemed incurred by banks, thrift institutions and other financial institutions to purchase or to carry tax-exempt obligations acquired after August 7, 1986 other than "qualified tax-exempt obligations" as defined in Section 265(b)(3) of the Code. The Township has not designated the Notes as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code.

Owners of the Notes should consult their own tax advisers as to the applicability and effect on their federal income taxes of the alternative minimum tax, the branch profits tax and the tax on passive investment income of S corporations, as well as the applicability and effect of any other collateral federal income tax consequences.

4. Interest on the Notes and any gain from the sale thereof are not included in the gross income of the owners thereof under the New Jersey Gross Income Tax Act, as enacted and construed on the date hereof.

We express no opinion as to any matter not set forth in the numbered paragraphs above including, without limitation, any financial or other information which has been or may be supplied to purchasers of the Notes.

This is only an opinion letter and not a warranty or guaranty of the matters discussed above.

The opinions expressed in the numbered paragraphs above are being rendered on the basis of federal law and the laws of the State of New Jersey, as presently enacted and construed, and we assume no responsibility to advise any party as to any changes in law or fact subsequent to the date hereof.

This letter is being provided solely for the benefit of the Township and may not be relied upon by any other person, party, firm or organization without our prior written consent.

Very truly yours,

APPENDIX D

FORM OF CONTINUING DISCLOSURE AGREEMENT AND FORMS OF INFORMATION REPORTING UNDERTAKING AGREEMENT

CONTINUING DISCLOSURE AGREEMENT

THIS CONTINUING DISCLOSURE AGREEMENT ("Disclosure Agreement") is made on this ____ day of September, 2026, between the Township of Delran, County of Burlington, New Jersey ("Township") and the Dissemination Agent (hereinafter defined). This Disclosure Agreement is entered into in connection with the issuance and sale by the Township of its General Obligation Sewer Utility Bonds, Series 2026, in the principal amount of $_____ ("Bonds").

SECTION 1. Purpose of the Disclosure Agreement. This Disclosure Agreement is being executed and delivered for the benefit of the holders and beneficial owners of the Bonds (collectively, the "Bondholders") and in compliance with the provisions of Rule 15c2-12(b)(5), promulgated by the Securities and Exchange Commission ("Commission") pursuant to the Securities Exchange Act of 1934, as it may be amended from time to time, including administrative or judicial interpretations thereof, as it applies to the Bonds ("Rule").

SECTION 2. Definitions. Capitalized terms, not otherwise defined herein, shall, for purposes of this Disclosure Agreement, have the following meanings:

"Annual Report" shall mean, the Township's Annual Report provided pursuant to, and as described in, Sections 3 and 4 of this Disclosure Agreement.

"Commission" shall have the meaning set forth in Section 1 of this Disclosure Agreement

"Business Day" shall mean any day other than a Saturday, Sunday or a day on which the Township or the Dissemination Agent is authorized by law or contract to remain closed.

"Continuing Disclosure Information" shall mean: (i) the Annual Report; (ii) any notice required to be filed with the National Repository pursuant to Section 5 hereof; and (iii) any notice of an event required to be filed with the National Repository pursuant to Section 3(c) hereof.

"Dissemination Agent" shall mean Phoenix Advisors, a division of First Security Municipal Advisors, Inc., Hamilton, New Jersey, or any successor Dissemination Agent designated in writing by the Township and which has filed with the Township a written acceptance of such designation.

"EMMA" shall mean the Electronic Municipal Market Access System, an internet based filing system created and maintained by the MSRB in accordance with Release No. 34-59062 of the Commission, dated December 5, 2008, pursuant to which issuers of tax-exempt bonds, including the Bonds, and other filers on behalf of such issuers shall upload Continuing Disclosure Information to assist underwriters in complying with the Rule and to provide the general public with access to such Continuing Disclosure Information.

"Listed Events" shall mean any of the events listed in Section 5(a) of this Disclosure Agreement.

"MSRB" shall mean the Municipal Securities Rulemaking Board.

"National Repository" shall mean the MSRB, through the internet facilities of EMMA, or any other public or private repository or entity that shall hereafter be designated by the Commission as a repository for purposes of the Rule.

"Official Statement" shall mean the Official Statement of the Township dated August __, 2026, relating to the Bonds.

"Opinion of Counsel" shall mean a written opinion of counsel expert in federal securities law acceptable to the Township.

"Rule" shall have the meaning set forth in Section 1 of this Disclosure Agreement.

SECTION 3. Provision of Annual Report.

(a) The Township shall not later than two hundred seventy (270) days after the end of its fiscal year (currently December 31) for each fiscal year until termination of the Township's reporting obligations under this Disclosure Agreement pursuant to the provisions of Section 6 hereof provide to the Dissemination Agent the Annual Report prepared for the preceding fiscal year of the Township (commencing for the fiscal year ending December 31, 2026). Each Annual Report provided to the Dissemination Agent by the Township shall comply with the requirements of Section 4 of this Disclosure Agreement but may be submitted as a single document or as separate documents comprising a package and may cross-reference other information submitted to the National Repository. Any and all items that must be included in the Annual Report may be incorporated by reference from other information that is available to the public on EMMA, or that has been filed with the Commission.

(b) The Dissemination Agent, promptly (within fifteen (15) Business Days) after receiving the Annual Report from the Township, shall submit each Annual Report received by it to the National Repository and thereafter shall file a written report with the Township certifying that the Annual Report has been provided pursuant to this Disclosure Agreement to the National Repository and stating the date it was provided to the National Repository.

(c) If the Township fails to provide the Annual Report to the Dissemination Agent by the date required in subsection (a) of this Section 3, the Dissemination Agent shall send a notice to the Township advising of such failure. Whether or not such notice is given or received, if the Township thereafter fails to submit the Annual Report to the Dissemination Agent within fifteen (15) Business Days after the Annual Report was due pursuant to the provisions of subsection (a) of this Section 3, the Dissemination Agent shall promptly send a notice (with a copy of said notice to the Township) to the National Repository in substantially the form attached as EXHIBIT "A" hereto.

SECTION 4. Contents of Annual Report. Annual Report shall mean: (i) the Township's annual financial statements, substantially in the form set forth in Appendix B to the Official Statement, audited by an independent certified public accountant, provided that the annual audited financial statements of the Township may be submitted separately from the balance of the Annual Report and later than the date required in Section 3(a) hereof for the filing of the Annual Report if the annual audited financial statements are not available by that date, but only if the unaudited financial statements of the Township are included in the Annual Report; and (ii) certain financial information and operating data of the Township consisting of Township indebtedness, property valuation information, and tax rate, levy and collection data. Each annual audited financial statements will conform to generally accepted accounting principles applicable to governmental units or will be prepared in accordance with the standards of the Governmental Accounting Standards Board and requirements of the Division of Local Government Services in the New Jersey Department of Community Affairs as such principles, standards and requirements exist at the time of the filing of the particular annual audited financial statements.

SECTION 5. Reporting of Significant Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following listed events ("Listed Events"):

(1) principal and interest payment delinquencies;
(2) non-payment related defaults, if material;
(3) unscheduled draws on debt service reserves reflecting financial difficulties;
(4) unscheduled draws on credit enhancements reflecting financial difficulties;
(5) substitution of credit or liquidity providers or their failure to perform;
(6) 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 or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
(7) modifications to the rights of Bondholders, if material;
(8) Bond calls (excluding mandatory sinking fund redemptions), if material, or tender offers;
(9) defeasances;
(10) release, substitution, or sale of property securing repayment of the Bonds, if material;
(11) rating changes;
(12) bankruptcy, insolvency, receivership or similar event of the obligated person;
(13) the consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, 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;
(14) appointment of a successor or additional trustee or the change of name of a trustee, if material;
(15) incurrence of a financial obligation[1] of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the obligated person, any of which affect security holders, if material; and
(16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the obligated person, any of which reflect financial difficulties.

(b) The Township shall within seven (7) Business Days of the occurrence of any of the Listed Events, notify the Dissemination Agent in writing to report the event pursuant to subsection (c) of this Section 5. In determining the materiality of a Listed Event specified clauses (2), (7), (8), (10), (13) or (14) of subsection (a) of this Section 5, the Township may, but shall not be required to, rely conclusively on an Opinion of Counsel.

[1] The term "financial obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term financial obligation shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board consistent with Rule 15c2-12.

(c) If the Dissemination Agent has been instructed by the Township to report the occurrence of a Listed Event, the Dissemination Agent shall file a notice of such occurrence with the National Repository within five (5) Business Days of the receipt of such instruction, with a copy of such notice provided by the Dissemination Agent to the Township.

SECTION 6. Termination of Reporting Obligations. The reporting obligations of the Township under this Disclosure Agreement shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds or when the Township is no longer an Obligated Person (as defined in the Rule) with respect to the Bonds.

SECTION 7. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Agreement, the Township may amend this Disclosure Agreement and any provision of this Disclosure Agreement may be waived, if such amendment or waiver is supported by an Opinion of Counsel to the effect that such amendment or waiver will not, in and of itself, cause the undertakings herein to violate the Rule. No amendment to this Disclosure Agreement shall change or modify the rights or obligations of the Dissemination Agent without its written assent thereto. The Township shall give notice of such amendment or waiver to this Disclosure Agreement to the Dissemination Agent and the Dissemination Agent shall file such notice with the National Repository.

SECTION 8. Additional Information. Nothing in this Disclosure Agreement shall be deemed to prevent the Township from disseminating any other information, using the means of dissemination set forth in this Disclosure Agreement or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Agreement. If the Township chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Agreement, it shall not have any obligation under this Disclosure Agreement to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 9. Default and Remedies. In the event of a failure of the Township to comply with any provision of this Disclosure Agreement, the Dissemination Agent may (and, at the request of the Bondholders of at least twenty-five percent (25%) in aggregate principal amount of the outstanding Bonds and provision of indemnity and security for expenses satisfactory to it, shall), or any beneficial owner of the Bonds may, take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Township to comply with its obligations under this Disclosure Agreement. A failure of the Township to comply with any provision of this Disclosure Agreement shall not be deemed to be a default under the Bonds. The sole remedy under this Disclosure Agreement in the event of any failure of the Township to comply with this Disclosure Agreement shall be an action to compel performance.

SECTION 10. Notices. All notices and other communications required or permitted under this Disclosure Agreement shall be in writing and shall be deemed to have been duly given, made and received only when delivered (personally, by recognized national or regional courier service, or by other messenger, for delivery to the intended addressee) or when deposited in the United States mail, registered or certified mail, postage prepaid, return receipt requested, addressed as set forth below:

(i) If to the Township:

Township of Delran
900 Chester Avenue
Delran, New Jersey 08075
Attention: Chief Financial Officer

(ii) If to the Dissemination Agent:

Phoenix Advisors,
a division of First Security Municipal Advisors, Inc.
2000 Waterview Drive, Suite 101
Hamilton, New Jersey 08691

Any party may alter the address to which communications are to be sent by giving notice of such change of address in conformity with the provision of this Section 11 for the giving of notice.

SECTION 11. Beneficiaries. This Disclosure Agreement shall inure solely to the benefit of the Township, the Dissemination Agent and the Bondholders and nothing herein contained shall confer any right upon any other person.

SECTION 12. Submission of Information to MSRB. Any Continuing Disclosure Information filed with the MSRB in accordance with this Disclosure Agreement shall be in electronic format as shall be prescribed by the MSRB or such other format as the Rule may require or permit, and shall be accompanied by such identifying information as shall be prescribed by the MSRB or as may otherwise be required by the Rule.

SECTION 13. Compensation. The Township shall pay the Dissemination Agent from time to time reasonable compensation for all services rendered under this Disclosure Agreement, and also all reasonable expenses, charges, counsel fees and other disbursements, including those of its attorneys, agents and employees, incurred in and about the performance of its powers and duties under this Disclosure Agreement.

SECTION 14. Successors and Assigns. All of the covenants, promises and agreements contained in this Disclosure Agreement by or on behalf of the Township or by or on behalf of the Dissemination Agent shall bind and inure to the benefit of their respective successors and assigns, whether so expressed or not.

SECTION 15. Headings for Convenience Only. The descriptive headings in this Disclosure Agreement are inserted for convenience of reference only and shall not control or affect the meaning or construction of any of the provisions hereof.

SECTION 16. Counterparts. This Disclosure Agreement may be executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

SECTION 17. Severability. If any provision of this Disclosure Agreement, or the application of any such provision in any jurisdiction or to any person or circumstance, shall be held

invalid or unenforceable, the remaining provisions of this Disclosure Agreement, or the application of such provision as is held invalid or unenforceable in jurisdictions or to persons or circumstances other than those in or as to which it is held invalid or unenforceable, shall not be affected thereby.

SECTION 18. Governing Law. This Disclosure Agreement shall be governed by and construed in accordance with the laws of the State of New Jersey.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

IN WITNESS WHEREOF, the parties hereto have executed this Disclosure Agreement as of the date first above written.

TOWNSHIP OF DELRAN, NEW JERSEY

By:_____
KAREEMAH PRESS, Chief Financial Officer

PHOENIX ADVISORS LLC,
as Dissemination Agent

By:_____
SHERRY TRACEY, Senior Managing Director

EXHIBIT A

NOTICE TO NATIONAL REPOSITORY OF FAILURE TO FILE AN ANNUAL REPORT

Name of Issuer: Township of Delran, County of Burlington, New Jersey

Name of Bond Issues Affected: General Obligation Bonds, Series 2026

Date of Issuance of the Affected Bond Issue: August __, 2026

NOTICE IS HEREBY GIVEN that the Issuer has not provided an Annual Report with respect to the above named Bond issue as required by Section 3 of the Continuing Disclosure Agreement, dated August __, 2026, between the Township and the Dissemination Agent. [TO BE INCLUDED ONLY IF THE DISSEMINATION AGENT HAS BEEN ADVISED OF THE EXPECTED FILING DATE - The Issuer anticipates that such Annual Report will be filed by _____.]

Dated: _____

PHOENIX ADVISORS,
as Dissemination Agent

cc: Township of Delran, New Jersey

INFORMATION REPORTING UNDERTAKING AGREEMENT

ISSUER: Township of Delran, County of Burlington, New Jersey ("Issuer")

ISSUE: $4,763,600 Bond Anticipation Notes of 2026, Series A (Non-Callable) ("Notes")

DATED: September 10, 2026

CUSIP: 247235___

This Information Reporting Undertaking Agreement ("Agreement") is executed and delivered by the Issuer as of the date set forth below for the purpose of providing continuing disclosure with respect to the Issuer in order to comply with the provisions of Rule 15c2-12 ("Rule"), promulgated by the Securities and Exchange Commission ("Commission") pursuant to the Securities Exchange Act of 1934, as it may be amended and supplemented from time to time.

Section 1. (a) The Issuer, as an obligated person for purposes of and as defined in the Rule ("Obligated Person"), hereby agrees, in accordance with the provisions of the Rule, so long as any of the Notes are outstanding to provide or cause to be provided to the Municipal Securities Rulemaking Board ("MSRB"), through the internet facilities of the Electronic Municipal Market Access System ("EMMA")[1], or any other public or private repository or entity that shall hereafter be designated by the Commission as a repository for purposes of the Rule (each a "National Repository") and any public or private repository or entity designated by the State of New Jersey as a state information repository for purpose of the Rule ("State Repository" and together with each National Repository, the "Repository" or "Repositories"), as applicable, notice of the occurrence of any of the following listed events (each a "Listed Event" or "Listed Events") with respect to the Notes:

i. Principal and interest payment delinquencies;

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 or determinations with respect to the tax status of the Notes, or other material events affecting the tax status of the Notes;

[1] An internet based filing system created and maintained by the MSRB in accordance with Release No. 34-59062, of the Commission, dated December 5, 2008, pursuant to which issuers of tax-exempt bonds, including the Notes, and other filers on behalf of such issuers shall upload certain information and notices to assist underwriters in complying with the Rule and to provide the general public with access thereto.

vii. Modifications to the rights of Noteholders, if material;

viii. Note calls (excluding mandatory sinking fund redemptions), if material, or tender offers;

ix. Defeasances;

x. Release, substitution, or sale of property securing repayment of the Notes, if material;

xi. Rating changes;

xii. Bankruptcy, insolvency, receivership or similar event of the Issuer;

xiii. The consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the Issuer, 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;

xv. Incurrence of a financial obligation[2] of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the obligated person, any of which affect security holders, if material; and

xvi. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the obligated person, any of which reflect financial difficulties.

(b) The Issuer shall, within ten (10) business days of the occurrence of any of the Listed Events, report the event to the MSRB, through the internet facilities of EMMA, or any other Repositories, as applicable, pursuant to the provisions of Section 1(a) hereof. In determining the materiality of a Listed Event specified in subsections (a)(ii), (vii), (viii), (x), (xiii), (xiv) and (xv) of this Section 1, the Issuer may, but shall not be required to, rely conclusively on a written opinion of counsel expert in federal securities law acceptable to the Issuer.

Section 2. The Issuer reserves the right to terminate its obligation to provide notices of Listed Events, if material, as set forth above, if and when the Issuer no longer remains an Obligated Person with respect to the Notes within the meaning of the Rule. The Issuer will provide notice of such termination to the MSRB via the internet facilities of EMMA and the State Repository, if any.

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[2] The term "financial obligation" means a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). The term financial obligation shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board consistent with Rule 15c2-12.

Section 3. The Issuer agrees that its undertaking pursuant to the Rule set forth in Section 1 of this Agreement is intended to be for the benefit of the holders of the Notes and shall be enforceable by such Noteholders; provided that, the Noteholder's right to enforce the provisions of this undertaking shall be limited to a right to obtain specific enforcement of the Obligated Person's obligations hereunder.

Section 4. This Agreement shall be governed by the laws of the State of New Jersey.

IN WITNESS WHEREOF, the Issuer has executed and delivered this Agreement as of this 10th day of September, 2026.

ISSUER:

TOWNSHIP OF DELRAN, COUNTY OF BURLINGTON, NEW JERSEY

By:_____
KAREEMAH PRESS,
Chief Financial Officer