

**HADDON TOWNSHIP HOUSING AUTHORITY**

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**REPORT ON AUDIT OF FINANCIAL STATEMENTS AND SUPPLEMENTAL  
DATA**

**YEAR ENDED DECEMBER 31, 2023**

**HADDON TOWNSHIP HOUSING AUTHORITY  
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DECEMBER 31, 2023**

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Haddon Township Housing Authority  
Westmont, New Jersey

***Opinion***

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Haddon Township Housing Authority (herein called the Authority) as of and for the year ended December 31 2023 and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Authority, as of December 31 2023 and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinion***

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of the Authority, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

**Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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, which raise substantial doubt about the Authority'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.



## **Auditor's 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 auditor's 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 Authority's internal control. Accordingly, no such opinion is expressed.
- 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, which raise substantial doubt about the Authority'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.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an



opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Haddon Township Housing Authority's basic financial statements. The accompanying financial information, the combining statements of net position, activities and changes in net position and Financial Data Schedule as listed in HUD supplementary information in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining statements of net position, activities and changes in net position, Financial Data Schedule and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the combining statements of net position, activities and changes in net position, financial data schedule and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, I have also issued my report dated September 25, 2024, on my consideration of the Haddon Township Housing Authority's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Haddon Township Housing Authority's internal control over financial reporting and compliance.

*Francis McConnell*

Francis J. McConnell  
Certified Public Accountant

September 25, 2024

**HADDON TOWNSHIP HOUSING AUTHORITY**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**December 31, 2023**

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As management of the Haddon Township Housing Authority, we offer readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Authority for the years ended December 31, 2023. I encourage readers to consider the information presented here in conjunction with the Authority's financial statements, which begin on page 8.

**FINANCIAL HIGHLIGHTS**

**2023**

- The assets of the Authority exceeded its liabilities at the close of this fiscal year by \$798,542 (net position)
- The Authority's unrestricted cash balance at December 31, 2023 was \$898,355 representing an increase of \$93,255 from December 31, 2022.
- The Authority had intergovernmental revenues of \$ 378,961 HUD operating grants for the year ended December 31, 2023.

**2022**

- The assets and deferred outflows of the Authority exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$435,061 (net position)
- The Authority's unrestricted cash balance at December 31, 2022 was \$805,100 representing an increase of \$15,354 from December 31, 2021.
- The Authority had intergovernmental revenues of \$ 318,382 HUD operating grants for the year ended December 31, 2022.

## MANAGEMENT'S DISCUSSION AND ANALYSIS – CONTINUED

### OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements included in this annual report are those of a special-purpose government engaged only in a business-type activity. The following statements are included:

- Statement of Net Position – reports the Authority's current financial resources (short term spend able resources) with capital assets and long-term debt obligations.
- Statement of Revenues, Expenses and Changes in Fund Net Position – reports the Authority's operating and non-operating revenues, by major source along with operating and non-operating expenses and capital contributions.
- Statement of Cash Flows – reports the Authority's cash flows from operating, investing, capital and non-capital activities

### FINANCIAL ANALYSIS OF THE AUTHORITY

**Net Position:** may serve over time as a useful indicator of an agency's financial position. In the case of the Haddon Township Housing Authority, assets exceed liabilities by \$383 thousand at the close of the most recent fiscal year. The following table shows a summary of changes from the prior years

|                                     | 2023      | 2022        |
|-------------------------------------|-----------|-------------|
| Current and Other Assets            | 986,348   | 899,810     |
| Capital Assets, net of depreciation | 1,725,048 | 1,520,858   |
| Total Assets                        | 2,711,396 | 2,420,668   |
| Deferred Outflows of Resources      | 257,555   | 257,555     |
| Current Liabilities                 | 139,689   | 117,586     |
| Noncurrent Liabilities              | 1,329,073 | 1,423,929   |
| Total Liabilities                   | 1,468,762 | 1,541,515   |
| Deferred Inflows of Resources       | 701,647   | 701,647     |
| Net Investment in Capital Assets    | 1,725,048 | 1,520,858   |
| Unrestricted                        | (926,506) | (1,085,797) |
| Net Position                        | 798,542   | 435,061     |



## MANAGEMENT'S DISCUSSION AND ANALYSIS – Continued

### CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets The following table summarizes the changes in capital assets between fiscal years 2023 and 2022

|                            | 2023             | 2022             |
|----------------------------|------------------|------------------|
| LAND                       | \$ 170,306       | \$ 170,304       |
| BUILDINGS AND IMPROVEMENTS | 4,500,354        | 4,365,389        |
| EQUIPMENT                  | 87,280           | 87,280           |
| CONSTRUCTION IN PROGRESS   | 196,470          | 10,967           |
| TOTAL CAPITAL ASSETS       | <u>4,954,410</u> | <u>4,633,940</u> |
| ACCUMULATED DEPRECIATION   | <u>3,229,362</u> | <u>3,113,082</u> |
| NET CAPITAL ASSETS         | <u>1,725,048</u> | <u>1,520,858</u> |

### Debt

At the end of December 31, 2022, the Authority had no outstanding debt.

**Statement of Activities.** The Statement of Activities shows the sources of the Authority's changes in net position as they arise through its various programs and functions. A condensed Statement of Activities comparing fiscal year 2023 and 2022.

|                             | 2023              | 2022            |
|-----------------------------|-------------------|-----------------|
| Tenant Rental Revenue       | \$ 514,896        | \$ 476,523      |
| Government Operating Grants | 378,961           | 318,382         |
| Other Revenue               | 46,147            | 52,756          |
| Total Operating Revenue     | <u>940,004</u>    | <u>847,661</u>  |
| Operating Expenses          |                   |                 |
| Administrative              | 288,533           | 254,758         |
| Tenant Services             | 3,759             | 1,617           |
| Utilities                   | 199,419           | 201,777         |
| Maintenance                 | 217,283           | 200,040         |
| General expenses            | 77,779            | 75,812          |
| Depreciation                | 116,280           | 111,051         |
|                             | -                 | -               |
| Total Operating expenses    | <u>903,053</u>    | <u>845,055</u>  |
| Net Operating Income (loss) | 36,951            | 2,606           |
| Non Operating Revenue       | -                 | -               |
| Net Investment Income       | 6,060             | 1,297           |
| Capital Grants              | 320,470           | -               |
| Total NonOperating revenue  | <u>326,530</u>    | <u>1,297</u>    |
|                             | -                 | -               |
| CHANGE IN NET POSITION      | <u>\$ 363,481</u> | <u>\$ 3,903</u> |

## **MANAGEMENT'S DISCUSSION AND ANALYSIS – Continued**

### **Statement of Activities – continued**

Governmental operating revenue includes the annual operating subsidies for the low rent and capital grants made available by the U.S. Housing and Urban Development ("HUD"). The Authority also generated over \$400 thousand in tenant revenue which helped offset the authority's administrative expenses.

### **CONTACTING THE AUTHORITY'S FINANCIAL MANAGEMENT**

The financial report is designed to provide a general overview of the Authority's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Executive Director, Haddon Township Housing Authority, New Jersey, 20 Wynnewood Avenue, Westmont, New Jersey 08108, or call (856)854-3700

## FINANCIAL SECTION



**HADDON TOWNSHIP HOUSING AUTHORITY  
STATEMENT OF NET POSITION  
DECEMBER 31, 2023**

**ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

**ASSETS**

|  |                         |
|--|-------------------------|
| Current Assets                                 |                         |
| Cash and cash equivalents                      | \$ 898,355              |
| Cash - Tenant Security Deposits                | 44,255                  |
| Accounts Receivable - net                      | 43,738                  |
| Total Current Assets                           | <u>986,348</u>          |
| Noncurrent assets                              |                         |
| Capital assets, net of depreciation            | 1,725,048               |
| Total Noncurrent Assets                        | <u>1,725,048</u>        |
| Deferred Outflow of Resources                  |                         |
| Deferred Outflows - PERS                       | 82,253                  |
| Deferred Outflows - OPEB                       | 175,302                 |
| Total Deferred Outflows of resources           | <u>257,555</u>          |
| Total Assets and Deferred Outflow of Resources | <u><u>2,968,951</u></u> |

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION**

**LIABILITIES:**

|   |                  |
|---|------------------|
| Current Liabilities                                 |                  |
| Accounts Payable                                    | 10,995           |
| Accounts payable - other government                 | 48,746           |
| Accrued Expenses                                    | 13,064           |
| Compensated Absences                                | 3,493            |
| Tenant Security Deposits                            | 44,255           |
| Deferred revenue and other liabilities              | 19,136           |
| Total Current Liabilities                           | <u>139,689</u>   |
| Noncurrent liabilities                              |                  |
| Compensated absences, net of current                | 70,182           |
| Deferred revenue, net of current                    | 226,868          |
| Accrued OPEB  | 608,032          |
| Accrued Pension                                     | 423,991          |
| Total Noncurrent Liabilities                        | <u>1,329,073</u> |
| Total Liabilities                                   | <u>1,468,762</u> |
| Deferred Inflows of Resources                       |                  |
| Deferred Inflows - PERS                             | 151,655          |
| Deferred Inflows - OPEB                             | 549,992          |
| Total Deferred Inflow of Resources                  | <u>701,647</u>   |
| Total liabilities and deferred inflows of resources | <u>2,170,409</u> |

**NET POSITION**

|   |                            |
|---|----------------------------|
| Net Investments in capital assets                                 | 1,725,048                  |
| Unrestricted net assets (Deficit)                                 | (926,506)                  |
| Total net position  | <u>798,542</u>             |
| Total Liabilities, Deferred Inflow of Resources, and Net Position | <u><u>\$ 2,968,951</u></u> |

The accompanying notes are an integral part of this statement

**HADDON TOWNSHIP HOUSING AUTHORITY**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**YEAR ENDED DECEMBER 31, 2023**

|                                     |                   |
|-------------------------------------|-------------------|
| OPERATING REVENUES                  |                   |
| Tenant Revenue                      | \$ 514,896        |
| Operating grants                    | 378,961           |
| Other Income                        | 46,147            |
| Total operating revenues            | <u>940,004</u>    |
| OPERATING EXPENSES                  |                   |
| Administrative                      | 288,533           |
| Tenant services                     | 3,759             |
| Utilities                           | 199,419           |
| Maintenance                         | 217,283           |
| General                             | 35,086            |
| Insurance expenses                  | 42,693            |
| Depreciation Expense                | 116,280           |
| Total Operating Expenses            | <u>903,053</u>    |
| NET OPERATING INCOME (LOSS)         | 36,951            |
| NONOPERATING REVENUES (EXPENSES)    |                   |
| Investment Income                   | 6,060             |
| Total nonoperating revenues         | <u>6,060</u>      |
| Income (loss) before capital grants | 43,011            |
| Capital Grants                      | <u>320,470</u>    |
| Change in net position              | 363,481           |
| Total net position - beginning-     | <u>435,061</u>    |
| Total net position - ending         | <u>\$ 798,542</u> |

The accompanying notes are an integral part of this statement

**HADDON TOWNSHIP HOUSING AUTHORITY  
STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2023**

**CASH FLOWS FROM OPERATING ACTIVITIES**

|  |                  |
|--|------------------|
| Hud operating subsidies                | \$ 378,961       |
| Receipts from residents and others     | 514,896          |
| Other revenue received                 | 46,147           |
| Payments to suppliers                  | (515,420)        |
| Payments to and on behalf of employees | <u>(332,553)</u> |

Net cash provided by (used) in operating activities 92,031

**CASH FLOWS FROM CAPITAL AND  
RELATED FINANCING ACTIVITIES**

|   |                  |
|---|------------------|
| Capital grants received                                     | 320,470          |
| Acquisition of capital assets                               | <u>(320,470)</u> |
| Net cash (used) in capital and related financing activities | <u>-</u>         |

**CASH FLOWS FROM INVESTING ACTIVITIES**

|                   |              |
|-------------------|--------------|
| Investment Income | <u>6,060</u> |
|-------------------|--------------|

Net cash provided by investing activities 6,060

**NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS**

98,091

**CASH AND CASH EQUIVALENTS, JANUARY 1**

844,519

**CASH AND CASH EQUIVALENTS, DECEMBER 31**

\$ 942,610

**DECEMBER 31, CASH AND CASH EQUIVALENTS**

|                                   |                   |
|-----------------------------------|-------------------|
| Unrestricted                      | \$ 898,355        |
| Restricted                        | 44,255            |
| Total Unrestricted and Restricted | <u>\$ 942,610</u> |

The accompanying notes are an integral part of this statement



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2023**

**RECONCILIATION OF OPERATING INCOME TO**  
**NET CASH PROVIDED BY OPERATING ACTIVITIES**

|   |                  |
|---|------------------|
| Net Operating Income ( Loss )                           | \$ 36,951        |
| Add back non-cash Items:                                |                  |
| Depreciation expense                                    | 116,280          |
| Decrease (Increase) in Assets/Deferred outflows/inflows |                  |
| Accounts Receivable -                                   | 11,553           |
|   | <u>164,784</u>   |
| Increase (Decrease) in Liabilities                      |                  |
| Accounts Payable and Accrued Expenses                   | 33,574           |
| other Liabilities and deferred credits                  | (106,327)        |
|   | <u>(72,753)</u>  |
| Net Cash provided by operating activities               | <u>\$ 92,031</u> |

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The accompanying notes are an integral part of this statement

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Organization and Program Description**

The Haddon Township Housing Authority (herein referred to as the Housing Authority) was organized under the laws of the State of New Jersey and operates under an Annual Contributions Contract (ACC) with the United States Department of Housing and Urban Development (HUD) to provide low-income housing to eligible participants under the United States Housing Act of 1937, as amended. The formation and operation of the Housing Authority is governed by the Act, and administered by HUD under the Annual Contributions Contracts.

The Authority is governed by a board of Directors appointed locally. An Executive Director is appointed by the housing authority's Board to manage the day-to-day operations of the Authority.

**Low Rent Housing Program**

This program provides low-rent housing to qualified residents of the Township of Haddon, New Jersey. All units are owned and operated by the Housing Authority and were purchased with financing arranged or provided through HUD. The operations of the program are subsidized by HUD through an Annual Contributions Contract. Operating subsidy contributions for the year ended December 31, 2023 was \$316,951 and is included in operating grants in the statements of revenues, expenses and changes in net position.

**Capital Fund Program Grants**

Capital fund grants are recognized as revenues in the statements of revenues, expenses and changes in net position in accordance with GASB Statement No. 34. Capital grants support the development, modernization and operation of public housing developments.

**B Reporting Entity**

In determining how to define the reporting entity, management has considered all potential component units. The decision to include a component unit in the reporting entity is made by applying the criteria set forth by GASB. These criteria include manifestation of oversight responsibility including financial accountability, appointment of a voting majority, imposition of will, financial benefit to or burden on primary organization, financial accountability as a result of fiscal dependency, potential for dual inclusion, and organizations included in the reporting entity although the primary organization is not financial accountable. Based on these criteria, there are no additional agencies which should be included in the financial statements of the Housing Authority.

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**C - Basis of Accounting**

The Authority's financial statements represent the net position and results of operations of the housing authority and have been prepared in accordance with generally accepted accounting principles (GAAP) of the United States of America as applied to governmental entities.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The housing authority maintains their accounts substantially in accordance with the chart of accounts prescribed by HUD and are organized utilizing the fund accounting model. A fund is an independent entity with a self-balancing set of accounts.

The housing authority accounts for its operations in a single enterprise fund. Enterprise funds account for those operations financed and operated in a manner similar to a private business or where the housing authority has decided that determination of revenue earned, costs incurred and net revenue over expenses is necessary for management accountability.

Enterprise funds are proprietary funds used to account for business activities of special purpose governments for which a housing authority qualifies under GASB No. 34 "*Basic Financial Statements – and Management's Discussion and analysis – for State and Local Governments.*"

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting, whereby all revenues are recognized in the period in which they are earned and expenses are recognized in the period in which the liability is incurred regardless of the timing of the cash flows. All assets and deferred outflows and liabilities and deferred inflows associated with the operation of the Authority are included in the statements of net position. The statements of revenues, expenses and changes in net position present increases (revenues and capital contributions) and decreases (expenses) in total net position.

**New Accounting Standards Adopted:**

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, is effective for the year ending June 30, 2023. This statement provides guidance on accounting for Subscription-Based Information Technology Arrangements (SBITA) where the government contracts for the right to use another party's software. The standards for SBITAs are based on the standards established in GASB Statements No. 87, *Leases*. This statement has no effect on these financial statements.



**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**C - Basis of Accounting – continued**

**Budgeting and Budgetary Accounting**

The Authority prepares an annual operating and capital budget for all programs in accordance with HUD requirements. The budget is formally adopted by resolution of the Authority's Board of Directors. Once adopted, the Board of Directors may amend the adopted budget when unexpected modifications are required in estimated revenues and expenses. The budget is prepared on a detailed line-item basis.

**D - Cash and Cash Equivalents**

The Authority considers all securities, including certificates of deposits and short-term investments, with maturities of three months or less to be cash equivalents.

**E - Accounts Receivable**

Rents are due from tenants on the first day of each month. An allowance for doubtful accounts is established to provide for accounts which may not be collected in the future for any reason.

The authority recognizes receivables from HUD and other governmental agencies for amounts earned and billed but not received and for amounts earned but unbilled, as of year-end.

**F - Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and reported amounts of revenues and expenditures during the reporting period. Actual results could differ from these estimates.

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31 2023**

**G – Capital Assets**

Capital assets include land, structures and equipment recorded at cost and is comprised of property betterments and additions, and modernization program costs. Charges for maintenance and repairs are expensed when incurred. The authority depreciates these assets over their estimated useful lives using the straight-line method of depreciation.

| <u>Category</u>         | <u>Useful lives (in Years)</u> |
|-------------------------|--------------------------------|
| Buildings               | 30 - 40 years                  |
| Improvements            | 30 - 40 years                  |
| Furniture and Equipment | 5 - 10 years                   |
| Vehicles                | 5 - 10 years                   |
| Computer equipment      | 5 - 10 years                   |

**Impairment of Capital Assets**

GASB Statement No., 42, *Accounting and Financial reporting for Impairment of Capital Assets and for the Insurance Recoveries*, established accounting and financial reporting standards for impairment of capital assets. A capital asset is considered impaired when its service utility has declined significantly and unexpectedly. The housing authority is required to evaluate prominent events of changes in circumstances affecting capital assets to determine whether impairment of a capital asset has occurred. No such events or circumstances were encountered as of December 31, 2023.

**H – Accrued Compensated absences**

Accumulated unpaid leave time is accrued at the estimated amounts of future benefits attributable to services already rendered.

**I – Equity Classifications**

Equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – consists of any capital assets, net of accumulated depreciation and reduced by any outstanding balances of loans, notes or mortgages

Restricted Net Position -, consists of the net amount of assets with constraints placed on the use either by (1) external groups such as creditors, grantors, laws or regulations of other governments, or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position – all other net amounts of assets that do not meet the definition of “restricted” or “net investment in capital assets”.

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**J – Use of Restricted Assets**

When both restricted and unrestricted resources are available for a particular restricted use, it is the Authority's policy to use restricted resources first, and then unrestricted resources as needed.

**K - Operating Revenues and Expenses**

The Authority defines its operating revenues as income derived from charges to residents and others for services provided, and in the management of Authority assets. Its operating expenses are costs incurred in the operation of its program activities to provide services to residents and others. The Authority classifies other revenues and expenses as non-operating.

**L - Income Taxes**

The housing authority is a New Jersey municipal authority and, as such, is exempt from income taxes and other state and local taxes. The housing authority believes it has not engaged in any activities for which its tax-exempt status would not be sustained under Internal Revenue Service examination or that would require filing of an income tax return for unrelated business income taxes.

**M – Economic Dependency**

The Section 8 and Low Rent Housing Programs of the Authority are economically dependent on operating grants and subsidies from HUD.

**NOTE 2 – CASH AND CASH EQUIVALENTS –**

Cash consists primarily of cash in checking accounts. Cash is classified as "Unrestricted" and "Restricted" for financial presentation purposes based on HUD guidance:

- Cash – Unrestricted includes cash available for program purposes including current operations, working capital and reserves. Because the funds are not tied to a certain program or property, they are classified as unrestricted.
- Cash – Restricted includes cash to be expended for specific purposes based on the sources of the money. The housing authority's restricted cash generally includes: housing choice voucher funds and resident security deposits.



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 2 – CASH AND CASH EQUIVALENTS – *continued***

All funds on deposits are FDIC insured up to \$250,000 per institution or are fully collateralized in accordance with guidance recommended by HUD.

As of December 31, 2023 the cash and cash equivalents consisted of the following:

|  | 2023       |
|--|------------|
| Operating Fund   | 898,355    |
| Tenant Security Deposits                                   | 44,255     |
|  | -          |
|  | 942,610    |
|  |            |
| Bank Balances  | \$ 981,975 |
|  |            |
| <u>Reconciliation of detail to statement of net assets</u> |            |
|  | -          |
| Cash - unrestricted  | 898,355    |
| Cash - restricted  | 44,255     |
|  | \$ 942,610 |

**NOTE 3 – RECEIVABLES**

Accounts Receivable as of December 31, 2023

|                                       | 2023   |
|---------------------------------------|--------|
| Tenant accounts receivable            | 23     |
| HUD                                   | 43,715 |
|                                       | -      |
|                                       |        |
| Total accounts receivable             | 43,738 |
| Less: allowance for doubtful accounts | -      |
|                                       | 43,738 |



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 4 – RISK MANAGEMENT**

The Authority is exposed to various risks of potential liabilities, such as theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. In order to deal with these potential liabilities, the Authority's risk management program consisted of various insurance policies covering each of these risks. The Authority believes such coverage is sufficient to preclude any significant uninsured losses to the Authority.

**NOTE 5 - FIXED ASSETS**

Changes in capital assets for 2023 consisted of:

|  | 2022        | additions | disposals | transfers | 2023        |
|--|-------------|-----------|-----------|-----------|-------------|
| <b>Non-depreciable capital assets:</b> |             |           |           |           |             |
| Land                                   | 170,304     | -         | -         |           | 170,304     |
| Constructio in Progress                | 10,967      | 196,470   |           | (10,967)  | 196,470     |
| <b>Depreciable capital assets:</b>     |             |           |           |           |             |
| Buildings and Improvements             | 4,365,389   | 124,000   | -         | 10,967    | 4,500,356   |
| Equipment - Admin & Dwell              | 87,280      | -         | -         |           | 87,280      |
|  | -           | -         | -         | -         | -           |
| Totals                                 | 4,452,669   | 124,000   | -         | 10,967    | 4,587,636   |
| Total capital assets                   | 4,633,940   | 124,000   | -         |           | 4,954,410   |
| Accumulated Depreciation:              | (3,113,082) | (116,280) | -         |           | (3,229,362) |
| Net Capital Assets                     | 1,520,858   | 7,720     | -         | -         | 1,725,048   |

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**NOTE 6 – COMPENSATED ABSENCES**

Accrued compensated absences represents the amount of accumulated leave for which employees are entitled to receive payment in accordance with the authority's Personnel Policy. Compensated absences activity consisted of the following:

|   | 2023      |
|---|-----------|
| Beginning compensated absences                | \$ 60,292 |
| Compensated absences earned                   | 20,832    |
| Compensated absences redeemed                 | (7,449)   |
| Ending compensated absences                   | 73,675    |
| Less: current portion                         | 3,493     |
| Compensated absences, net of current position | \$ 70,182 |

**NOTE 7 – ACCRUED LIABILITIES**

Accrued Liabilities as of December 31, 2023

|                                   | 2023     |
|-----------------------------------|----------|
| Accrued payroll and payroll taxes | \$ 1,719 |
|                                   | -        |
|                                   | \$ 1,719 |

**NOTE 8 – DEFERRED CREDITS AND OTHER LIABILITIES**

Deferred Credits and other liabilities as of December 31, 2023

|  | 2023       |
|--|------------|
| Unearned Revenue - Prepaid Rental Income | \$ 246,004 |
| Less: Non current portion                | 226,868    |
| net current portion                      | \$ 19,136  |

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**NOTE 9 – NON-CURRENT LIABILITIES**

Noncurrent liabilities as of December 31, 2023

|                              | 2023               |
|------------------------------|--------------------|
| Accrued Compensated absences | \$ 70,182          |
| Accrued pension              | 423,991            |
| Accrued OPEB - A             | 608,032            |
| Unearned revenue             | 226,868            |
|                              | <u>\$1,329,073</u> |

**NOTE 10 - DEFICIT NET POSITION**

The unrestricted net deficit of \$ 926,506 as of December 31, 2023 includes the effect of the recognition of the deferred outflows and inflows of resources related to differences between expected and actual experience, changes in assumptions, changes in proportion, and the net difference between projected and actual investment earnings offset by the Authority's proportionate share of the net pension and OPEB liability and changes in assumptions.

**NOTE 11 – COMMITMENTS AND CONTINGENCIES**

In September 2006 the housing authority received a lump sum payment in the amount of \$300,480 for a 20 year lease agreement and in June 2012 the housing authority received a lump sum payment in the amount of \$421,000 for a 22 year period. Both were for cell tower space.

|                       |                   |
|-----------------------|-------------------|
| 12/31/2024            | \$ 34,160         |
| 12/31/2025            | 34,160            |
| 12/31/2026            | 34,160            |
| 12/31/2027            | 34,160            |
| 12/31/2028            |                   |
| Thereafter            | 109,371           |
|                       | <u>\$ 246,011</u> |
| Current Rental Income | <u>34,160</u>     |



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 12 – Deferred Outflows/Inflows of Resources** – Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. Deferred outflows of resources consist of unrecognized items not yet charges to pension expense and contributions from the employer after the measurement date but before the end of the employer's reporting period.

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources until that time. These inflows consist of an unamortized portion of the net difference between projected and actual earnings on pension plan investments.

**NOTE 13 – PENSION PLAN**

**Description of Plan**

The Authority participates in the Public Employees Retirement System (PERS), a cost-sharing multiple employers defined benefit pension plan administered by the Division of Pensions within the Department of Treasury, State of New Jersey. It is a cost-sharing, multiple-employer defined benefit pension plan. The PERS was established on January 1, 1955 under the provisions of N.J.S.A. 43:15A. to provide coverage, including post-retirement health care, for substantially all full-time employees of the state, its counties, municipalities, school districts or public agencies, provided the employee is not a member of another state administered retirement system. Membership is mandatory for such employees.

**Vesting and Benefit Provisions**

The vesting and benefit provisions for the PERS are set by N.J. S.A. 43:15A and 43:3B. All benefits vest after ten years of services, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined.

**Funding Requirements - PERS**

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994 and Chapter 115, P.L. of 1998, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employers' contributions are actuarially determined annually by the

The Authority's total contributions to PERS for the year ended December 31, 2023 was \$ 35,429.



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 13 – PENSION PLAN – continued**

**Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

– at December 31, 2023, the Authority reported a liability of \$ 423,991 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability was based on the authority's share of contributions to the pension plan relative to the contributions of all PERS participating employers. At June 30, 2022, the authority's collective proportion percentage was ..0031633069%

For the year ended the authority recognized pension benefit of \$(40,200). At December 31, 2023, the authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|  | Deferred<br>Outflows | Deferred<br>Inflows |
|--|----------------------|---------------------|
| Differences between expected and actual experiences  | \$ 3,060             | \$ 2,699            |
| Changes in assumptions   | 1,314                | 63,488              |
| Net difference between projected and actual earnings on pension plan investments                               | 17,549               | -                   |
| Changes in proportion and differences between Authority contributions and proportionate share of contributions | -                    | 85,468              |
|  | 60,330               | -                   |
| <b>Total</b>   | <b>\$ 82,253</b>     | <b>\$ 151,655</b>   |

Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expenses as follows:

| Year<br>Ended<br>Dec., 31 | Total              |
|---------------------------|--------------------|
| 2023                      | \$ (13,880)        |
| 2024                      | \$ (13,880)        |
| 2025                      | \$ (13,880)        |
| 2026                      | \$ (13,880)        |
| 2027                      | \$ (13,880)        |
|                           | <b>\$ (69,402)</b> |

**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 13 – PENSION PLAN – continued**

Actuarial assumptions – the total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

|  |   |
|--|---|
| Rate of inflation: price                   | 2.75%                                     |
| Wage                                       | 3.25%                                     |
| Rates of salary increases:<br>through 2026 | 2.00 – 6.00%<br>based on years of service |
| Thereafter                                 | 3.00 – 7.00%<br>based on years of service |
| Investment rate of return                  | 7.00%                                     |

Mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality tables with an 82.2% adjustment for males and 101.4% adjustment for females., as appropriate, with adjustments for mortality improvements based on Scale AA.

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00%at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pension 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 are developed for each major class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major class included in PERS's target asset allocation as of June 30, 2017 are summarized in the following table:

| Asset Class                     | Target Allocation | Long-Term Expected Real Rate of Return |
|---------------------------------|-------------------|--|
| Risk Mitigation Strategies      | 3.00%             | 3.40%                                  |
| Cash Equivalents                | 4.00%             | 0.50%                                  |
| U.S. Treasuries                 | 5.00%             | 1.94%                                  |
| Investment grade credit         | 8.00%             | 2.67%                                  |
| Public High Yield               | 2.00%             | 5.95%                                  |
| Private credit                  | 8.00%             | 7.59%                                  |
| Real assets                     | 3.00%             | 9.73%                                  |
| Real Estate                     | 8.00%             | 9.56%                                  |
| US Equity                       | 27.00%            | 7.71%                                  |
| Non-US developed markets equity | 13.50%            | 8.57%                                  |
| Emerging Markets equity         | 5.50%             | 10.23%                                 |
| Private equity                  | 13.00%            | 11.42%                                 |



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 13 – PENSION PLAN – continued**

Discount Rate - the discount rate used to measure the total pension liability was 6.28% as of June 30, 2022. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2046. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057, the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Authority's Proportionate Share of Net Pension Liability to changes in the Discount Rate – the following represents the Authority's proportionate share of the net pension liability calculated using the discount rate of 6.28 percent, as well as what the authority's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (4.66 percent) or 1-percentage point higher (6.66 percent) than the current rate,

|  | 1% Decrease | Discount Rate | 1% Increase |
|--|-------------|---------------|-------------|
| Authority's proportionate share of the net pension liability | 549,317     | 423,991       | 323,980     |

**Note 14 – OTHER POST EMPLOYMENT BENEFITS**

**A. Plan Description**

The State Health Benefit Local Government Retired Employees Plan ("SHBP") is a cost-sharing multiple employers defined benefit OPEB plan administered by the State of New Jersey, Division of Pensions and Benefits (the "Division"). It covers employees of local government employers that have adopted a resolution to participate in the SHBP. For additional information about SHBP, please refer to the Division's Comprehensive Annual Financial Report ("CAFR"), which can be found at <https://www.state.nj.us/treasury/pension/financial-reports.shtml>.

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**NOTE 14. – OTHER POST EMPLOYMENT BENEFITS - (continued)**

**B. Benefits**

SHBP provides medical and prescription drug to retirees and their covered dependents of the employers. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees. Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of services credit in a State of locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached.

the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the

law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiation's agreement.

Pursuant to Chapter 78, P.L., 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011, will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

On December 31, 2023, the Authority reported a liability of 608,032 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2022.



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 14. – OTHER POST EMPLOYMENT BENEFITS - (continued)**

For the year ended December 31, 2023, the Authority recognized OPEB benefit of \$(36,174). At December 31, 2023, the Authority reported deferred outflows of resources and deferred inflows of resources from the following sources.

|   | Deferred<br>Outflows | Deferred<br>Inflows |
|---|----------------------|---------------------|
| Changes in assumptions  | \$ 98,135            | \$ 120,585          |
| Changes in proportions  | 61,533               | 286,612             |
| Net differences between projected and actual investment earnings on OPEB plan investments | -                    | -                   |
| Differences between expected and actual experience  | 326                  | -                   |
|   | 15,308               | 142,725             |
| <b>Total</b>  | <b>\$ 175,302</b>    | <b>\$ 549,922</b>   |

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

| Year<br>Ended<br>31-Dec | Total               |
|-------------------------|---------------------|
| 2024                    | (79,356)            |
| 2025                    | (79,356)            |
| 2026                    | (79,356)            |
| 2027                    | (79,356)            |
| 2028                    | (79,356)            |
|                         | <b>\$ (396,778)</b> |





**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**D - Actuarial Assumptions**

The total OPEB liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of June 30, 2021. This actuarial valuation used the following assumptions:

Inflation Rate            2.50%

Salary increases:

Through 2026            2.00 to 6.00%, based on years of service

Thereafter                3.00 – 7.00%, based on years of service

Mortality:

PERS                      Pub-2010 General classification headcount weighted mortality with  
Fully generational mortality improvement projections from the central  
Year using Scale MP-2019

PFRS                      Pub-2010 safety classification headcount weighted mortality with  
Fully generational mortality improvement projections from the central  
Year using Scale MP-2019

Actuarial assumptions used in the July 1, 2020 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2021 and July 1, 2014 to June 30, 2021, respectively.

100% of active members are considered to participate in the Plan upon retirement.

**E: Discount Rate**

The discount rate used to measure the total OPEB liability was 3.50% as of June 30, 2021. This represents the municipal bond return rate chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2023**

**NOTE 13. – OTHER POST EMPLOYMENT BENEFITS - (continued)**

*F: Sensitivity of the Authority's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate*

The following presents the Authority's proportionate share of the net OPEB liability calculated using the discount rate of 3.50%, as well as what the Authority's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.50%) or 1 percentage point higher (4.50%) than the current

|   | 1% Decrease | Discount Rate | 1% Increase |
|---|-------------|---------------|-------------|
| Authority's proportionate share of the net OPEB liability | 1,111,542   | 608,032       | 655,573     |

**G: Health Care Trend Assumptions**

For pre-Medicare preferred provider organization ("PPO") and health maintenance organization ("HMO") medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long-term trend rate after eight years. For post-65 PPO and HMO medical benefits, the trend rate is 4.5%. For prescription drug benefits, the initial trend rate is 7.5% decreasing to a 4.5% trend rate after eight years.

*H: Sensitivity of the Authority's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Trend Rate*

The following presents the Authority's proportionate share of the net OPEB liability calculated using the healthcare trend rate as disclosed above, as well as what the Authority's proportionate share of the net pension liability would be if it were calculated using a healthcare trend rate that is 1 percentage point lower or 1 percentage point higher than the current rate.

|   | 1% Decrease | Healthcare cost<br>Trend rate | 1% Increase |
|---|-------------|-------------------------------|-------------|
| Authority's proportionate share of the net OPEB liability | 1,111,542   | 608,032                       | 655,573     |

**HADDON TOWNSHIP HOUSING AUTHORITY  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2023**

**NOTE 14 – SUBSEQUENT EVENTS**

In preparing the financial statements, the Housing Authority has evaluated events and transactions for potential recognition or disclosure through September 25, 2024 the date the financial statements were available to be issued. The authority has found no uncertainties to be recognized.

## **REQUIRED SUPPLEMENTARY INFORMATION**

HADDON TOWNSHIP HOUSING AUTHORITY  
SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY  
YEARS ENDED DECEMBER 31

|  | 2023       | 2022       | 2021       | 2020       | 2019       | 2018       | 2017       | 2016       | 2015       | 2014       |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Authority's proportions of the net pension liability (asset)   | 0.00316%   | 0.00316%   | 0.00316%   | 0.00315%   | 0.00254%   | 0.00314%   | 0.00309%   | 0.00305%   | 0.00286%   | 0.00277%   |
| Authority's proportionate share of the net pension liability   | \$ 423,991 | \$ 423,991 | \$ 374,741 | \$ 514,243 | \$ 457,767 | \$ 618,194 | \$ 457,767 | \$ 903,464 | \$ 642,030 | \$ 518,541 |
| Authority's covered-employee payroll   | \$ 210,000 | \$ 210,000 | \$ 207,056 | \$ 242,884 | \$ 211,974 | \$ 189,882 | 220,484    | \$ 214,068 | \$ 120,702 | \$ 181,398 |
| Authority's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 201.90%    | 201.90%    | 180.99%    | 211.72%    | 215.95%    | 325.57%    | 207.62%    | 422.05%    | 531.91     | 285.86     |
| Plan fiduciary net position as a percentage of the total pension liability                                   | 53.60%     | 53.60%     | 53.60%     | 58.32%     | 56.27%     | 53.60%     | 48.10%     | 40.14%     | 47.93      | 52.07      |

See accompanying independent auditor's report



HADDON TOWNSHIP HOUSING AUTHORITY  
SCHEDULE OF AUTHORITY'S CONTRIBUTIONS  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY  
YEARS ENDED DECEMBER 31

|  | 2023       | 2022       | 2021       | 2020       | 2019       | 2018       | 2017       | 2016       | 2015       | 2014       | 2013       |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Statutorily required contributions                                     | \$ 35,429  | \$ 35,429  | \$ 37,046  | \$ 34,497  | \$ 24,712  | \$ 31,230  | \$ 28,625  | \$ 27,098  | \$ 24,589  | \$ 22,832  | \$ 21,416  |
| Contributions in relation to the<br>statutorily required contributions | (35,429)   | (35,429)   | (37,046)   | (34,497)   | (24,712)   | (31,320)   | (28,625)   | (27,098)   | (24,589)   | (22,832)   | (21,416)   |
| Contributions deficiency (excess)                                      | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          | -          |
| Authority's covered-employee payroll                                   | \$ 210,000 | \$ 210,000 | \$ 207,056 | \$ 242,884 | \$ 211,974 | \$ 189,882 | \$ 220,484 | \$ 214,068 | \$ 120,702 | \$ 181,398 | \$ 176,214 |
| Contributions as a percentage of<br>covered-employee payroll           | 16.87%     | 16.87%     | 17.89%     | 14.20%     | 11.66%     | 16.45%     | 12.98%     | 12.66%     | 20.37%     | 12.59%     | 12.15%     |

See accompanying independent auditor's report

Haddon Township Housing Authority  
Schedule of Proportionate Share of the Net OPEB Liability (Asset)  
For the Year Ended December 31.

|   | 2023       | 2022       | 2021       | 2020       | 2019       | 2018       | 2017       | 2016         |
|---|------------|------------|------------|------------|------------|------------|------------|--------------|
| Employer's proportionate share of the net OPEB liability  | \$ 608,032 | \$ 682,192 | \$ 682,192 | \$ 861,078 | \$ 605,645 | \$ 756,384 | \$ 973,016 | \$ 1,143,859 |
| Employer's covered payroll  | \$ 210,000 | \$ 207,056 | \$ 207,056 | \$ 242,884 | \$ 211,974 | \$ 189,882 | \$ 220,484 | \$ 214,068   |
| Employer's proportionate share of the net OPEB liability as a percentage of its covered payroll | 354.52%    | 354.52%    | 354.52%    | 354.52%    | 285.72%    | 398.34%    | 441.31%    | 534.34%      |
| Plan fiduciary net position as a percentage of the total opeb LIABILITY                         | 0.91%      | 0.91%      | 0.91%      | 0.91%      | 1.98%      | 1.97%      | 1.03%      | 0.69%        |

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

**OTHER SUPPLEMENTARY INFORMATION**

**HADDON TOWNSHIP HOUSING AUTHORITY**  
**COMBINING STATEMENT OF NET POSITION**  
**AS OF DECEMBER 31, 2023**

|  | Low Rent<br>Housing | Capital fund<br>Program | Totals           |
|--|---------------------|-------------------------|------------------|
| <b>ASSETS</b>  |                     |                         |                  |
| Current Assets   |                     |                         |                  |
| Cash   | 898,355             | -                       | 898,355          |
| Restricted cash and investments                        | 44,255              | -                       | 44,255           |
| Receivables, net                                       | 43,738              | -                       | 43,738           |
| Total Current assets                                   | 986,348             | -                       | 986,348          |
| <b>NONCURRENT ASSETS</b>                               |                     |                         |                  |
| Capital assets, net of depreciation                    | 1,725,048           | -                       | 1,725,048        |
| Total noncurrent assets                                | 1,725,048           | -                       | 1,725,048        |
| Deferred Outflows of Resources                         |                     |                         |                  |
| Deferred Outflows - PERS                               | 82,253              |                         | 82,253           |
| Deferred Outflows - OPEB                               | 163,244             |                         | 163,244          |
| Deferred Outflows of Resources                         | 257,555             |                         | 257,555          |
| <b>TOTAL ASSETS and DEFERRED OUTFLOWS OF RESOURCES</b> | <b>2,968,951</b>    | <b>-</b>                | <b>2,968,951</b> |
| <b>LIABILITIES AND NET POSITION</b>                    |                     |                         |                  |
| Current Liabilities                                    |                     |                         |                  |
| Accounts payable                                       | 22,340              | -                       | 22,340           |
| Accrued Liabilities                                    | 1,719               | -                       | 1,719            |
| Accounts Payable - other government                    | 48,746              | -                       | 48,746           |
| Compensated absences                                   | 3,493               | -                       | 3,493            |
| Tenant security deposits                               | 44,255              | -                       | 44,255           |
| Deferred credits and other liabilities                 | 19,136              | -                       | 19,136           |
| Total current liabilities                              | 139,689             | -                       | 139,689          |
| <b>NONCURRENT LIABILITIES</b>                          |                     |                         |                  |
| Compensated absences                                   | 70,182              | -                       | 70,182           |
| Accrued pension  | 423,991             | -                       | 423,991          |
| Accrued OPEB   | 608,032             | -                       | 608,032          |
| other liabilities                                      | 226,868             | -                       | 226,868          |
| Total noncurrent liabilities                           | 1,329,073           | -                       | 1,329,073        |
| <b>TOTAL LIABILITIES</b>                               | <b>1,468,762</b>    | <b>-</b>                | <b>1,468,762</b> |
| Deferred Inflows of resources                          |                     |                         |                  |
| Deferred Inflows - PERS                                | 151,655             | -                       | 151,655          |
| Deferred Inflows - OPEB                                | 560,022             | -                       | 560,022          |
| Deferred Inflows of Resources                          | 701,647             | -                       | 701,647          |
| <b>NET POSITION</b>                                    |                     |                         |                  |
| Net Investment in capital assets                       | 1,725,048           | -                       | 1,725,048        |
| Unrestricted net position ( deficit )                  | (926,506)           | -                       | (926,506)        |
| <b>TOTAL NET POSITION</b>                              | <b>798,542</b>      | <b>-</b>                | <b>798,542</b>   |
| <b>TOTAL LIABILITIES AND NET POSITION</b>              | <b>2,968,951</b>    | <b>-</b>                | <b>2,968,951</b> |



**HADDON TOWNSHIP HOUSING AUTHORITY**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

|  | Low Rent<br>Housing | Capital Fund<br>Program | Totals  |
|--|---------------------|-------------------------|---------|
| Operating revenue                      |                     |                         |         |
| Total Tenant Revenue                   | 514,896             | -                       | 514,896 |
| Operating subsidies                    | 316,951             | 62,010                  | 378,961 |
| other revenue                          | 46,147              | -                       | 46,147  |
| Total operating revenue                | 877,994             | 62,010                  | 940,004 |
| Operating Expenses                     |                     |                         |         |
| Administrative expenses                | 273,911             | 14,622                  | 288,533 |
| Tenant services                        | 3,759               | -                       | 3,759   |
| Utilities                              | 199,419             | -                       | 199,419 |
| Maintenance                            | 214,544             | 2,739                   | 217,283 |
| General                                | 35,086              | -                       | 35,086  |
| Insurance Expense                      | 42,693              | -                       | 42,693  |
| Depreciation expense                   | 116,280             | -                       | 116,280 |
| Total operating expenses               | 885,692             | 17,361                  | 903,053 |
| Operating income (loss)                | (7,698)             | 44,649                  | 36,951  |
| Nonoperating revenue (expenses)        |                     |                         |         |
| Investment Income                      | 6,060               | -                       | 6,060   |
| Net nonoperating revenue               | 6,060               | -                       | 6,060   |
| Income (Loss) before capital subsidies | (1,638)             | 44,649                  | 43,011  |
| Capital subsidies                      | -                   | 320,470                 | 320,470 |
| Change in net assets                   | (1,638)             | 365,119                 | 363,481 |
| Total net assets at beginning of year  | 435,061             | -                       | 435,061 |
| Capital contributions/transfers        | 365,119             | (365,119)               | -       |
| Total net position at end of year      | 798,542             | -                       | 798,542 |

Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Balance Sheet Summary

Submission Type: Audited/Non Single Audit Fiscal Year End: 12/31/2023

|  | Project Total | Subtotal  | Total     |
|--|---------------|-----------|-----------|
| 111 Cash - Unrestricted  | \$898,355     | \$898,355 | \$898,355 |
| 112 Cash - Restricted - Modernization and Development          |               |           |           |
| 113 Cash - Other Restricted                                    |               |           |           |
| 114 Cash - Tenant Security Deposits                            | \$44,255      | \$44,255  | \$44,255  |
| 115 Cash - Restricted for Payment of Current Liabilities       |               |           |           |
| 100 Total Cash   | \$942,610     | \$942,610 | \$942,610 |
| 121 Accounts Receivable - PHA Projects                         |               |           |           |
| 122 Accounts Receivable - HUD Other Projects                   | \$43,715      | \$43,715  | \$43,715  |
| 124 Accounts Receivable - Other Government                     |               |           |           |
| 125 Accounts Receivable - Miscellaneous                        |               |           |           |
| 126 Accounts Receivable - Tenants                              | \$23          | \$23      | \$23      |
| 126.1 Allowance for Doubtful Accounts - Tenants                | \$0           | \$0       | \$0       |
| 126.2 Allowance for Doubtful Accounts - Other                  | \$0           | \$0       | \$0       |
| 127 Notes, Loans, & Mortgages Receivable - Current             |               |           |           |
| 128 Fraud Recovery   |               |           |           |
| 128.1 Allowance for Doubtful Accounts - Fraud                  |               |           |           |
| 129 Accrued Interest Receivable                                |               |           |           |
| 120 Total Receivables, Net of Allowances for Doubtful Accounts | \$43,738      | \$43,738  | \$43,738  |
| 131 Investments - Unrestricted                                 |               |           |           |
| 132 Investments - Restricted                                   |               |           |           |
| 135 Investments - Restricted for Payment of Current Liability  |               |           |           |

Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Balance Sheet Summary

Submission Type: Audited/Non Single Audit Fiscal Year End: 12/31/2023

|   | Project Total | Subtotal     | Total        |
|---|---------------|--------------|--------------|
| 142 Prepaid Expenses and Other Assets                             |               |              |              |
| 143 Inventories   |               |              |              |
| 143.1 Allowance for Obsolete Inventories                          |               |              |              |
| 144 Inter Program Due From  |               |              |              |
| 145 Assets Held for Sale  |               |              |              |
| 150 Total Current Assets  | \$986,348     | \$986,348    | \$986,348    |
| 161 Land  | \$170,304     | \$170,304    | \$170,304    |
| 162 Buildings   | \$4,243,840   | \$4,243,840  | \$4,243,840  |
| 163 Furniture, Equipment & Machinery - Dwellings                  |               |              |              |
| 164 Furniture, Equipment & Machinery - Administration             | \$87,280      | \$87,280     | \$87,280     |
| 165 Leasehold Improvements  | \$256,516     | \$256,516    | \$256,516    |
| 166 Accumulated Depreciation                                      | -\$3,229,362  | -\$3,229,362 | -\$3,229,362 |
| 167 Construction in Progress                                      | \$196,470     | \$196,470    | \$196,470    |
| 168 Infrastructure  |               |              |              |
| 160 Total Capital Assets, Net of Accumulated Depreciation         | \$1,725,048   | \$1,725,048  | \$1,725,048  |
| 171 Notes, Loans and Mortgages Receivable - Non-Current           |               |              |              |
| 172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due |               |              |              |
| 173 Grants Receivable - Non Current                               |               |              |              |
| 174 Other Assets  |               |              |              |
| 176 Investments in Joint Ventures                                 |               |              |              |
| 180 Total Non-Current Assets                                      | \$1,725,048   | \$1,725,048  | \$1,725,048  |



**Haddon Housing Authority (NJ064)**  
**WESTMONT, NJ**  
**Entity Wide Balance Sheet Summary**

Submission Type: Audited/Non Single Audit      Fiscal Year End: 12/31/2023

|   | Project Total | Subtotal    | Total       |
|---|---------------|-------------|-------------|
| 200 Deferred Outflow of Resources   | \$257,555     | \$257,555   | \$257,555   |
| 290 Total Assets and Deferred Outflow of Resources                        | \$2,968,951   | \$2,968,951 | \$2,968,951 |
| 311 Bank Overdraft  |               |             |             |
| 312 Accounts Payable <= 90 Days   | \$22,340      | \$22,340    | \$22,340    |
| 313 Accounts Payable >90 Days Past Due                                    | \$1,719       | \$1,719     | \$1,719     |
| 321 Accrued Wage/Payroll Taxes Payable                                    | \$3,493       | \$3,493     | \$3,493     |
| 322 Accrued Compensated Absences - Current Portion                        |               |             |             |
| 324 Accrued Contingency Liability   |               |             |             |
| 325 Accrued Interest Payable  |               |             |             |
| 331 Accounts Payable - HUD PHA Programs                                   |               |             |             |
| 332 Account Payable - PHA Projects  | \$48,746      | \$48,746    | \$48,746    |
| 333 Accounts Payable - Other Government                                   | \$44,255      | \$44,255    | \$44,255    |
| 341 Tenant Security Deposits  |               |             |             |
| 342 Unearned Revenue  |               |             |             |
| 343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue |               |             |             |
| 344 Current Portion of Long-term Debt - Operating Borrowings              | \$19,136      | \$19,136    | \$19,136    |
| 345 Other Current Liabilities   |               |             |             |
| 346 Accrued Liabilities - Other   |               |             |             |
| 347 Inter Program - Due To  |               |             |             |
| 348 Loan Liability - Current  |               |             |             |



Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Balance Sheet Summary

Submission Type: Audited/Non Single Audit Fiscal Year End: 12/31/2023

|  | Project Total | Subtotal    | Total       |
|--|---------------|-------------|-------------|
| 310 Total Current Liabilities  | \$139,689     | \$139,689   | \$139,689   |
| 351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue |               |             |             |
| 352 Long-term Debt, Net of Current - Operating Borrowings              |               |             |             |
| 353 Non-current Liabilities - Other                                    | \$226,868     | \$226,868   | \$226,868   |
| 354 Accrued Compensated Absences - Non Current                         | \$70,182      | \$70,182    | \$70,182    |
| 355 Loan Liability - Non Current                                       |               |             |             |
| 356 FASB 5 Liabilities   |               |             |             |
| 357 Accrued Pension and OPEB Liabilities                               | \$1,032,023   | \$1,032,023 | \$1,032,023 |
| 350 Total Non-Current Liabilities                                      | \$1,329,073   | \$1,329,073 | \$1,329,073 |
| 300 Total Liabilities  | \$1,468,762   | \$1,468,762 | \$1,468,762 |
| 400 Deferred Inflow of Resources                                       | \$701,647     | \$701,647   | \$701,647   |
| 508.4 Net Investment in Capital Assets                                 | \$1,725,048   | \$1,725,048 | \$1,725,048 |
| 511.4 Restricted Net Position  |               |             |             |
| 512.4 Unrestricted Net Position  | -\$926,506    | -\$926,506  | -\$926,506  |
| 513 Total Equity - Net Assets / Position                               | \$798,542     | \$798,542   | \$798,542   |
| 600 Total Liabilities, Deferred Inflows of Resources and Equity - Net  | \$2,968,951   | \$2,968,951 | \$2,968,951 |

**Haddon Housing Authority (NJ064)**  
**WESTMONT, NJ**

**Entity Wide Revenue and Expense Summary**

Submission Type: Audited/Non Single Audit      Fiscal Year End: 12/31/2023

|   | Project Total | Subtotal    | Total       |
|---|---------------|-------------|-------------|
| 70300 Net Tenant Rental Revenue                         | \$496,116     | \$496,116   | \$496,116   |
| 70400 Tenant Revenue - Other                            | \$18,780      | \$18,780    | \$18,780    |
| 70500 Total Tenant Revenue                              | \$514,896     | \$514,896   | \$514,896   |
| 70600 HUD PHA Operating Grants                          | \$378,961     | \$378,961   | \$378,961   |
| 70610 Capital Grants                                    | \$320,470     | \$320,470   | \$320,470   |
| 70710 Management Fee                                    |               |             |             |
| 70720 Asset Management Fee                              |               |             |             |
| 70730 Book Keeping Fee                                  |               |             |             |
| 70740 Front Line Service Fee                            |               |             |             |
| 70750 Other Fees  |               |             |             |
| 70700 Total Fee Revenue                                 |               |             |             |
| 70800 Other Government Grants                           |               |             |             |
| 71100 Investment Income - Unrestricted                  | \$6,060       | \$6,060     | \$6,060     |
| 71200 Mortgage Interest Income                          |               |             |             |
| 71300 Proceeds from Disposition of Assets Held for Sale |               |             |             |
| 71310 Cost of Sale of Assets                            |               |             |             |
| 71400 Fraud Recovery                                    | \$1,650       | \$1,650     | \$1,650     |
| 71500 Other Revenue                                     | \$44,497      | \$44,497    | \$44,497    |
| 71600 Gain or Loss on Sale of Capital Assets            |               |             |             |
| 72000 Investment Income - Restricted                    |               |             |             |
| 70000 Total Revenue                                     | \$1,266,534   | \$1,266,534 | \$1,266,534 |
| 91100 Administrative Salaries                           | \$178,570     | \$178,570   | \$178,570   |



Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non Single Audit Fiscal Year End: 12/31/2023

|  | Project Total | Subtotal  | Total     |
|--|---------------|-----------|-----------|
| 91200 Auditing Fees                                    | \$5,200       | \$5,200   | \$5,200   |
| 91300 Management Fee                                   |               |           |           |
| 91310 Book-keeping Fee                                 |               |           |           |
| 91400 Advertising and Marketing                        | \$387         | \$387     | \$387     |
| 91500 Employee Benefit contributions - Administrative  | \$39,927      | \$39,927  | \$39,927  |
| 91600 Office Expenses                                  | \$38,772      | \$38,772  | \$38,772  |
| 91700 Legal Expense                                    | \$507         | \$507     | \$507     |
| 91800 Travel   |               |           |           |
| 91810 Allocated Overhead                               |               |           |           |
| 91900 Other  | \$25,170      | \$25,170  | \$25,170  |
| 91000 Total Operating - Administrative                 | \$288,533     | \$288,533 | \$288,533 |
| 92000 Asset Management Fee                             |               |           |           |
| 92100 Tenant Services - Salaries                       |               |           |           |
| 92200 Relocation Costs                                 |               |           |           |
| 92300 Employee Benefit Contributions - Tenant Services |               |           |           |
| 92400 Tenant Services - Other                          | \$3,759       | \$3,759   | \$3,759   |
| 92500 Total Tenant Services                            | \$3,759       | \$3,759   | \$3,759   |
| 93100 Water  | \$17,111      | \$17,111  | \$17,111  |
| 93200 Electricity                                      | \$82,606      | \$82,606  | \$82,606  |
| 93300 Gas  | \$36,952      | \$36,952  | \$36,952  |
| 93400 Fuel   |               |           |           |
| 93500 Labor  | \$15,025      | \$15,025  | \$15,025  |
| 93600 Sewer  | \$44,700      | \$44,700  | \$44,700  |

Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non Single Audit Fiscal Year End: 12/31/2023

|   | Project Total | Subtotal  | Total     |
|---|---------------|-----------|-----------|
| 93700 Employee Benefit Contributions - Utilities                | \$3,025       | \$3,025   | \$3,025   |
| 93800 Other Utilities Expense                                   |               |           |           |
| 93000 Total Utilities   | \$199,419     | \$199,419 | \$199,419 |
| 94100 Ordinary Maintenance and Operations - Labor               | \$78,462      | \$78,462  | \$78,462  |
| 94200 Ordinary Maintenance and Operations - Materials and Other | \$10,597      | \$10,597  | \$10,597  |
| 94300 Ordinary Maintenance and Operations Contracts             | \$110,680     | \$110,680 | \$110,680 |
| 94500 Employee Benefit Contributions - Ordinary Maintenance     | \$17,544      | \$17,544  | \$17,544  |
| 94000 Total Maintenance   | \$217,283     | \$217,283 | \$217,283 |
| 95100 Protective Services - Labor                               |               |           |           |
| 95200 Protective Services - Other Contract Costs                |               |           |           |
| 95300 Protective Services - Other                               |               |           |           |
| 95500 Employee Benefit Contributions - Protective Services      | \$0           | \$0       | \$0       |
| 95000 Total Protective Services                                 | \$0           | \$0       | \$0       |
| 96110 Property Insurance  |               |           |           |
| 96120 Liability Insurance                                       |               |           |           |
| 96130 Workmen's Compensation                                    | \$42,693      | \$42,693  | \$42,693  |
| 96140 All Other Insurance                                       | \$42,693      | \$42,693  | \$42,693  |
| 96100 Total Insurance Premiums                                  |               |           |           |
| 96200 Other General Expenses                                    |               |           |           |
| 96210 Compensated Absences                                      | \$13,382      | \$13,382  | \$13,382  |
| 96300 Payments in Lieu of Taxes                                 | \$21,704      | \$21,704  | \$21,704  |



Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non Single Audit Fiscal Year End: 12/31/2023

|   | Project Total | Subtotal  | Total     |
|---|---------------|-----------|-----------|
| 96400 Bad debt - Tenant Rents                             |               |           |           |
| 96500 Bad debt - Mortgages                                |               |           |           |
| 96600 Bad debt - Other                                    |               |           |           |
| 96800 Severance Expense                                   |               |           |           |
| 96900 Total Other General Expenses                        | \$35,086      | \$35,086  | \$35,086  |
| 96710 Interest of Mortgage (or Bonds) Payable             |               |           |           |
| 96720 Interest on Notes Payable (Short and Long Term)     |               |           |           |
| 96730 Amortization of Bond Issue Costs                    |               |           |           |
| 96700 Total Interest Expense and Amortization Cost        | \$0           | \$0       | \$0       |
| 96900 Total Operating Expenses                            | \$786,773     | \$786,773 | \$786,773 |
| 97000 Excess of Operating Revenue over Operating Expenses | \$479,761     | \$479,761 | \$479,761 |
| 97100 Extraordinary Maintenance                           |               |           |           |
| 97200 Casualty Losses - Non-capitalized                   |               |           |           |
| 97300 Housing Assistance Payments                         |               |           |           |
| 97350 HAP Portability-In                                  |               |           |           |
| 97400 Depreciation Expense                                | \$116,280     | \$116,280 | \$116,280 |
| 97500 Fraud Losses  |               |           |           |
| 97600 Capital Outlays - Governmental Funds                |               |           |           |
| 97700 Debt Principal Payment - Governmental Funds         |               |           |           |
| 97800 Dwelling Units Rent Expense                         |               |           |           |
| 90000 Total Expenses                                      | \$903,053     | \$903,053 | \$903,053 |

Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Non Single Audit Fiscal Year End: 12/31/2023

|   | Project Total | Subtotal  | Total     |
|---|---------------|-----------|-----------|
| 10010 Operating Transfer In   | \$44,649      | \$44,649  | \$44,649  |
| 10020 Operating transfer Out  | -\$44,649     | -\$44,649 | -\$44,649 |
| 10030 Operating Transfers from/to Primary Government                      |               |           |           |
| 10040 Operating Transfers from/to Component Unit                          |               |           |           |
| 10050 Proceeds from Notes, Loans and Bonds                                |               |           |           |
| 10060 Proceeds from Property Sales  |               |           |           |
| 10070 Extraordinary Items, Net Gain/Loss                                  |               |           |           |
| 10080 Special Items (Net Gain/Loss)                                       |               |           |           |
| 10091 Inter Project Excess Cash Transfer In                               |               |           |           |
| 10092 Inter Project Excess Cash Transfer Out                              |               |           |           |
| 10093 Transfers between Program and Project - In                          |               |           |           |
| 10094 Transfers between Project and Program - Out                         |               |           |           |
| 10100 Total Other financing Sources (Uses)                                | \$0           | \$0       | \$0       |
| 10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses    | \$363,481     | \$363,481 | \$363,481 |
| 11020 Required Annual Debt Principal Payments                             | \$0           | \$0       | \$0       |
| 11030 Beginning Equity  | \$435,061     | \$435,061 | \$435,061 |
| 11040 Prior Period Adjustments, Equity Transfers and Correction of Errors | \$0           | \$0       | \$0       |
| 11050 Changes in Compensated Absence Balance                              |               |           |           |
| 11060 Changes in Contingent Liability Balance                             |               |           |           |
| 11070 Changes in Unrecognized Pension Transition Liability                |               |           |           |
| 11080 Changes in Special Term/Severance Benefits Liability                |               |           |           |
| 11090 Changes in Allowance for Doubtful Accounts - Dwelling Rents         |               |           |           |



Haddon Housing Authority (NJ064)  
WESTMONT, NJ

Entity Wide Revenue and Expense Summary

Fiscal Year End: 12/31/2023

Submission Type: Audited/Non Single Audit

|  | Project Total | Subtotal  | Total     |
|--|---------------|-----------|-----------|
| 11100 Changes in Allowance for Doubtful Accounts - Other |               |           |           |
| 11170 Administrative Fee Equity                          |               |           |           |
| 11180 Housing Assistance Payments Equity                 |               |           |           |
| 11190 Unit Months Available                              | 1188          | 1188      | 1188      |
| 11210 Number of Unit Months Leased                       | 1185          | 1185      | 1185      |
| 11270 Excess Cash  | \$782,542     | \$782,542 | \$782,542 |
| 11610 Land Purchases                                     | \$0           | \$0       | \$0       |
| 11620 Building Purchases                                 | \$320,470     | \$320,470 | \$320,470 |
| 11630 Furniture & Equipment - Dwelling Purchases         | \$0           | \$0       | \$0       |
| 11640 Furniture & Equipment - Administrative Purchases   | \$0           | \$0       | \$0       |
| 11650 Leasehold Improvements Purchases                   | \$0           | \$0       | \$0       |
| 11660 Infrastructure Purchases                           | \$0           | \$0       | \$0       |
| 13510 CFFP Debt Service Payments                         | \$0           | \$0       | \$0       |
| 13901 Replacement Housing Factor Funds                   | \$0           | \$0       | \$0       |

## OTHER REPORTS



FRANCIS J McCONNELL  
CERTIFIED PUBLIC ACCOUNTANT

Member of American and Pennsylvania  
Institutes of Certified Public Accountants

6225 Rising Sun Avenue  
Philadelphia, PA 19111  
Voice: 215-742-3428

Independent Auditors' Report on Internal Control over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial  
Statements Performed in Accordance with Government Auditing Standards

Board of Directors  
Haddon Township Housing Authority  
Westmont, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of Haddon Township Housing Authority, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise Haddon Township Housing Authority's basic financial statements, and have issued our report thereon dated September 25, 2024..

**Internal Control over Financial Reporting**

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

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

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

## Compliance and Other Matters

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

### Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Francis McConnell*

Francis J. McConnell  
Certified Public accountant

September 25, 2024

HADDON TOWNSHIP HOUSING AUTHORITY  
SCHEDULE OF FINDINGS OF NONCOMPLIANCE  
DECEMBER 31, 2023

FINDINGS

NONE

General comments

NONE