

**BOROUGH OF ROSELLE PARK
COUNTY OF UNION
NEW JERSEY**

**REPORT ON
EXAMINATION OF ACCOUNTS
FOR THE YEAR 2014**

**SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS**

BOROUGH OF ROSELLE PARK
COUNTY OF UNION, NEW JERSEY

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PART I
REPORT ON EXAMINATION
FINANCIAL STATEMENTS
NOTES TO FINANCIAL STATEMENTS
AND
SUPPLEMENTARY EXHIBITS
YEAR ENDED DECEMBER 31, 2014

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Borough Council
Borough of Roselle Park
Roselle Park, New Jersey 07204

Report on the Financial Statements

We have audited the financial statements - regulatory basis of the various funds and account groups of the Borough of Roselle Park, in the County of Union, as of and for the years then ended December 31, 2014 and 2013 and the related notes to the financial statements, as listed in the foregoing table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements - regulatory basis. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements - regulatory basis, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Borough's preparation and fair presentation of the financial statements - regulatory basis 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 Borough's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements - regulatory basis.

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

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

As described in Note 1, these financial statements - regulatory basis have been prepared in conformity with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to demonstrate compliance with the modified accrual basis, with certain exceptions, and the budget laws of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "*Basis for the Adverse Opinion on U.S. Generally Accepted Accounting Principles*" paragraph, the financial statements - regulatory basis referred to in the first paragraph, do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Borough as of December 31, 2014 and 2013, and the results of its operations for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements - regulatory basis referred to above, present fairly, in all material respects, the financial position of the various funds of the Borough of Roselle Park at December 31, 2014 and 2013, and the results of operations and changes in fund balance, where applicable, of such funds, thereof for the years then ended, in accordance with accounting principles on the basis of financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements - regulatory basis that collectively comprise the Borough's financial statements. The supplementary schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2015 on our consideration of the Borough of Roselle Park's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Borough of Roselle Park's internal control over financial reporting and compliance.



SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS



MARVIN LUSTBADER, CPA, RMA

Newark, New Jersey
March 31, 2015

BOROUGH OF ROSELLE PARK
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Regular Fund</u>			
Cash	A-4	\$ 4,284,305.27	\$ 4,219,079.13
Cash - Change Fund	A-5	450.00	450.00
Due from State of New Jersey per Ch. 20, P.L. 1971	A-12	3,118.87	
		<u>4,287,874.14</u>	<u>4,219,529.13</u>
 Receivables and Other Assets with Full Reserves:			
Taxes Receivable	A-7	586,998.75	649,666.41
Property Acquired for Taxes - Assessed Valuation	A-8	163,650.00	163,650.00
Revenue Accounts Receivable	A-10	79,439.64	50,913.61
Interfunds Receivable	A-17	11,000.00	5,000.00
		<u>841,088.39</u>	<u>869,230.02</u>
 Special Improvement District	 A-9	 2,067.96	 4,470.89
		<u>5,131,030.49</u>	<u>5,093,230.04</u>
 <u>Grant Fund</u>			
Grants Receivable	A-20	59,326.60	52,856.04
Interfunds Receivable	A-22	161,156.18	152,206.36
		<u>220,482.78</u>	<u>205,062.40</u>
		<u>\$ 5,351,513.27</u>	<u>\$ 5,298,292.44</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Regular Fund</u>			
Appropriation Reserves:			
Unencumbered	A-3,11	\$ 491,830.56	\$ 630,328.30
Encumbered	A-3,11	1,051,054.23	526,109.83
Due to State of New Jersey per Ch. 20, P.L. 1971	A-12		3,679.23
Prepaid Taxes	A-13	57,069.38	465,647.72
Tax Overpayments	A-14	30,568.01	620.30
Due to County Added and Omitted Taxes	A-15	4,121.64	4,232.69
Interfunds	A-17	161,156.18	152,206.36
Reserve for Sale of Municipal Assets	A-18	6,831.81	81,611.31
Due to State of New Jersey	A-19	3,657.00	3,587.00
Reserve for Special Improvement District	A-23	2,068.13	8,008.34
Special Improvement District Overpayments	A-24		3,635.00
Reserve for Tax Appeals	A-25	300,000.00	200,000.00
		<u>2,108,356.94</u>	<u>2,079,666.08</u>
Reserve for Receivables	Reserve	841,088.39	869,230.02
Fund Balance	A-1	<u>2,181,585.16</u>	<u>2,144,333.94</u>
		<u>5,131,030.49</u>	<u>5,093,230.04</u>
 <u>Grant Fund</u>			
Reserve for Grants - Unappropriated	A-26	9,796.76	
Reserve for Grants - Appropriated	A-21	210,686.02	205,062.40
		<u>220,482.78</u>	<u>205,062.40</u>
		<u>\$ 5,351,513.27</u>	<u>\$ 5,298,292.44</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

A-1

	<u>Ref.</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized	A-2	\$ 1,450,000.00	\$ 1,300,000.00
Miscellaneous Revenue Anticipated	A-2	3,166,916.63	2,810,190.53
Receipts from Delinquent Taxes	A-2	657,166.41	577,063.32
Receipts from Current Taxes	A-2a	36,008,661.17	34,622,624.66
Nonbudget Revenue	A-2a	114,278.32	294,462.16
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-11	529,247.93	358,317.86
Tax Overpayment Cancelled			7,365.75
Interfunds Returned			3,800.00
		<u>41,926,270.46</u>	<u>39,973,824.28</u>
 <u>Expenditures</u>			
Budget Expenditures:			
Operations (Including Contingent)		10,996,168.00	10,637,990.00
Deferred Charges and Statutory Expenditures		1,181,730.00	1,238,354.00
Operations:			
Other Operations		997,671.38	1,084,588.25
Capital Improvements		100,000.00	100,000.00
Municipal Debt Service		1,934,076.83	1,624,632.41
Deferred Charges and Statutory Expenditures		<u>520,000.00</u>	<u>66,000.00</u>
	A-3	15,729,646.21	14,751,564.66
Interfunds Receivable Established	A-17	6,000.00	
Refund of Prior Year Revenue			4,750.00
Tax Overpayments	A-14	84,517.13	
Refund of Prior Years Taxes	A-12	7,500.00	
County Taxes	A-15	5,339,833.11	5,286,757.17
Local School District Tax	A-16	19,171,275.00	18,370,800.00
Cancellation of Grant	A-17	247.79	6.00
Reserve for Tax Appeals	A-25	100,000.00	200,000.00
Total Expenditures		<u>40,439,019.24</u>	<u>38,613,877.83</u>
Excess in Revenue		1,487,251.22	1,359,946.45
 <u>Fund Balance</u>			
Balance January 1	A	<u>2,144,333.94</u>	<u>2,084,387.49</u>
		3,631,585.16	3,444,333.94
Decreased by:			
Utilized as Anticipated Revenue	Above	<u>1,450,000.00</u>	<u>1,300,000.00</u>
Balance December 31	A	<u>\$ 2,181,585.16</u>	<u>\$ 2,144,333.94</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
CURRENT FUND

STATEMENT OF REVENUE - REGULATORY BASIS

A-2

	Ref.	Anticipated		Realized	Excess or (Deficit)
		Budget	Special N.J.S. 40A:4-87		
Fund Balance Anticipated	A-1	\$ 1,450,000.00	\$	\$ 1,450,000.00	\$
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-10	12,000.00		16,907.00	4,907.00
Other	A-2a	7,000.00		24,381.21	17,381.21
Fees and Permits	A-2a	25,000.00		73,943.77	48,943.77
Fines and Costs:					
Municipal Court	A-10	450,000.00		774,480.73	324,480.73
Interest and Costs on Taxes	A-10	45,000.00		133,548.10	88,548.10
Parking Meters	A-10	15,000.00		19,756.04	4,756.04
CMPTRA	A-10	135,748.00		135,748.00	
Energy Receipts Tax	A-10	948,338.00		948,338.00	
Uniform Construction Code Fees	A-10	55,000.00		140,681.00	85,681.00
Uniform Fire Safety Act	A-10	5,055.20		10,443.89	5,388.69
Cable TV Franchise Fee	A-10	161,980.42		161,980.42	
Rental of Borough Property	A-10	44,000.00		66,669.09	22,669.09
Alcohol Education and Rehabilitation Fund	A-20		10,634.42	10,634.42	
Safe and Secure Communities Program	A-20	60,000.00		60,000.00	
Municipal Alliance on Alcoholism and Drug Abuse	A-20	32,231.00		32,231.00	
Clean Communities Program	A-20		18,561.41	18,561.41	
Police Body Armor Grant	A-20		3,367.95	3,367.95	
Bulletproof Vest Partnership Grant	A-20		4,744.60	4,744.60	
Drive Sober or Get Pulled Over - Labor Day	A-20		5,000.00	5,000.00	
Drive Sober or Get Pulled Over - Holiday	A-20		7,500.00	7,500.00	
Click It or Ticket	A-20		4,000.00	4,000.00	
Union County Heart Grant	A-20		1,000.00	1,000.00	
Greening Union County Grant	A-20	3,000.00		3,000.00	
Sale of Municipal Assets	A-18	74,779.50		74,779.50	
Assessment Trust Surplus	A-10	25,220.50		25,220.50	
Sewer Utility Operating Surplus	A-10	350,000.00		350,000.00	
Reserve for Payment of Debt	A-10	60,000.00		60,000.00	
	A-1	2,509,352.62	54,808.38	3,166,916.63	602,755.63
Receipts from Delinquent Taxes	A-1,7	460,000.00		657,166.41	197,166.41
		<u>2,969,352.62</u>	<u>54,808.38</u>	<u>3,824,083.04</u>	<u>799,922.04</u>
Amount to be Raised by Taxation:					
Local Taxes for Municipal Purposes (Budget)	A-7	11,785,811.20		12,027,879.05	242,067.85
Library Taxes	A-7	339,991.01		339,991.01	
	A-2a	<u>12,125,802.21</u>		<u>12,367,870.06</u>	<u>242,067.85</u>
Total Budget Revenue		16,545,154.83	54,808.38	17,641,953.10	1,041,989.89
Nonbudget Revenue	A-2a			114,278.32	114,278.32
		<u>\$ 16,545,154.83</u>	<u>\$ 54,808.38</u>	<u>\$ 17,756,231.42</u>	<u>\$ 1,156,268.21</u>
	Reference	A-3	A-3		

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF REALIZED REVENUE - REGULATORY BASIS

A-2a

	<u>Ref.</u>	
<u>Allocation of Current Tax Collections</u>		
Collected on a Cash Basis	A-1,7	\$ 36,008,661.17
Allocated to:		
School, County and Special District Taxes		<u>24,511,108.11</u>
Balance for Support of Municipal Budget Appropriations		11,497,553.06
Add: Appropriation Reserve for Uncollected Taxes	A-3	<u>870,317.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 12,367,870.06</u>
Licenses:		
Clerk	A-10	\$ 9,706.21
Board of Health	A-10	<u>14,675.00</u>
	A-2	<u>\$ 24,381.21</u>
Fees and Permits:		
Clerk	A-10	\$ 29,511.50
Registrar of Vital Statistics	A-10	18,701.00
Housing Fees	A-10	7,840.00
Board of Health	A-10	600.00
Public Works	A-10	1,155.00
Tax Collector	A-10	450.00
Police Department	A-10	2,327.67
Municipal Land Use Board	A-10	12,848.60
Fire Prevention	A-10	210.00
Farmer's Market	A-10	<u>300.00</u>
	A-2	<u>\$ 73,943.77</u>
<u>Analysis of Nonbudget Revenue</u>		
Miscellaneous Revenue Not Anticipated:		
Administration Reimbursement Senior Citizen and Veteran Deductions		\$ 1,593.70
Cancellation of Outstanding Checks		2,435.08
Police Outside Overtime Administrative Fees		81,598.00
Bad Inspection Fines		3,676.00
Car Auctions		6,605.00
Duplicate Tax Bills		975.00
Clerk's Office		89.42
Maintenance Liens		926.20
Interest		5,399.73
Prior Year Budget Refunds		14,897.61
Miscellaneous		<u>16,082.58</u>
	A-1,2,4	<u>\$ 114,278.32</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
CURRENT FUND

A-3
Sheet #1

STATEMENT OF EXPENDITURES - REGULATORY BASIS

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>
<u>APPROPRIATIONS WITHIN "CAPS"</u>					
<u>GENERAL GOVERNMENT</u>					
Mayor and Council:					
Salaries and Wages	\$ 58,960.00	\$ 58,960.00	\$ 58,958.38	\$	1.62
Other Expenses	7,150.00	7,150.00	6,037.97	269.20	842.83
Municipal Clerk:					
Salaries and Wages	241,358.00	241,358.00	240,745.43		612.57
Other Expenses	93,735.00	93,735.00	71,688.60	16,907.21	5,139.19
Financial Administration:					
Salaries and Wages	226,868.00	226,868.00	226,848.65		19.35
Other Expenses	33,385.00	33,385.00	19,874.17	9,889.38	3,621.45
Annual Audit	49,450.00	49,450.00		49,450.00	
Assessment of Taxes:					
Salaries and Wages	13,700.00	13,700.00	13,697.32		2.68
Other Expenses	5,650.00	5,650.00	2,211.07	660.84	2,778.09
Revenue Administration:					
Salaries and Wages	72,175.00	72,175.00	72,167.74		7.26
Other Expenses	16,000.00	16,000.00	13,929.83		2,070.17
Legal Services and Costs:					
Other Expenses:					
Tax Appeals	40,000.00	40,000.00	22,961.88	13,013.12	4,025.00
Miscellaneous	70,000.00	70,000.00	56,705.22		13,294.78
Municipal Court:					
Salaries and Wages	227,429.00	242,429.00	240,223.62		2,205.38
Other Expenses	13,880.00	13,880.00	12,584.34	528.60	767.06
Engineering Services and Costs:					
Other Expenses	25,974.00	25,974.00	25,973.50		0.50
Human Resources:					
Other Expenses	30,000.00	30,000.00	9,027.54	10,972.46	10,000.00

BOROUGH OF ROSELLE PARK
CURRENT FUND

A-3
Sheet #2

STATEMENT OF EXPENDITURES - REGULATORY BASIS

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>
APPROPRIATIONS WITHIN "CAPS"					
<u>GENERAL GOVERNMENT</u>					
Historical Society:					
Other Expenses	\$ 10,000.00	\$ 10,000.00	\$ 8,229.75	\$ 41.00	\$ 1,729.25
Municipal Land Use Law (N.J.S. 40:55D-1):					
Municipal Land Use Board:					
Salaries and Wages	2,285.00	2,285.00	2,283.32		1.68
Other Expenses	12,850.00	12,850.00	9,870.24	1,190.64	1,789.12
Insurance:					
General Liability	347,000.00	347,000.00	344,619.00		2,381.00
Worker's Compensation	469,000.00	469,000.00	468,761.00		239.00
Group Health	1,654,000.00	1,544,000.00	1,502,141.47	41.66	41,816.87
Health Benefit Waiver	55,000.00	55,000.00	55,000.00		
	<u>3,775,849.00</u>	<u>3,680,849.00</u>	<u>3,484,540.04</u>	<u>102,964.11</u>	<u>93,344.85</u>
<u>PUBLIC SAFETY</u>					
Uniform Fire Safety:					
Fire Official:					
Salaries and Wages	12,685.00	12,685.00	12,670.06		14.94
Other Expenses	1,500.00	1,500.00	907.20	592.80	
Fire:					
Salaries and Wages	39,735.00	39,735.00	39,470.43		264.57
Other Expenses	89,285.00	89,285.00	64,317.30	20,210.05	4,757.65
Police:					
Salaries and Wages	3,242,346.00	3,242,346.00	3,173,142.74		69,203.26
Other Expenses	302,850.00	342,850.00	249,403.18	51,292.59	42,154.23
Traffic Control Schools:					
Salaries and Wages	245,982.00	245,982.00	236,587.39		9,394.61
Other Expenses	15,200.00	15,200.00	9,084.15	3,582.15	2,533.70

BOROUGH OF ROSELLE PARK
CURRENT FUND

A-3
Sheet #3

STATEMENT OF EXPENDITURES - REGULATORY BASIS

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>
<u>APPROPRIATIONS WITHIN "CAPS"</u>					
<u>PUBLIC SAFETY</u>					
First Aid Contribution:					
Other Expenses	\$ 12,950.00	\$ 12,950.00	\$ 8,752.65	\$ 3,457.40	\$ 739.95
<u>Emergency Management:</u>					
Salaries and Wages	8,120.00	8,120.00	8,109.66		10.34
Other Expenses	34,000.00	34,000.00	3,645.98	30,058.23	295.79
	<u>4,004,653.00</u>	<u>4,044,653.00</u>	<u>3,806,090.74</u>	<u>109,193.22</u>	<u>129,369.04</u>
<u>PUBLIC WORKS</u>					
Road Repairs and Maintenance:					
Salaries and Wages	679,175.00	679,175.00	619,312.17		59,862.83
Other Expenses	149,200.00	149,200.00	115,076.69	23,042.33	11,080.98
<u>Sanitation:</u>					
Garbage and Trash Removal:					
Disposal Tipping Fees	325,000.00	325,000.00	274,291.76	30,000.00	20,708.24
Collection	345,000.00	360,000.00	317,580.18	32,288.21	10,131.61
<u>Recycling:</u>					
Salaries and Wages	3,790.00	3,790.00	3,789.83		0.17
Other Expenses	303,500.00	303,500.00	237,609.53	53,758.83	12,131.64
<u>Public Buildings and Grounds:</u>					
Other Expenses	152,000.00	182,000.00	116,247.88	54,279.91	11,472.21
<u>Maintenance of Vehicles:</u>					
Other Expenses	117,000.00	127,000.00	93,344.86	20,483.47	13,171.67
	<u>2,074,665.00</u>	<u>2,129,665.00</u>	<u>1,777,252.90</u>	<u>213,852.75</u>	<u>138,569.35</u>
<u>HEALTH AND WELFARE</u>					
Board of Health:					
Salaries and Wages	4,570.00	4,570.00	4,568.72		1.28
Other Expenses	134,108.00	134,108.00	133,628.95		479.05

BOROUGH OF ROSELLE PARK
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #4

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>
<u>APPROPRIATIONS WITHIN "CAPS"</u>					
<u>HEALTH AND WELFARE</u>					
Animal Control:					
Other Expenses	\$ 4,875.00	\$ 4,875.00	\$ 4,875.00		\$ 480.33
	<u>143,553.00</u>	<u>143,553.00</u>	<u>143,072.67</u>		
<u>RECREATION AND EDUCATION</u>					
Parks and Playgrounds:					
Salaries and Wages	5,285.00	5,285.00	3,784.43		1,500.57
Other Expenses	17,900.00	17,900.00	17,100.00		800.00
Community Center:					
Salaries and Wages	40,780.00	40,780.00	30,293.00		10,487.00
Other Expenses	2,600.00	2,600.00	2,225.44	80.36	294.20
Youth Center:					
Other Expenses	72,000.00	72,000.00	72,000.00		
Other Common Operating Functions:					
Celebration of Public Events:					
Other Expenses	2,050.00	2,050.00	940.16		1,109.84
Farmer's Market:					
Salaries and Wages	3,520.00	3,520.00	3,518.58		1.42
Other Expenses	1,200.00	1,200.00	1,177.78		22.22
	<u>145,335.00</u>	<u>145,335.00</u>	<u>131,039.39</u>	<u>80.36</u>	<u>14,215.25</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #5

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>
<u>APPROPRIATIONS WITHIN "CAPS"</u>					
<u>UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES</u>					
Construction Code Officials:					
Salaries and Wages	\$ 155,113.00	\$ 155,113.00	\$ 147,273.49	\$ 7,839.51	
Other Expenses	9,000.00	9,000.00	5,957.68	113.70	2,928.62
	<u>164,113.00</u>	<u>164,113.00</u>	<u>153,231.17</u>	<u>113.70</u>	<u>10,768.13</u>
<u>UNCLASSIFIED</u>					
Utilities:					
Natural Gas	40,000.00	40,000.00	28,254.40	11,000.00	745.60
Electricity	100,000.00	110,000.00	86,493.53	20,500.00	3,006.47
Water	16,000.00	16,000.00	13,246.23	1,500.00	1,253.77
Telephone	72,000.00	62,000.00	53,132.78	4,625.00	4,242.22
Street Lighting	206,000.00	196,000.00	174,713.53	16,050.00	5,236.47
Fire Hydrant Services	117,000.00	112,000.00	83,327.16	27,775.71	897.13
Cable TV - Channel 34	15,000.00	15,000.00	13,569.32		1,430.68
Gasoline	135,000.00	135,000.00	97,771.47	29,585.65	7,642.88
	<u>701,000.00</u>	<u>686,000.00</u>	<u>550,508.42</u>	<u>111,036.36</u>	<u>24,455.22</u>
<u>CONTINGENT</u>					
	2,000.00	2,000.00			2,000.00
Total Operations	11,011,168.00	10,996,168.00	10,045,735.33	537,240.50	413,192.17
<u>STATUTORY EXPENDITURES</u>					
Contributions to:					
Public Employees' Retirement System	243,367.00	243,367.00	243,366.34		0.66
Social Security System	229,000.00	229,000.00	218,263.94		10,736.06
Police and Firemen's Retirement System of N.J.	613,663.00	613,663.00	613,663.00		
State Unemployment Insurance	60,000.00	60,000.00	60,000.00		
Compensated Absences	30,000.00	30,000.00	30,000.00		
DCRP	5,700.00	5,700.00	4,335.92	142.99	1,221.09
	<u>1,181,730.00</u>	<u>1,181,730.00</u>	<u>1,169,629.20</u>	<u>142.99</u>	<u>11,957.81</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

A-3
Sheet #6

STATEMENT OF EXPENDITURES - REGULATORY BASIS

Appropriation	Appropriations		Paid or Charged	Reserved	
	Budget	Modified Budget		Encumbered	Unencumbered
Total Appropriations Within "CAPS"	\$12,192,898.00	\$12,177,898.00	\$11,215,364.53	\$ 537,383.49	\$ 425,149.98
OTHER OPERATIONS					
Maintenance of Free Public Library	378,900.00	378,900.00	378,900.00		
Police 911 Command and Dispatch Center:					
Salaries and Wages	75,700.00	75,700.00	75,642.31		57.69
Other Expenses	48,325.00	48,325.00	47,396.82		928.18
Length of Service Awards - (LOSAP)	63,250.00	63,250.00			63,250.00
Implementation of Fair Housing Plan:					
Other Expenses	30,000.00	45,000.00	30,384.55	13,670.74	944.71
Recycling Tax:	1,500.00	1,500.00			1,500.00
Other Expenses	597,675.00	612,675.00	532,323.68	13,670.74	66,680.58

APPROPRIATIONS WITHIN "CAPS"

Total Appropriations Within "CAPS"

APPROPRIATIONS EXCLUDED FROM "CAPS"

OTHER OPERATIONS

Maintenance of Free Public Library
 Police 911 Command and Dispatch Center:
 Salaries and Wages
 Other Expenses
 Length of Service Awards - (LOSAP)
 Implementation of Fair Housing Plan:
 Other Expenses
 Recycling Tax:
 Other Expenses

PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES

Clean Community Grant
 Municipal Alliance Committee Anti-Drug and Alcoholism Program - Match
 Municipal Alliance Committee Anti-Drug and Alcoholism Program
 Safe and Secure Program - Grant
 Safe and Secure Program - Match
 Bulletproof Vest Partnership Program
 Alcohol Education and Rehabilitation Program
 Body Armor Grant
 Greening Union County
 Greening Union County - Match
 Click It or Ticket

BOROUGH OF ROSELLE PARK
CURRENT FUND

A-3
Sheet #7

STATEMENT OF EXPENDITURES - REGULATORY BASIS

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>					
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>					
Drive Sober or Get Pulled Over - Labor Day	\$ 5,000.00	5,000.00	\$ 5,000.00		\$
Drive Sober or Get Pulled Over - Holiday	7,500.00	7,500.00	7,500.00		
Union County Heart Grant	1,000.00	1,000.00	1,000.00		
	<u>384,996.38</u>	<u>384,996.38</u>	<u>384,996.38</u>		
Total Operations	982,671.38	997,671.38	917,320.06	13,670.74	66,680.58
<u>CAPITAL IMPROVEMENTS</u>					
Capital Improvement Fund	100,000.00	100,000.00	100,000.00		
<u>DEBT SERVICE</u>					
Payment of Bond Principal	1,380,000.00	1,380,000.00	1,380,000.00		
Interest on Bonds	542,417.17	542,417.17	542,417.17		
Green Trust Loan Program	11,659.66	11,659.66	11,659.66		
	<u>1,934,076.83</u>	<u>1,934,076.83</u>	<u>1,934,076.83</u>		
<u>DEFERRED CHARGES</u>					
Revaluation	500,000.00	500,000.00		500,000.00	
Deficit in Dedicated Assessment Trust Fund	20,000.00	20,000.00	20,000.00		
	<u>520,000.00</u>	<u>520,000.00</u>	<u>20,000.00</u>	<u>500,000.00</u>	
Total Appropriations Excluded from "CAPS"	3,536,748.21	3,551,748.21	2,971,396.89	513,670.74	66,680.58

BOROUGH OF ROSELLE PARK
CURRENT FUND

A-3
Sheet #8

STATEMENT OF EXPENDITURES - REGULATORY BASIS

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>	
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>					
Sub-Total	\$15,729,646.21	\$15,729,646.21	\$14,186,761.42	\$ 1,051,054.23	\$ 491,830.56
Reserve for Uncollected Taxes	870,317.00	870,317.00	870,317.00		
Total Appropriations	<u>\$16,599,963.21</u>	<u>\$16,599,963.21</u>	<u>\$15,057,078.42</u>	<u>\$ 1,051,054.23</u>	<u>\$ 491,830.56</u>
		<u>Below</u>	<u>Below</u>	<u>A</u>	<u>A</u>
<u>Ref.</u>					
Adopted Budget	A-2	\$16,545,154.83	\$		
Added by N.J.S. 40A:4-87	A-2	54,808.38			
Reserve for Uncollected Taxes	A-2a	(870,317.00)	870,317.00		
Cash Expenditures	A-4		13,801,765.04		
Local Match	A-17		234,957.00		
Reserve for Federal and State Grants	A-21		150,039.38		
A-1, Above		<u>\$15,729,646.21</u>	<u>\$15,057,078.42</u>		

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
TRUST FUNDS

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

B

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2014</u>	<u>Balance Dec. 31, 2013</u>
<u>Assessment Fund</u>			
Cash	B-4	\$	\$ 25,220.50
Deferred Charges:			
Prospective Assessments	B-21	117,000.00	137,000.00
		<u>117,000.00</u>	<u>162,220.50</u>
<u>Animal Control Fund</u>			
Cash	B-4	<u>8,165.44</u>	<u>14,560.44</u>
<u>Trust Other Fund</u>			
Cash	B-4	1,497,553.69	1,021,344.94
Due from County of Union Community Development Grant	B-8	25,490.00	18,510.42
		<u>1,523,043.69</u>	<u>1,039,855.36</u>
		<u>\$ 1,648,209.13</u>	<u>\$ 1,216,636.30</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
<u>Assessment Fund</u>			
Assessment Bonds Payable	B-13	\$ 117,000.00	\$ 137,000.00
Fund Balance	B-1		25,220.50
		<u>117,000.00</u>	<u>162,220.50</u>
<u>Animal Control Fund</u>			
Reserve for Animal Control Trust Fund	B-7	8,164.24	14,556.84
Due to State of New Jersey	B-14	1.20	3.60
		<u>8,165.44</u>	<u>14,560.44</u>
<u>Trust Other Fund</u>			
Due to Current Fund	B-6	11,000.00	5,000.00
Reserve for:			
State Unemployment Compensation			
Insurance Fund	B-11	110,972.44	95,530.46
Community Development Block Grants	B-9	17,348.01	16,458.63
Retiree Reimbursements	B-10	50,639.97	36,557.58
Various Reserves	B-12	421,743.15	301,697.62
Payroll Deductions Payable	B-15	53,732.33	47,308.75
Recreation Reserves	B-16	67,142.10	66,051.31
Affordable Housing Reserves	B-17	22,178.68	3,584.30
Special Law Enforcement Reserves	B-18	25,686.98	19,424.18
Law Enforcement Block Grant - Federal Reserves	B-19	0.03	142.53
Premium on Tax Sale	B-20	742,600.00	448,100.00
		<u>1,523,043.69</u>	<u>1,039,855.36</u>
		<u>\$ 1,648,209.13</u>	<u>\$ 1,216,636.30</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
TRUST FUNDS

STATEMENT OF FUND BALANCE ASSESSMENT TRUST FUND - REGULATORY BASIS

B-1

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 25,220.50
Decreased by:		
Anticipated as Current Fund Revenue	B-4	<u>25,220.50</u>
		<u>\$ -</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
TRUST FUNDS

STATEMENT OF REVENUE
ASSESSMENT TRUST FUND - REGULATORY BASIS

B-2

	<u>Budget Revenue</u>	<u>Realized</u>
Deficit (General Budget)	<u>\$ 20,000.00</u>	<u>\$ 20,000.00</u>
<u>Reference</u>	<u>B-3</u>	<u>B-4</u>

STATEMENT OF EXPENDITURES
ASSESSMENT TRUST FUND - REGULATORY BASIS

B-3

	<u>Budget Appropriations</u>	<u>Expended</u>
Payment of Bond Principal	<u>\$ 20,000.00</u>	<u>\$ 20,000.00</u>
<u>Reference</u>	<u>B-21</u>	<u>B-13</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2014</u>	<u>Balance Dec. 31, 2013</u>
Cash	C-2	\$ 4,112,372.54	\$ 5,209,300.02
Deferred Charges to Future Taxation:			
Funded	C-4	15,577,331.65	16,965,521.62
Unfunded	C-5	1,300,000.00	
Community Development Block Grant Receivable	C-6	137,000.00	56,000.00
State of New Jersey Grant Receivable	C-7	376,250.00	505,000.00
County Grant Receivable	C-8		167,106.01
		<u>\$ 21,502,954.19</u>	<u>\$ 22,902,927.65</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	C-12	\$ 15,410,000.00	\$ 16,790,000.00
Green Acres Loan Payable	C-13	167,331.65	175,521.62
Capital Improvement Fund	C-10	94,220.57	97,220.57
Improvement Authorizations:			
Funded	C-11	4,180,543.97	5,406,721.70
Unfunded	C-11	1,275,394.24	
Reserve:			
To Pay Serial Bonds	C-9	301,597.91	361,597.91
Fund Balance	C-1	73,865.85	71,865.85
		<u>\$ 21,502,954.19</u>	<u>\$ 22,902,927.65</u>
 Bonds and Notes Authorized but Not Issued	 C-14	 <u>\$ 1,300,000.00</u>	 <u>\$ -</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

C-1

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 71,865.85
Increased by:		
Cancellation of Funded Improvement Authorizations	C-11	<u>102,000.00</u>
		173,865.85
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-11	<u>100,000.00</u>
Balance December 31, 2014	C	<u><u>\$ 73,865.85</u></u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Operating Fund</u>			
Cash	D-5	\$ 535,824.12	\$ 723,092.84
Receivables and Inventories with Full Reserves:			
Consumer Accounts Receivable	D-6	106,968.16	136,351.81
		<u>642,792.28</u>	<u>859,444.65</u>
<u>Capital Fund</u>			
Cash	D-5	76,661.44	76,661.44
Fixed Capital	D-9	853,316.96	853,316.96
		<u>929,978.40</u>	<u>929,978.40</u>
		<u>\$1,572,770.68</u>	<u>\$1,789,423.05</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	D-4,13	\$ 22,314.85	\$ 8,545.20
Reserved	D-4,13	71,144.74	26,644.14
Account Payable	D-14	96,234.00	195,000.00
Accrued Interest on Bonds	D-8	175.00	375.00
Sewer User Charge Overpayment	D-7	856.09	534.83
		<u>190,724.68</u>	<u>231,099.17</u>
Reserve for Receivables and Inventory	Reserve	106,968.16	136,351.81
Fund Balance	D-1	345,099.44	491,993.67
		<u>642,792.28</u>	<u>859,444.65</u>
 <u>Capital Fund</u>			
Serial Bonds Payable	D-12	35,000.00	75,000.00
Reserve for:			
Capital Outlay	D-11	11,594.76	11,594.76
Amortization	D-10	818,316.96	778,316.96
Fund Balance	D-2	65,066.68	65,066.68
		<u>929,978.40</u>	<u>929,978.40</u>
		<u>\$1,572,770.68</u>	<u>\$1,789,423.05</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES
IN FUND BALANCE - SEWER UTILITY OPERATING FUND - REGULATORY BASIS

D-1

	<u>Ref.</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized		\$	\$ 100,000.00
Collection of Sewer User Charges	D-3	1,464,976.89	1,505,417.69
Penalty on Delinquent Accounts	D-3	16,830.54	15,987.52
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves Lapsed	D-13	26,689.34	43,932.56
		<u>1,508,496.77</u>	<u>1,665,337.77</u>
<u>Expenditures</u>			
Budget Appropriations:			
Operating		1,259,491.00	1,380,900.00
Capital Improvements		5,000.00	5,000.00
Debt Service		40,900.00	41,750.00
Deferred Charges and Statutory Expenditures			10,670.00
Total Expenditures		<u>1,305,391.00</u>	<u>1,438,320.00</u>
Excess in Revenue		203,105.77	227,017.77
<u>Fund Balance</u>			
Balance January 1	D	491,993.67	364,975.90
		<u>695,099.44</u>	<u>591,993.67</u>
Decreased by:			
Utilized as Anticipated Revenue:			
Sewer Operating Fund Budget			100,000.00
Current Fund Budget	D-5	350,000.00	
		<u>350,000.00</u>	<u>100,000.00</u>
Balance December 31	D	<u>\$ 345,099.44</u>	<u>\$ 491,993.67</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

STATEMENT OF FUND BALANCE
SEWER CAPITAL FUND - REGULATORY BASIS

D-2

	<u>Ref.</u>	
Balance December 31, 2013	D	<u>\$65,066.68</u>
Balance December 31, 2014	D	<u><u>\$65,066.68</u></u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

STATEMENT OF REVENUE - OPERATING FUND - REGULATORY BASIS

D-3

	<u>Ref.</u>	<u>Anticipated Revenue</u>	<u>Realized</u>	<u>Excess</u>
Rents	D-1,6	\$1,305,591.00	\$1,464,976.89	\$159,385.89
Miscellaneous Revenue	D-1,Below	<u>16,830.54</u>	<u>16,830.54</u>	<u>16,830.54</u>
Total Budget Revenue	D-4	<u>\$1,305,591.00</u>	<u>\$1,481,807.43</u>	<u>\$176,216.43</u>
 <u>Analysis of Miscellaneous Revenue</u>				
Cash Collections:				
Penalty on Delinquent Accounts	D-5,Above		<u>\$ 16,830.54</u>	

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

D-4

Appropriation	Appropriations		Paid or Charged	Expended		Cancelled
	Budget	Modified Budget		Encumbered	Reserved	
<u>Operating</u>						
Other Expenses	\$ 65,000.00	\$ 65,000.00	\$ 30,386.64	\$ 22,314.85	\$ 12,298.51	\$
Maintenance of Vehicles	5,000.00	5,000.00			5,000.00	
Share of Costs:						
Rahway Valley Sewerage Authority	603,687.00	603,687.00	603,687.00		48,846.23	
Joint Meeting Sewer	585,804.00	585,804.00	536,957.77			
<u>Capital Improvements</u>						
Capital Outlay	5,000.00	5,000.00			5,000.00	
<u>Debt Service</u>						
Payment of Bond Anticipation Note	40,000.00	40,000.00	40,000.00			
Interest on Notes	1,100.00	1,100.00	900.00			200.00
Total Sewer Utility Appropriations	<u>\$1,305,591.00</u>	<u>\$1,305,591.00</u>	<u>\$1,211,931.41</u>	<u>\$ 22,314.85</u>	<u>\$ 71,144.74</u>	<u>\$ 200.00</u>
<u>Reference</u>	D-3	Below	Below	D	D	Below
<u>Ref.</u>						
Modified Budget	Above	\$1,305,591.00	\$			
Cancelled	Above	(200.00)				
Accrued Interest on Bonds	D-8		900.00			
Disbursements	D-5		1,211,031.41			
	D-1, Above	<u>\$1,305,391.00</u>	<u>\$1,211,931.41</u>			

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
VETERANS MEMORIAL LIBRARY FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
Cash	E-1	\$ 92,098.40	\$ 126,052.09
Petty Cash			50.00
Investments	E-2	2,006.50	1,399.00
Due from Library Building Fund to Library Operating Fund	E-6	<u>9,924.49</u>	<u>9,924.49</u>
		104,029.39	137,425.58
Deferred Outflows: Prepayments	E-8	<u>36,116.39</u>	<u>27,275.74</u>
		<u>\$140,145.78</u>	<u>\$164,701.32</u>
 <u>LIABILITIES AND RESERVES</u>			
Library Operating Fund:			
Accounts Payable	E-3	\$ 2,242.45	\$ 12,960.97
Reserve for Expenditures	E-4	116,542.54	129,370.67
Library Building Fund:			
Due to Library Operating Fund from Library Building Fund	E-7	<u>9,924.49</u>	<u>9,924.49</u>
Reserve for Building Fund Expenditures	E-5	<u>11,436.30</u>	<u>12,445.19</u>
		<u>\$140,145.78</u>	<u>\$164,701.32</u>

See accompanying notes to financial statements.

BOROUGH OF ROSELLE PARK
CAPITAL FIXED ASSETS

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

F

<u>ASSETS</u>	Balance <u>Dec. 31, 2014</u>	Balance <u>Dec. 31, 2013</u>
Land and Buildings	\$ 6,138,700.00	\$ 6,138,700.00
Vehicles, Machinery and Equipment	<u>7,008,758.00</u>	<u>6,908,272.00</u>
	<u>\$ 13,147,458.00</u>	<u>\$ 13,046,972.00</u>
 <u>RESERVE</u>		
Investment in Capital Fixed Assets	<u>\$ 13,147,458.00</u>	<u>\$ 13,046,972.00</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

BOROUGH OF ROSELLE PARK

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Borough of Roselle Park is organized as a Mayor-Council municipality under the provisions of N.J.S. 40:69A-81 et seq. The Borough is "governed by an elected Mayor-Council and by such other officers and employees as may be duly appointed. The Council shall consist of six members elected at large by voters of the municipality and shall serve for a term of three years beginning on the first day of January next following their election. The Mayor shall be elected by the voters of the municipality, and shall serve for a term of four years beginning on the first day of January next following the election".

Each member of the Council carries a legislative vote.

Governmental Accounting Standards Board (GASB) Statement No. 14 establishes certain standards for defining and reporting on the financial reporting entity. In accordance with these standards, the reporting entity should include the primary government and those component units which are fiscally accountable to the primary government.

The financial statements of the Borough of Roselle Park include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Borough, as required by the provisions of N.J.S. 40A:5-5.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the recognized standard setting body for establishing governmental accounting and financial reporting principles. The GASB establishes three fund types and two account groups to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP).

The accounting policies of the Borough of Roselle Park conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. These principles are a "Modified Accrual Basis of Accounting" which differs from accounting principles generally accepted in the United States of America (GAAP) for governmental entities. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Borough of Roselle Park accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP.

Current Fund - Encompasses resources and expenditures for basic governmental operations. Fiscal activity of Federal and State grant programs are reflected in a segregated section of the Current Fund.

Trust Funds - The records of receipts, disbursements and custodianship of monies in accordance with the purpose for which each account was created are maintained in Trust Funds. These include the Animal Control Trust Fund, General Trust Fund and Assessment Trust Fund.

General Capital Fund - The receipts and expenditure records for the acquisition of general infrastructure and other capital facilities, other than those acquired in the Current Fund, are maintained in this fund, as well as related long-term debt accounts.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Description of Funds (Continued)

Sewer Utility Fund - The Sewer Utility is treated as a separate entity. It maintains its own Operating and Capital Fund which reflect revenue, expenditures, stewardship, acquisitions of utility infrastructure and other capital facilities, debt service, long-term debt and other related activity.

Capital Fixed Assets - These accounts reflect estimated valuations of land, buildings and certain movable fixed assets of the Borough as discussed under the caption "Basis of Accounting".

Veterans Memorial Library Fund - This account consists of receipts and disbursements of funds for the operations of the Library.

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, differ in certain respects from generally accepted accounting principles. The accounting system is maintained on the modified accrual basis with certain exceptions. Significant accounting policies in New Jersey are summarized as follows:

Property Taxes and Other Revenue

Property taxes and other revenue are realized when collected in cash or approved by regulation for accrual from certain sources of the State of New Jersey and the Federal Government. Accruals of taxes and other revenue are otherwise deferred as to realization by the establishment of offsetting reserve accounts. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Grant Revenue

Federal and State grants, entitlements or shared revenue received for purposes normally financed through the Current Fund are recognized when anticipated in the Borough of Roselle Park's budget. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual.

Expenditures

Expenditures for general and utility operations are generally recorded on the accrual basis. Unexpended appropriation balances, except for amounts which may have been cancelled by the governing body or by statutory regulation, are automatically recorded as liabilities at December 31st of each year, under the title of "Appropriation Reserves".

Grant appropriations are charged upon budget adoption to create spending reserves.

Budgeted transfers to the Capital Improvement Fund are recorded as expenditures to the extent permitted by law.

Expenditures from Trust and Capital Funds are recorded upon occurrence and charged to accounts statutorily established for specific purposes.

Budget Appropriations for interest on General Capital Long-Term Debt is raised on the cash basis and is not accrued on the records; interest on Utility Debt is raised on the accrual basis and so recorded.

GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Encumbrances

As of January 1, 1986 all local units were required by Technical Accounting Directive No. 85-1, as promulgated by the Division of Local Government Services, to maintain an encumbrance accounting system. The directive states that contractual orders outstanding at December 31st are reported as expenditures through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves

Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

Compensated Absences

Expenditures relating to obligations for unused vested accumulated sick, vacation and compensatory pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes

Property Acquired for Taxes (Foreclosed Property) is recorded in the Current Fund at the assessed valuation during the year when such property was acquired by deed or foreclosure and is offset by a corresponding reserve account. GAAP requires such property to be recorded in the capital fixed assets account group at market value on the date of acquisition.

Self-Insurance Contributions

Contributions to self-insurance funds are charged to budget appropriations. GAAP requires that payments be accounted for as an operating transfer and not as an expenditure.

Interfunds Receivable

Interfunds Receivable in the Current Fund are generally recorded with offsetting reserves which are established by charges to operations. Collections are recognized as income in the year that the receivables are realized. Interfunds Receivable of all other funds are recorded as accrued and are not offset with reserve accounts. Interfunds Receivable of one fund are offset with Interfunds Payable of the corresponding fund. GAAP does not require the establishment of an offsetting reserve.

Inventories of Supplies

Materials and supplies purchased by all funds are recorded as expenditures.

An annual inventory of materials and supplies for the Sewer Utility is required, by regulation, to be prepared by Borough personnel for inclusion on the Sewer Utility Operating Fund balance sheet. Annual changes in valuations, offset with a Reserve Account, are not considered as affecting results of operations. Materials and supplies of other funds are not inventoried nor included on their respective balance sheets.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Capital Fixed Assets

General:

In accordance with Technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles.

GAAP requires that capital fixed assets be capitalized at historical or estimated historical cost if actual historical cost is not available. Depreciation on utility fixed assets should also be recorded.

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

Acquisitions of land, buildings, machinery, equipment and other capital assets are recorded on a perpetual capital fixed assets record.

Vehicles, furniture, equipment and other items are reflected at replacement values at time of inventory preparation. Additions to the established capital fixed assets are valued at cost.

Depreciation of assets is not recorded as an operating expense of the Borough.

Utilities:

Capital acquisitions, including utility infrastructure costs of the Sewer Utility, are recorded at cost upon purchase or project completion in the Fixed Capital Account of the utility. The Fixed Capital Accounts are adjusted for dispositions or abandonments. The accounts include movable fixed assets of the Utility but are not specifically identified and are considered as duplicated in the Capital Fixed Assets. The duplication is considered as insignificant on its effect on the financial statements taken as a whole.

Utility improvements that may have been constructed by developers are not recorded as additions to Fixed Capital.

Fixed Capital of the Utility is offset by accumulations in Amortization Reserve Accounts. The accumulations represent costs of fixed assets purchased with budgeted funds or acquired by gift as well as grants, developer contributions or liquidations of related bonded debt and other liabilities incurred upon fixed asset acquisition.

The Fixed Capital Accounts reflected herein are as recorded in the records of the municipality and do not necessarily reflect the true condition of such Fixed Capital. The records consist of a control account only. Detailed records are not maintained.

D. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Borough of Roselle Park presents the financial statements listed in the table of contents which are required by the Division of Local Government Services and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

A. Cash and Cash Equivalents

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund.

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are redeemed within one year. Twenty-five percent of the Fund may be invested in eligible securities which mature within two years provided, however, the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required.

In addition, by regulation of the Division of Local Government Services, municipalities are allowed to deposit funds in Government Money Market Mutual Funds purchased through state registered brokers/dealers and banks.

In accordance with the provisions of the Governmental Unit Deposit Protection Act of New Jersey, public depositories are required to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal five percent of the average daily balance of public funds or

If the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

All collateral must be deposited with the Federal Reserve Bank, The Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

B. Investments

New Jersey statutes permit the Borough to purchase the following types of securities:

- . Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.
- . Government money market mutual funds.
- . Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- . Bonds or other obligations of the local unit or school districts of which the local unit is a part.
- . Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments.
- . Local government investment pools, such as New Jersey CLASS, and the New Jersey Arbitrage Rebate Management Program.
- . New Jersey State Cash Management Fund.
- . Repurchase agreements of fully collateralized securities, subject to special conditions.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

C. Risk Category

A variety of state laws permit local governments to invest in a wide range of obligations issued by state governments and its agencies.

As of December 31, 2014, the Borough had funds on deposit in checking accounts, New Jersey Cash Management Accounts and Certificates of Deposit. The carrying amount of the Borough's cash and cash equivalents and investments as of December 31, 2014 are as follows. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 40.

	<u>Market Value</u>
Checking Accounts	\$ 2,637,263.52
Money Market	7,959,723.91
New Jersey Cash Management	<u>11,836.16</u>
	10,608,823.59
50 Shares of Hewlett-Packard Stock Donated to the Veterans Memorial Library	<u>2,065.50</u>
Cash, Cash Equivalents and Investments December 31, 2014	<u>\$ 10,610,889.09</u>

As of December 31, 2014 the Borough had \$11,836.10 on deposit with the New Jersey Cash Management Fund. Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1 and existing investment practices of the Investment Council of the New Jersey Cash Management Fund, the Borough is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments nor is it exposed to foreign currency for its deposits and investments.

3. TAXES AND TAX TITLE LIENS RECEIVABLE

Property assessments are determined on true values and taxes are assessed based upon these values. The residential tax bill includes the levies for the Borough, County and School purposes. Certified adopted budgets are submitted to the County Board of Taxation by each taxing district. The tax rate is determined by the board upon the filing of these budgets.

The tax bills are mailed by the Tax Collector annually in June and are payable in four quarterly installments due the first of August and November of the current year and a preliminary billing due the first of February and May of the subsequent year. The August and November billings represent the third and fourth quarter installments and are calculated by taking the total year tax levy less the preliminary first and second quarter installments due February and May. The preliminary levy is based on one-half of the current year's total tax.

Tax installments not paid by the above due dates are subject to interest penalties determined by a resolution of the governing body. The rate of interest in accordance with the aforementioned resolution is 8% per annum on the first \$1,500.00 of delinquency and 18% on any delinquency in excess of \$1,500.00. The governing body may also fix a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000.00 who fails to pay that delinquency as billed prior to the end of the fiscal year. The penalty so fixed shall not exceed 6% of the amount of the delinquency with respect to each most recent fiscal year only. The resolution also sets a grace period of ten days before interest is calculated.

Taxes unpaid on the 11th day of the eleventh month in the fiscal year when the taxes become in arrears are subject to the tax sale provisions of the New Jersey statutes. The municipality may institute in rem foreclosure proceedings after six months from the date of the sale if the lien has not been redeemed.

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

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

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Tax Rate	<u>\$12.907</u>	<u>\$12.406</u>	<u>\$11.989</u>	<u>\$11.982</u>	<u>\$11.626</u>
Apportionment of Tax Rate:					
Municipal	\$ 4.273	\$ 4.119	\$ 3.851	\$ 3.835	\$ 3.684
County	1.879	1.851	1.785	1.823	1.713
Local School	6.755	6.436	6.353	6.324	6.229
<u>Assessed Valuations</u>					
	<u>Year</u>	<u>Amount</u>			
	2014	\$ 283,829,128.00			
	2013	285,450,474.00			
	2012	286,524,148.00			
	2011	287,805,187.00			
	2010	288,153,250.00			

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2014	\$ 36,662,116.39	\$ 36,008,661.17	98.21 %
2013	35,291,891.76	34,622,624.66	98.12
2012	34,921,899.34	34,202,403.51	98.33
2011	34,518,457.92	33,582,766.34	97.28
2010	33,535,570.61	32,804,580.95	97.82

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2014	\$ -	\$ 586,998.75	\$ 586,998.75	1.60 %
2013	-	649,666.83	649,666.83	1.83
2012	-	572,742.38	572,742.38	1.67
2011	-	728,769.47	728,769.47	2.11
2010	-	692,068.28	663,039.47	1.97

4. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens, on the basis of the last assessed valuation of such properties in the year of acquisition, was as follows:

<u>Year</u>	<u>Amount</u>
2014	\$ 163,650.00
2013	163,650.00
2012	163,650.00
2011	163,650.00
2010	163,650.00

5. SEWER CONSUMER ACCOUNTS RECEIVABLE

The Borough of Roselle Park maintains a utility fund for the billing and collection of sewer charges. The Borough's billings are done on an annual basis.

A comparison of Sewer Utility billings and collections for the past five years are as follows:

<u>Year</u>	<u>Billing</u>	<u>Collection*</u>
2014	\$ 1,435,593.24	\$ 1,464,976.89
2013	1,529,225.92	1,505,417.69
2012	1,519,110.85	1,514,322.61
2011	1,623,467.59	1,672,634.48
2010	1,668,948.89	1,678,937.70

*Cash collections include realization of prior year uncollected balances.

6. FUND BALANCES APPROPRIATED

	<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budgets of Succeeding Year</u>
Current Fund:	2014	\$ 2,181,585.16	\$ 1,400,000.00
	2013	2,144,339.94	1,450,000.00
	2012	2,084,387.49	1,300,000.00
	2011	1,757,299.96	1,300,000.00
	2010	1,707,890.61	1,300,000.00
Sewer Utility Operating Fund:	2014	345,099.44	-
	2013	491,993.67	-
	2012	364,975.50	100,000.00
	2011	352,472.72	100,000.00
	2010	409,592.63	200,000.00

7. PENSION PLANS

Description of Systems

Substantially all of the Borough's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State Statute: the Public Employees' Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS). These systems are sponsored and administered by the New Jersey Division of Pensions and Benefits. The Public Employees' Retirement System and the Police and Firemen's Retirement System is considered a cost sharing multiple-employer plan.

Public Employees' Retirement System:

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

Significant Legislation

P.L. 2011, c. 78, effective June 28, 2011, made various changes to the manner in which PERS operates and to the benefit provisions of that system. Provisions impacting employee pension and health benefits include:

- New members of PERS hired on or after June 28, 2011 (Tier 5 members), will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ to 1 percent for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 62 to 65 for Tier 5 members.
- Active member contribution rates will increase. PERS active member rates increase from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years. For Fiscal Year 2013, the member contribution rates increased in July 2013. The phase-in of the additional incremental member contributions for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.

In addition, the method for amortizing the pension systems' unfunded accrued liability changed (from a level percent of pay method to a level dollar of pay).

Police and Firemen's Retirement System:

The Police and Firemen's Retirement System (PFRS) was established in July, 1944 under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees. Members may opt for Service Retirement if over age 55 or Special Retirement at any age if they have a minimum of 25 years of service or 20 years of service if enrolled in the PFRS as of January 18, 2000. Retirement benefits vary depending on age and years of service.

Chapter 428, Public Law of 1999, effective January 18, 2000, allows a member, age 55 and older with 20 or more years of service, to retire with a benefit equaling 50% of final compensation, in lieu of the regular retirement allowance available to the member. Final compensation means the compensation received by the member in the last twelve months of creditable service preceding retirement.

7. PENSION PLANS (Continued)

Significant Legislation (Continued)

Police and Firemen's Retirement System: (Continued)

In addition, a member of the system as of the effective date of this law may retire with 20 or more years of service with a retirement allowance of 50% of final compensation, regardless of age, and, if required to retire because of attaining the mandatory retirement age of 65, an additional 3% of final compensation for every additional year of creditable service up to 25 years.

P.L. 2011, c.78, effective June 28, 2011, made various changes to the manner in which PFRS operates and to the benefit provisions of that system.

This new legislation's provisions impacting employee pension and health benefits include:

The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60 percent instead of 65 percent of the member's final compensation plus 1 percent for each year of creditable service over 25 years but not to exceed 30 years.

Contributions Required and Made

Contributions made by employees for PERS and PFRS are currently 6.92% as of July 1, 2014 and 10.0% of their base wages, respectively. Employer contributions are actuarially determined on an annual basis by the Division of Pensions. Contributions to the plan for the past three years is as follows:

Year	PERS		PFRS	
	Borough	Employees	Borough	Employees
2014	\$ 243,366.34	\$ 141,523.33	\$ 613,663.00	\$ 302,000.70
2013	257,378.00	142,370.38	699,356.00	302,995.71
2012	261,440.00	185,005.14	696,229.00	374,885.41

8. DEFINED CONTRIBUTION RETIREMENT PROGRAM

Description of System

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and provides eligible members, with a minimum base salary of \$1,500.00 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. As of May 21, 2010, the Municipal Base Salary required for eligibility in DCRP was increased to \$5,000.00. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

If the eligible elected or appointed official will earn less than \$5,000.00 annually, the official may choose to waive participation in the DCRP for that office or position. This waiver is irrevocable.

This retirement program is a new pension system where the value of the pension is based on the amount of the contribution made by the employee and employer and through investment earnings. It is similar to a Deferred Compensation Program where the employee has a portion of tax deferred salary placed into an account that the employee manages through investment options provided by the employer.

The law requires that three classes of employees enroll in the DCRP, detailed as follows:

- All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may remain in the Public Employees' Retirement System (PERS).

8. DEFINED CONTRIBUTION RETIREMENT PROGRAM (Continued)

Description of System (Continued)

- A Governor appointee with the advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.
- Employees enrolled in the PERS on or after July 1, 2007 or employees enrolled in the PFRS after May 21, 2010 who earn salary in excess of established "maximum compensation" limits.
- Employees otherwise eligible to enroll in the PERS on or after November 2, 2008 who do not earn the minimum salary for PERS Tier 3, but who earn salary of at least \$5,000.00.
- Employees otherwise eligible to enroll in the PERS after May 21, 2010, who do not work the minimum number of hours per week required for PERS Tier 4 or Tier 5 enrollment (32 hours per week) but who earn salary of at least \$5,000.00 annually.

Notwithstanding the foregoing requirements other employees who hold a professional license or certificate or meet other exceptions are permitted to remain to join or remain in PERS.

Contributions Required

Contributions made by employees for DCRP are currently at 5.5% of their base wages. Member contributions are matched by a 3.0% employer contribution. Contributions to the plan for the past three years are as follows:

<u>Year</u>	<u>Employee</u>	<u>Employer</u>
2014	\$ 6,011.33	\$ 3,278.91
2013	7,546.96	3,544.83
2012	510.94	3,347.34

9. MUNICIPAL DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Borough are general obligation bonds, backed by the full faith and credit of the Borough. Pursuant to N.J.S.A. 40A:2-8, bond anticipation notes, which are issued to temporarily finance capital projects, cannot be renewed past the third anniversary unless an amount equal to at least the first legally required installment is paid prior to each anniversary and must be paid off within ten years and five months or retired by the issuance of bonds.

9. MUNICIPAL DEBT (Continued)

Calculation of "Self-Liquidating Purposes" Sewer Utility per N.J.S. 40A:2-45

Fund Balance and Cash Receipts from Fees, Rents or Other Charges for Year	\$ 1,481,807.43
Deductions:	
Operating, Maintenance Costs and Debt Service	<u>1,305,391.00</u>
Excess in Revenue	<u>\$ 176,416.43</u>

There being an excess in revenue, all Sewer Utility Debt is deductible for Debt Statement purposes.

As of December 31, 2014, the Borough's long-term debt is as follows:

General Obligation Bonds

\$33,657,000, 2003 Bonds due in annual installments of \$400,000 to \$425,000 through October 2018, interest at 3.625%	\$ 1,625,000.00
\$4,084,000, 2008 Bonds due in annual installments of \$175,000 to \$400,000 through January 2023, interest at 3.50% to 3.60%	3,349,000.00
\$2,060,000, 2010 Refunding Bonds due in annual installments of \$395,000 through October 2015, interest at 2.00%	395,000.00
\$7,607,000, 2010 Bonds due in annual installments of \$300,000 to \$500,000 through October 2030, interest at 2.00% to 4.00%	6,547,000.00
\$3,640,000, 2013 Bonds due in annual installments of \$150,000 to \$300,000 through November 2028, interest at 2.00% to 4.00%	<u>3,494,000.00</u>
	<u>\$ 15,410,000.00</u>

Assessment Bonds

\$197,000, 2010 Bonds due in annual installments of \$20,000 to \$20,000 through October 2020, interest at 2.00% to 3.00%	<u>\$ 117,000.00</u>
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Sewer Utility Bonds

\$195,000, 2010 Refunding Bonds due in annual installments of \$35,000 through April 2015, interest at 2.00%	<u>\$ 35,000.00</u>
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9. MUNICIPAL DEBT (Continued)

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

Year	General		Assessment Trust		Sewer Utilities		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 1,420,000.00	\$ 505,866.50	\$ 20,000.00	\$ 3,110.00	\$ 35,000.00	\$ 350.00	\$ 1,475,000.00	\$ 509,326.50
2016	1,295,000.00	468,529.00	20,000.00	2,710.00			1,315,000.00	471,239.00
2017	1,315,000.00	430,279.00	20,000.00	2,310.00			1,335,000.00	432,589.00
2018	1,365,000.00	388,291.50	20,000.00	1,710.00			1,385,000.00	390,001.50
2019	1,025,000.00	344,622.75	20,000.00	1,110.00			1,045,000.00	345,732.75
2020	1,025,000.00	313,122.75	17,000.00	510.00			1,042,000.00	313,632.75
2021	1,035,000.00	281,622.75					1,035,000.00	281,622.75
2022	1,045,000.00	249,241.50					1,045,000.00	249,241.50
2023	1,049,000.00	214,622.00					1,049,000.00	214,622.00
2024	750,000.00	185,940.00					750,000.00	185,940.00
2025	755,000.00	158,190.00					755,000.00	158,190.00
2026	770,000.00	130,240.00					770,000.00	130,240.00
2027	775,000.00	100,940.00					775,000.00	100,940.00
2028	789,000.00	71,440.00					789,000.00	71,440.00
2029	497,000.00	39,880.00					497,000.00	39,880.00
2030	500,000.00	20,000.00					500,000.00	20,000.00
Totals	\$ 15,410,000.00	\$ 3,902,827.75	\$ 117,000.00	\$ 11,460.00	\$ 35,000.00	\$ 350.00	\$ 15,562,000.00	\$ 3,914,637.75

The interest reflected above is on the cash basis for all funds.

9. MUNICIPAL DEBT (Continued)

Schedule of Annual Debt Service for Principal and Interest - Green Acres Grant (Acker Park)

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Balance</u>
2015	\$ 8,354.59	\$ 3,305.07	\$ 158,977.06
2016	8,522.52	3,137.14	150,454.54
2017	8,693.82	2,965.84	141,760.72
2018	8,868.57	2,791.09	132,892.15
2019	9,046.82	2,612.83	123,845.33
2020	9,228.67	2,430.99	114,616.66
2021	9,414.16	2,245.50	105,202.50
2022	9,603.39	2,056.27	95,599.11
2023	9,796.41	1,863.24	85,802.70
2024	9,993.32	1,666.34	75,809.38
2025	10,194.20	1,465.47	65,615.18
2026	10,399.09	1,260.57	55,216.09
2027	10,608.12	1,051.54	44,607.97
2028	10,821.34	838.32	33,786.63
2029	11,038.84	620.82	22,747.79
2030	11,260.72	398.93	11,487.07
2031	11,487.07	172.59	
	<u>\$ 167,331.65</u>	<u>\$ 30,882.55</u>	

Bonds and Notes Authorized but Not Issued

Bonds and Notes Authorized but Not Issued as of December 31, 2014 are as follows:

General Capital Fund	<u>\$1,300,000.00</u>
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10. INTERFUND RECEIVABLES AND PAYABLES

As of December 31, 2014, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Current Fund	\$ 11,000.00	\$ 161,156.18
Federal and State Grant Fund	161,156.18	
General Trust Fund		11,000.00
	<u>\$ 172,156.18</u>	<u>\$ 172,156.18</u>

11. DEFERRED COMPENSATION PLAN

The Borough of Roselle Park offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq. and the Internal Revenue Code, Section 457. The plan, available to all municipal employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Statutory and regulatory requirements governing the establishment and operation of Deferred Compensation Plans have been codified in the New Jersey Administrative Code under the reference N.J.A.C. 5:37.

11. DEFERRED COMPENSATION PLAN (Continued)

The "Small Business Job Protective Act of 1996" revised several provisions of Section 457 of the Internal Revenue Code. A provision of the act required that all existing plans be modified to provide that the funds be held for the exclusive benefit of the participating employees and their beneficiaries.

The Administrator for the Borough of Roselle Park's Deferred Compensation Plan is Metlife Retirement Services and the Variable Annuity Life Insurance Company. The Borough's Deferred Compensation Plan financial statements are contained in a separate review report.

12. LENGTH OF SERVICE AWARDS PROGRAM

During 2001, the Borough of Roselle Park adopted an ordinance establishing a Length of Service Awards Program for the members of the Roselle Park Fire Department and the Roselle Park First Aid Squad pursuant to N.J.S.A. 40A:14-183 et seq.

Under this program, each volunteer of the Roselle Park Fire Department that performs the minimum amount of service will have an annual amount of \$1,150.00 deposited into a tax deferred income account that will earn interest for the volunteer. Each volunteer of the Roselle Park First Aid Squad that performs the minimum amount of service will have an amount of \$575.00 deposited into a tax deferred income account. Each volunteer of the Roselle Park First Aid Squad that performs the maximum amount of service will have an amount of \$1,150.00 deposited into a tax deferred income account. The cost amounted to \$46,575.00 for 2014.

The accompanying financial statements do not include the Borough's Length of Service Awards Program's activities. The Borough's Length of Service Awards Program's financial statements are contained in a separate review report, as required by state regulations.

13. SPECIAL IMPROVEMENT DISTRICT ASSESSMENTS

A Special Improvement District was established by ordinance of the Borough of Roselle Park in accordance with the provisions of N.J.S.A. 40:56-65 et seq. for the purposes of promoting the economic and general welfare of the district and the Borough of Roselle Park. The ordinance establishing the Special Improvement District was adopted on July 7, 2005.

Any property within the Special Improvement District is subject to the assessment. Any property which is incorporated, if it is exclusively used for residential purposes, and tax exempt properties are not subject to the special assessment.

The tax rate for the year 2014 was \$.389.

Total assessments for the year ending December 31, 2014 were \$19,561.84.

On November 16, 2014 the Borough Council passed Ordinance #2418 which repealed and abolished all sections of Chapter XXXIV "Special Improvement District" of the Code of the Borough of Roselle Park.

14. RISK MANAGEMENT

The Borough of Roselle Park is a member of the New Jersey Intergovernmental Insurance Fund with respect to General Liability, Property, Workers' Compensation and Employer Liability.

15. CONTINGENT LIABILITIES

a. Compensated Absences

The Borough's "vacation policy" does not permit employees to accrue vacation pay.

Unused sick days are allowed to accrue and may be taken by the employee as compensatory time or payment at a later date at an agreed upon rate. Borough officials estimate that as of December 31, 2014, the sum of \$662,580.43, based upon 2014 salary rates, has accrued to the benefit of 70 employees and officials.

Provisions for the above are not reflected on the financial statements of the Borough.

The above amount has not been audited.

b. Tax Appeals

Judgments favorable to the taxpayers generally extend to two years following the year judged and would also subject the Borough to a liability for statutory interest based upon the amount of taxes refunded from the date of payment to the date of refund (R.S. 54:3-27.2).

c. Federal and State Awards

The Borough participates in several federal and state grant programs which are governed by various rules and regulations of the grantor agencies; therefore to the extent that the Borough has not complied with the rules and regulations of the grantor agencies; therefore to the extent that the Borough has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at December 31, 2014 may be impaired. In the opinion of management, there are no significant liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying statutory basis financial statements for such contingencies.

d. Arbitrage Rebate Calculation

In 1985, under the Tax Reform Act, the Arbitrage Rebate Law went into effect requiring issuers of tax exempt debt obligations to rebate to the Federal Government all of the earnings in excess of the yield on investments of proceeds of such debt issuances (the "rebate arbitrage"). The Rebate Regulations apply to obligations issued after August 31, 1986. The arbitrage rebate liability must be calculated every installment computation date (last day of the fifth bond year) or earlier if the bonds are retired, defeased or refunded and pay at least 90% of the rebatable arbitrage (plus any earnings thereon) within 60 days after such date.

e. Payments in Lieu of Taxes (PILOT)

Under N.J.S.A. 40A:20-12, each municipality is required to annually remit to the County five percent (5%) of the annual service charge for each long-term PILOT financial agreement entered into by the municipality.

f. Litigation

The Borough Attorney's letter indicated the following:

a. D'Agastino v. Borough of Roselle Park

The matter has been settled between the direct parties with no liability for the Borough.

The Borough is awaiting a Stipulation of Settlement.

15. CONTINGENT LIABILITIES (Continued)

f. Litigation (Continued)

b. D'Agastino v. Borough of Roselle Park - UNN-L-1903-10

The matter has been settled awaiting execution of formal settlement documents.

c. Castanzo v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort and no Complaint has been filed.

The Borough intends to vigorously contest the matter.

At this point in time the likelihood of success is not known. The Notice of Tort did not state the amount of damages the Plaintiff was seeking.

d. Cali v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort and no Complaint has been filed.

The Borough intends to contest the matter.

At this point in time the likelihood of success is not known. The Notice of Tort indicated that the potential damages are \$10,000.00.

e. Schneeberger v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort and no Complaint has been filed.

The Borough intends to vigorously contest the matter.

At this point in time the likelihood of success is not known. The Notice of Tort did not state the amount of damages the Plaintiff was seeking.

f. Torres v. Roselle Park - UNN-L-0571-13

A Complaint was filed and discovery is proceeding.

The Borough intends to contest the matter vigorously.

At this point in time the likelihood of success is not known. The Notice of Tort indicated that the potential damages are \$1,000,000.00.

g. Johnson v. Roselle Park

The Plaintiff has filed a Notice of Tort and no Complaint has been filed.

The Borough intends to contest the matter.

At this point in time the likelihood of success is not known. The Notice of Tort indicated that the potential damages are \$1,000,000.00.

15. CONTINGENT LIABILITIES (Continued)

f. Litigation (Continued)

h. Estate of Ballente v. Borough of Roselle Park - UNN-L-0683-12

The matter is in suit and in discovery. The Borough plans on filing a summary judgment motion once discovery is completed.

The Borough intends to vigorously defend the action.

The Borough believes it will be successful in its motion for summary judgment.

The damages sought are in excess of \$1,000,000.00.

i. Estate of Ballente v. Borough of Roselle Park - UNN-L-0683-12

The matter is in suit and in discovery. The Borough plans on filing a summary judgment motion once discovery is completed.

The Borough intends to vigorously defend the action.

The Borough believes it will be successful in its motion for summary judgment.

j. Gabriel v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort and no Complaint has been filed.

The Borough intends to vigorously contest the matter.

The Borough is confident in that it will have a successful outcome in this matter. The Notice of Tort did state the total amount of the claim to be \$500,000.00, the amount of damages the Plaintiff was seeking.

k. Guiducci v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort and no Complaint has been filed.

The Borough intends to vigorously contest the matter.

The Borough is confident in that it will have a successful outcome in this matter. The Notice of Tort did state the total amount of the claim to be estimated at \$1,000,000.00.

l. Yakubov v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort and no Complaint has been filed.

The Borough intends to vigorously contest the matter based on the facts of the case.

15. CONTINGENT LIABILITIES (Continued)

f. Litigation (Continued)

m. Garcia v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort Claim.

The Borough intends to vigorously contest the matter as the Borough should not be an entity in this matter and the Plaintiff failed to file a timely Tort Notice Claim as said claim should have been filed within 90 days of the incident.

The Borough is confident in that it will have a successful outcome in this matter due to the Borough not being the correct Defendant and the untimely filing of the Notice of Tort. The Notice of Tort failed to state an amount for damages.

n. Heart of Worship Church v. Borough of Roselle Park

The Plaintiff has filed a Notice of Tort Claim and filed a Complaint for damages. The matter has been removed from State Court to Federal Court.

The Borough intends to contest the matter vigorously.

16. SECONDARY MARKET DISCLOSURE

Solely for purposes of complying with Rule 1602-12 of the Securities and Exchange Commission, as amended and interpreted from time to time (the "Rule"), and provided that the Bonds are not exempt from the Rule and provided that the Bonds are not exempt from the requirements in accordance with Paragraph (d) of the Rule, for so long as the Bonds remain outstanding (unless the Bonds have been wholly defeased), the municipality shall provide for the benefit of the holders of the Bonds and the beneficial owners thereof various financial documents relating to the financial conditions of the Municipal Securities Rulemaking Board through the Electronic Municipal Access Data Port (the "MSRB").

17. SUBSEQUENT EVENT

The Borough of Roselle Park has evaluated subsequent events that occurred after the balance sheet date, but before March 31, 2015. No items were determined to require disclosure.

BOROUGH OF ROSELLE PARK
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR - TREASURER

A-4

	<u>Ref.</u>		<u>Regular Fund</u>
Balance December 31, 2013	A		\$ 4,219,079.13
Increased by Receipts:			
Miscellaneous Revenue Not Anticipated	A-2a	\$ 114,278.32	
Petty Cash	A-6	200.00	
Taxes Receivable	A-7	36,109,039.52	
Special District Improvement	A-9	18,329.77	
Revenue Accounts Receivable	A-10	2,942,097.75	
Due from State of New Jersey per			
Ch. 129, P.L. 1976	A-12	76,434.94	
Prepaid Taxes	A-13	57,069.38	
Tax Overpayments	A-14	35,262.58	
Interfunds	A-17	154,143.53	
Due to State of New Jersey	A-19	8,517.00	
Special District Improvement	A-23	<u>237.37</u>	
			<u>39,515,610.16</u>
			43,734,689.29
Decreased by Disbursements:			
2014 Budget Appropriations	A-3	13,801,765.04	
Petty Cash	A-6	200.00	
2013 Appropriation Reserves	A-11	627,190.20	
Tax Overpayments	A-14	89,424.70	
County Taxes	A-15	5,339,944.16	
Local District School Taxes	A-16	19,171,275.00	
Interfunds	A-17	386,398.50	
Due to State of New Jersey	A-19	8,447.00	
Special District Improvement	A-23	<u>25,739.42</u>	
			<u>39,450,384.02</u>
Balance December 31, 2014	A		<u>\$ 4,284,305.27</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

CHANGE FUNDS

A-5

	<u>Ref.</u>	
Balance December 31, 2013	A	<u>\$ 450.00</u>
Balance December 31, 2014	A	<u>\$ 450.00</u>
 <u>Analysis of Balance</u>		
Office:		
Collector		\$ 300.00
Municipal Court		<u>150.00</u>
	Above	<u>\$ 450.00</u>

CASH
PETTY CASH FUNDS

A-6

	<u>Ref.</u>	
Increased by:		
Cash Receipts	A-4	\$ 200.00
Decreased by:		
Cash Disbursements	A-4	<u>200.00</u>
		<u>\$ -</u>
 Office:		
Police Department		\$ 100.00
Borough Clerk		50.00
Community Center		<u>50.00</u>
		<u>\$ 200.00</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

A-7

Year	Balance Dec. 31, 2013	2014 Levy	Added Taxes	Collected		Due from State of New Jersey	Over- payments Applied	Cancelled	Balance Dec. 31, 2014
				2013	2014				
2012	\$ 45.19		\$ 7,500.00	\$ 45.19		\$ 250.00	\$	\$	
2013	649,621.22			656,871.22		90,483.04	407.30	66,456.47	586,998.75
2014		36,662,116.39		35,452,123.11					
	\$ 649,666.41	\$ 36,662,116.39	\$ 7,500.00	\$ 36,109,039.52		\$ 90,733.04	\$ 407.30	\$ 66,456.47	\$ 586,998.75
	A	Below	A-12	A-2a.13	A-2a.14	A-2.2a.12	A-2a.14	Reserve	A

ANALYSIS OF PROPERTY TAX LEVY

	Ref.		Ref.
Tax Yield		Tax Levy	
General Property Tax		County Taxes (Abstract)	
Business Personal Tax - Utilities		County Added Taxes (N.J.S.A. 54:4-63.1 et seq.)	\$ 5,335,711.47
Added Taxes		Local School District Tax (Abstract)	4,121.64
		Local Taxes for Municipal Purposes (Budget)	11,785,811.20
		Library Taxes	339,891.01
		Plus: Additional Tax Levied	12,125,802.21
			25,206.07
			\$ 5,339,833.11
			18,171,275.00
			12,151,008.28
			\$ 36,662,116.39
			Above

BOROUGH OF ROSELLE PARK
CURRENT FUND

PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

A-8

	<u>Ref.</u>	
Balance December 31, 2013	A	<u>\$ 163,650.00</u>
Balance December 31, 2014	A	<u>\$ 163,650.00</u>

RECEIVABLE FOR SPECIAL IMPROVEMENT DISTRICT

A-9

	<u>Ref.</u>	
Balance December 31, 2013	A	\$ 4,470.89
Increased by:		
Billing	A-23	<u>19,561.84</u>
		24,032.73
Decreased by:		
Receipt	A-4	\$ 18,329.77
Applied	A-24	<u>3,635.00</u>
		<u>21,964.77</u>
Balance December 31, 2014	A	<u>\$ 2,067.96</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE

A-10

	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Accrued</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Clerk:					
Alcoholic Beverage Licenses	A-2	\$	\$ 16,907.00	\$ 16,907.00	\$
Other Licenses	A-2a		9,706.21	9,706.21	
Other Fees and Permits	A-2a		29,511.50	29,511.50	
Construction Code Official:					
Uniform Construction Code Fees	A-2		140,681.00	140,681.00	
Board of Health:					
Other Licenses	A-2a		14,675.00	14,675.00	
Other Fees and Permits	A-2a		600.00	600.00	
Registrar of Vital Statistics:					
Other Fees and Permits	A-2a		18,701.00	18,701.00	
Public Works:					
Other Fees and Permits	A-2a		1,155.00	1,155.00	
Tax Collector:					
Other Fees and Permits	A-2a		450.00	450.00	
Police Department:					
Other Fees and Permits	A-2a		2,327.67	2,327.67	
Municipal Court:					
Fines and Costs	A-2	50,913.61	803,006.76	774,480.73	79,439.64
Fire Department:					
Other Fees and Permits	A-2a		210.00	210.00	
Housing:					
Other Fees and Permits	A-2a		7,840.00	7,840.00	
Municipal Land Use Board	A-2a		12,848.60	12,848.60	
Farmer's Market:					
Other Fees and Permits	A-2a		300.00	300.00	
State of New Jersey:					
Energy Receipts Tax	A-2		135,748.00	135,748.00	
Consolidated Municipal Property Tax					
Relief Aid	A-2		948,338.00	948,338.00	
Interest and Costs on Taxes	A-2		133,548.10	133,548.10	
Parking Meters	A-2		19,756.04	19,756.04	
Uniform Fire Safety Act	A-2		10,443.89	10,443.89	
Cable TV Franchise Fee	A-2		161,980.42	161,980.42	
Reserve to Pay Debt Service	A-2		60,000.00	60,000.00	
Assessment Trust Surplus	A-2		25,220.50	25,220.50	
Sewer Utility Operating Surplus	A-2		350,000.00	350,000.00	
Rental of Borough Property	A-2		66,669.09	66,669.09	
		<u>\$ 50,913.61</u>	<u>\$ 2,970,623.78</u>	<u>\$ 2,942,097.75</u>	<u>\$ 79,439.64</u>
<u>Reference</u>		<u>A</u>	<u>Reserve</u>	<u>A-4</u>	<u>A</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

2013 APPROPRIATION RESERVES

A-11
Sheet #1

<u>Appropriations</u>	Balance Dec. 31, 2013		Modified Balance	Paid and Committed	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>GENERAL GOVERNMENT</u>					
Mayor and Council:					
Salaries and Wages	\$ 166.55	\$ 1.78	\$ 1.78	\$ 232.00	\$ 335.21
Other Expenses	166.55	400.66	567.21	232.00	335.21
Municipal Clerk:					
Salaries and Wages		5,972.85	5,972.85	311.59	5,661.26
Other Expenses	14,187.21	12,120.28	26,307.49	7,612.31	18,695.18
Financial Administration:					
Salaries and Wages		20.94	20.94		20.94
Other Expenses	7,693.71	2,708.58	10,402.29	4,936.07	5,466.22
Audit Services	49,450.00		49,450.00	48,950.00	500.00
Insurance:					
Group Insurance Plans for Employees		1,278.00	1,278.00		1,278.00
Other Insurance		6.47	6.47		6.47
Worker's Compensation	41.66	104,744.18	84,785.84	6,274.40	78,511.44
Health Benefit Waiver		16,666.70	16,666.70		16,666.70
Revenue Administration:					
Salaries and Wages		15.40	15.40		15.40
Other Expenses	405.00	3,780.35	4,185.35	405.00	3,780.35
Assessor of Taxes:					
Salaries and Wages		325.89	325.89		325.89
Other Expenses	677.24	1,567.07	2,244.31	601.90	1,642.41
Legal Services and Costs:					
Other Expenses	3,441.75	7,825.00	1,266.75		1,266.75
Tax Appeals		10,000.00	20,000.00	6,058.85	13,941.15
Municipal Court:					
Salaries and Wages		3,584.65	3,584.65		3,584.65
Other Expenses	1,309.04	2,031.78	3,340.82	1,605.11	1,735.71
Engineering Services and Costs:					
Other Expenses	12,986.74	0.50	12,987.24	12,986.74	0.50
Human Resources:					
Other Expenses	8,263.08	10,000.00	8,263.08	1,116.50	7,146.58
Historical Society:					
Other Expenses	60.00	2,054.97	2,114.97	33.73	2,081.24
Land Use Administration:					
Municipal Land Use:					
Salaries and Wages		49.19	49.19		49.19
Other Expenses	144.63	2,706.00	2,850.63		2,850.63
<u>PUBLIC SAFETY</u>					
Uniform Fire Safety (P.L. 1983, Ch. 383):					
Fire Official:					
Salaries and Wages		21.14	21.14		21.14
Other Expenses	7,221.08	2,485.85	9,706.93	6,474.82	3,232.11

**BOROUGH OF ROSELLE PARK
CURRENT FUND**

2013 APPROPRIATION RESERVES

A-11
Sheet #2

<u>Appropriations</u>	<u>Balance</u> <u>Dec. 31, 2013</u>		<u>Modified</u> <u>Balance</u>	<u>Paid and</u> <u>Committed</u>	<u>Balance</u> <u>Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>PUBLIC SAFETY</u>					
Fire:					
Salaries and Wages	\$	\$ 8.48	\$ 8.48	\$	\$ 8.48
Other Expenses	947.45		947.45	947.45	
Police:					
Salaries and Wages		52,311.15	52,311.15		52,311.15
Other Expenses	69,035.07	5,008.51	74,043.58	67,005.53	7,038.05
Traffic Control Schools:					
Salaries and Wages		7,119.88	7,119.88		7,119.88
Other Expenses	1,928.74	6,489.74	8,418.48	1,928.74	6,489.74
First Aid Organizations:					
Other Expenses	899.44	844.03	1,743.47	908.35	835.12
Emergency Management:					
Salaries and Wages		5.17	5.17		5.17
Other Expenses	904.43		904.43	904.43	
<u>PUBLIC WORKS</u>					
Road Repair and Maintenance:					
Salaries and Wages		87,931.13	37,931.13		37,931.13
Other Expenses	52,305.50	8,369.42	160,674.92	148,893.25	11,781.67
Sanitation:					
Garbage and Trash Removal:					
Disposal - Tipping Fees	30,000.00	36,630.05	36,630.05	29,042.09	7,587.96
Collection	25,832.17	19,804.16	30,636.33	25,538.00	5,098.33
Recycling:					
Salaries and Wages		3.88	3.88		3.88
Other Expenses	48,010.23	24,830.72	72,840.95	27,676.38	45,164.57
Public Buildings and Grounds:					
Other Expenses	28,389.24	18,274.38	46,663.62	28,623.01	18,040.61
Maintenance of Vehicles:					
Other Expenses	14,560.89	18,339.03	32,899.92	14,229.65	18,670.27
<u>HEALTH AND WELFARE</u>					
(Board of Health - Local Health Agency):					
Board of Health:					
Salaries and Wages		21.64	21.64		21.64
Other Expenses	125.00	1,097.21	1,222.21	200.00	1,022.21
<u>RECREATION AND EDUCATION</u>					
Parks and Playgrounds:					
Salaries and Wages		0.94	0.94		0.94
Other Expenses		273.78	273.78		273.78
Community Center:					
Salaries and Wages		11,046.59	11,046.59		11,046.59
Other Expenses	78.81	277.72	356.53	78.81	277.72

**BOROUGH OF ROSELLE PARK
CURRENT FUND**

2013 APPROPRIATION RESERVES

A-11
Sheet #3

<u>Appropriations</u>	<u>Balance</u> <u>Dec. 31, 2013</u>		<u>Modified</u> <u>Balance</u>	<u>Paid and</u> <u>Committed</u>	<u>Balance</u> <u>Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>			
RECREATION AND EDUCATION					
Other Common Operating Functions:					
Celebration of Public Events, Anniversary or Holiday:					
Other Expenses	\$	\$ 1,836.64	\$ 1,836.64	\$	\$ 1,836.64
Farmer's Market:					
Salaries and Wages		2.00	2.00		2.00
Other Expenses		7.44	7.44		7.44
CODE ENFORCEMENT					
State Uniform Construction Code Official:					
Salaries and Wages		16.08	16.08		16.08
Other Expenses	83.85	17,532.04	17,615.89	1,485.13	16,130.76
UNCLASSIFIED					
Natural Gas	9,000.00	4,481.33	13,481.33	6,607.19	6,874.14
Electricity	23,000.00	582.57	23,582.57	15,799.37	7,783.20
Water	4,000.00	1,485.65	5,485.65	2,188.50	3,297.15
Telephone	1,897.44	13,358.47	15,255.91	1,284.98	13,970.93
Street Lighting	40,000.00	5,878.02	45,878.02	36,578.39	9,299.63
Fire Hydrant Services	18,517.14	5,897.16	24,414.30	16,305.71	8,108.59
Cable TV - Channel 34	1,312.00	938.00	2,250.00	762.00	1,488.00
Gasoline	39,169.72	3,566.44	17,736.16	5,432.96	12,303.20
Compensated Absences			50,000.00	47,500.00	2,500.00
CONTINGENT		2,000.00	2,000.00		2,000.00
STATUTORY EXPENDITURES					
Contribution to:					
Social Security System (OASI)		1,334.88	1,334.88	396.36	938.52
DCRP	118.98	736.19	855.17		855.17
Police 911 Command and Dispatch Center:					
Salaries and Wages		8,409.82	8,409.82		8,409.82
Other Expenses	2,699.90	2,669.42	5,369.32	2,699.90	2,669.42
Length of Service Award Program (LOSAP)		63,250.00	63,250.00	46,575.00	16,675.00
Implementation of Fair Housing Plan Ch. 222, P.L. 1985 (COAH):					
Other Expenses	7,246.14	5,790.31	13,036.45		13,036.45
Recycling Tax (N.J.S.A. 13:1e-96.5):					
Other Expenses		1,500.00	1,500.00		1,500.00
	<u>\$526,109.83</u>	<u>\$630,328.30</u>	<u>\$1,156,438.13</u>	<u>\$627,190.20</u>	<u>\$529,247.93</u>
<u>Reference</u>	<u>A</u>	<u>A</u>		<u>A-4</u>	<u>A-1</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

DUE (FROM)/TO STATE OF NEW JERSEY
PER CHAPTER 129, P.L. 1976

A-12

	<u>Ref.</u>		
Balance December 31, 2013	A		\$ 3,679.23
Increased by:			
Received Cash from State	A-4	\$76,434.94	
Senior Citizens' Deductions Disallowed by Tax Collector	Below	1,367.12	
Prior Year Deductions Disallowed	A-1,7	<u>7,500.00</u>	
			<u>85,302.06</u>
			88,981.29
Decreased by:			
Senior Citizens' Deductions per Tax Duplicate	Below	20,500.00	
Veterans' Deductions per Tax Duplicate	Below	69,000.00	
Senior Citizens' Deductions Allowed by Tax Collector	Below	250.00	
Veterans' Deductions Allowed	Below	2,100.16	
Prior Year Senior Citizens' Deductions Allowed by Tax Collector	A-7	<u>250.00</u>	
			<u>92,100.16</u>
Balance December 31, 2014	A		<u>\$ (3,118.87)</u>
<u>Calculation of State Share of 2014 Senior Citizens'</u> <u>and Veterans' Deductions Allowed by Collector</u>			
Senior Citizens' Deductions per Tax Billings	Above	\$20,500.00	
Veterans' Deductions per Tax Billings	Above	69,000.00	
Senior Citizens' Deductions Allowed by Tax Collector	Above	250.00	
Veterans' Deductions Allowed	Above	<u>2,100.16</u>	
			\$ 91,850.16
Less: Senior Citizen Deductions Disallowed by Tax Collector	Above		<u>1,367.12</u>
	A-7		<u>\$ 90,483.04</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

PREPAID TAXES

A-13

	<u>Ref.</u>	
Balance December 31, 2013	A	\$ 465,647.72
Increased by:		
Collections	A-4	<u>57,069.38</u>
		522,717.10
Decreased by:		
Applied	A-7	<u>465,647.72</u>
Balance December 31, 2014	A	<u>\$ 57,069.38</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

TAX OVERPAYMENTS

A-14

	<u>Ref.</u>		
Balance December 31, 2013	A		\$ 620.30
Increased by:			
Overpayments	A-4	\$ 35,262.58	
Operations	A-1	<u>84,517.13</u>	
			<u>119,779.71</u>
			120,400.01
Decreased by:			
Applied	A-7	407.30	
Refunds	A-4	<u>89,424.70</u>	
			<u>89,832.00</u>
Balance December 31, 2014	A		<u>\$ 30,568.01</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

COUNTY TAXES PAYABLE

A-15

	<u>Ref.</u>	
Balance December 31, 2013	A	\$ 4,232.69
Increased by:		
2014 Tax Levy	A-1,7	5,339,833.11
		<u>5,344,065.80</u>
Decreased by:		
Payments	A-4	5,339,944.16
Balance December 31, 2014	A	<u>\$ 4,121.64</u>

LOCAL SCHOOL DISTRICT TAX

A-16

	<u>Ref.</u>	
Increased by:		
Levy Calendar Year 2014	A-1,7	\$ 19,171,275.00
Decreased by:		
Payments	A-4	<u>19,171,275.00</u>
		<u>\$ -</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

INTERFUNDS

A-17

	<u>Ref.</u>	<u>Total</u>	<u>Federal/State Grant Fund</u>	<u>General Trust Fund</u>	<u>Sewer Operating Fund</u>	<u>General Trust Fund Other</u>
Balance December 31, 2013:						
Due From	A	\$ <u>5,000.00</u>	\$	\$ <u>5,000.00</u>	\$	\$
(Due To)	A	\$ <u>(152,206.36)</u>	\$ <u>(152,206.36)</u>			
Increased by:						
Cash Disbursements	A-4	<u>386,398.50</u>	<u>371,782.54</u>	<u>11,811.46</u>	<u>2,408.50</u>	<u>396.00</u>
Decreased by:						
Cash Receipts	A-4	154,143.53	145,527.57	5,811.46	2,408.50	396.00
Budget Appropriations	A-3	234,957.00	234,957.00			
Cancellation of Grants Receivable	A-1	<u>247.79</u>	<u>247.79</u>			
		<u>389,348.32</u>	<u>380,732.36</u>	<u>5,811.46</u>	<u>2,408.50</u>	<u>396.00</u>
Balance December 31, 2014:						
Due From	A	\$ <u>11,000.00</u>		\$ <u>11,000.00</u>	\$	\$
(Due To)	A	\$ <u>(161,156.18)</u>	\$ <u>(161,156.18)</u>			
Balance December 31, 2013	Above	\$ 5,000.00				
Balance December 31, 2014	Above	11,000.00				
Net Change to Operations	A-1	\$ <u>(6,000.00)</u>				

BOROUGH OF ROSELLE PARK
CURRENT FUND

RESERVE FOR SALE OF MUNICIPAL ASSETS

A-18

	<u>Ref.</u>	
Balance December 31, 2013	A	\$81,611.31
Decreased by:		
Realized as Revenue	A-2	<u>74,779.50</u>
Balance December 31, 2014	A	<u>\$ 6,831.81</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

DUE TO STATE OF NEW JERSEY

A-19

	<u>Ref.</u>	
Balance December 31, 2013	A	\$ 3,587.00
Increased by:		
Receipts	A-4	<u>8,517.00</u>
		12,104.00
Decreased by:		
Payments	A-4	<u>8,447.00</u>
Balance December 31, 2014	A,Below	<u>\$ 3,657.00</u>
 <u>Analysis of Balance</u>		
DCA Fees		\$ 3,132.00
Marriage Licenses		<u>525.00</u>
	Above	<u>\$ 3,657.00</u>

BOROUGH OF ROSELLE PARK
GRANT FUND

A-20

GRANTS RECEIVABLE

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>2014</u> <u>Grants</u>	<u>Collections</u>	<u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Municipal Alliance - 2014	\$ 17,481.04	\$ 18,582.00	\$ 23,292.03	\$ 7,838.01	\$ 18,582.00
Municipal Alliance - 2013		13,649.00	18,561.41		
Clean Communities - 2014		18,561.41			
Recycling Tonnage Grant - 2013		60,000.00	35,000.00		25,000.00
Safe and Secure Communities - 2014	25,000.00		25,000.00		
Safe and Secure Communities - 2013		10,634.42	10,634.42		
Alcohol Education and Rehabilitation - 2014		3,367.95	3,367.95		
Body Armor Grant - 2013		4,744.60			4,744.60
Bulletproof Vest Partnership Grant		5,000.00	5,000.00		7,500.00
Drive Sober or Get Pulled Over Labor Day - 2014	375.00	1,000.00	875.00		500.00
Drive Sober or Get Pulled Over Holiday - 2014		4,000.00	4,000.00		
Drunk Driving Enforcement Fund - 2013	10,000.00	3,000.00	10,000.00		3,000.00
Union County Heart Grant					
Click It or Ticket					
Green Communities Grant					
	<u>\$ 52,856.04</u>	<u>\$ 150,039.38</u>	<u>\$ 135,730.81</u>	<u>\$ 7,838.01</u>	<u>\$ 59,326.60</u>
<u>Reference</u>	A	A-2	A-22	Below	A
			<u>Ref.</u>		
	Reserve for Grants - Appropriated		A-21	\$ 7,590.22	
Interfunds			A-22	247.79	
			Above	<u>\$ 7,838.01</u>	

BOROUGH OF ROSELLE PARK
GRANT FUND

A-21

RESERVE FOR GRANTS - APPROPRIATED

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>2014 Budget</u> <u>Appropriation</u>	<u>Paid or</u> <u>Charged</u>	<u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Clean Communities Grant	\$ 15,206.56	\$ 18,561.41	\$ 19,398.04	\$	\$ 14,369.93
Safe and Secure Communities		60,000.00	60,000.00		
Safe and Secure Communities Program - Match	55,871.49	223,900.00	220,612.20		59,159.29
Municipal Alliance on Alcoholism and Drug Abuse Fund Grant	13,940.29	32,231.00	24,797.88	7,590.22	13,783.19
Municipal Alliance on Alcoholism and Drug Abuse Fund Grant - Matching Funds	1,517.15	8,057.00	5,858.20		3,715.95
Drunk Driving Enforcement	34,706.20		3,618.15		31,088.05
Special Legislative Grant	4,275.00				4,275.00
Body Armor Grant	4,381.61	3,367.95	4,130.00		3,619.56
Recycling Grant	41,736.12		3,493.05		38,243.07
Alcohol Education and Rehabilitation	15,805.90	10,634.42	16,775.02		9,665.30
Downtown Development Planning Grant	5,960.00	3,000.00			5,960.00
Green Communities Grant		3,000.00			3,000.00
Green Communities Grant - Match					3,000.00
Field Dreams	11,662.08				11,662.08
Drive Sober or Get Pulled Over - Labor Day		5,000.00	5,000.00		
Drive Sober or Get Pulled Over - Holiday		7,500.00	3,100.00		4,400.00
Bulletproof Vest Partnership Grant		4,744.60			4,744.60
Click It or Ticket		4,000.00	4,000.00		
Union County Heart Grant		1,000.00	1,000.00		
	<u>\$ 205,062.40</u>	<u>\$ 384,996.38</u>	<u>\$ 371,782.54</u>	<u>\$ 7,590.22</u>	<u>\$ 210,686.02</u>

Reference

A

Below

A-22

A-20

A

Ref.

Budget Appropriations
Local Match

\$ 150,039.38

234,957.00

\$ 384,996.38

Above

BOROUGH OF ROSELLE PARK
GRANT FUND

INTERFUNDS

A-22

	<u>Ref.</u>	<u>Current Fund</u>	
Balance December 31, 2013	A		\$ 152,206.36
Increased by:			
Matching Funds	A-21	\$ 234,957.00	
Unappropriated Grant Revenue	A-26	9,796.76	
Grants Receivable	A-20	135,730.81	
Cancelled	A-20	<u>247.79</u>	
			<u>380,732.36</u>
			532,938.72
Decreased by:			
Expended	A-21		<u>371,782.54</u>
Balance December 31, 2014	A		<u><u>\$ 161,156.18</u></u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

RESERVE FOR SPECIAL DISTRICT IMPROVEMENT

A-23

	<u>Ref.</u>		
Balance December 31, 2013	A		\$ 8,008.34
Increased by:			
Billing	A-9	\$ 19,561.84	
Interest	A-4	<u>237.37</u>	
			<u>19,799.21</u>
			<u>27,807.55</u>
Decreased by:			
Disbursement	A-4		<u>25,739.42</u>
Balance December 31, 2014	A		<u><u>\$ 2,068.13</u></u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

SPECIAL IMPROVEMENT DISTRICT OVERPAYMENTS

A-24

	<u>Ref.</u>	
Balance December 31, 2013	A	\$ 3,635.00
Decreased by:		
Applied	A-9	<u>3,635.00</u>
		<u>\$ -</u>

RESERVE FOR TAX APPEALS

A-25

	<u>Ref.</u>	
Balance December 31, 2013	A	\$200,000.00
Increased by:		
Transferred from Operations	A-1	<u>100,000.00</u>
Balance December 31, 2014	A	<u>\$300,000.00</u>

BOROUGH OF ROSELLE PARK
CURRENT FUND

RESERVE FOR GRANTS - UNAPPROPRIATED

A-26

	<u>Ref.</u>	
Increased by:		
Cash Collections	A-22	<u>\$ 9,796.76</u>
Balance December 31, 2014	A	<u>\$ 9,796.76</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

B-4

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR - TREASURER

	<u>Ref.</u>	<u>Assessment Fund</u>	<u>Animal Control Fund</u>	<u>Trust Other Fund</u>
Balance December 31, 2013	B	\$25,220.50	\$14,560.44	\$1,021,344.94
Increased by Receipts:				
Animal Control Fees	B-7	\$	\$13,244.40	
Animal Fees Due State of New Jersey	B-14		1,251.00	
Budget Appropriation:				
Deficit (General Budget)	B-2			
Due from Current Fund	B-6	20,000.00		11,000.00
Due from County of Union Community				
Development Block Grants	B-8			18,510.42
Retirees' Reimbursement	B-10			30,075.65
State Unemployment Insurance	B-11			68,756.63
Various Reserves	B-12			1,039,265.70
Payroll Deductions Payable	B-15			9,215,820.02
Recreation	B-16			43,168.00
Affordable Housing	B-17			22,794.38
Special Law Enforcement	B-18			10,950.26
Law Enforcement Block Grant	B-19			0.04
Premium on Tax Sale	B-20			581,200.00
		<u>20,000.00</u>		<u>11,041,541.10</u>
		<u>45,220.50</u>	<u>14,495.40</u>	<u>12,062,886.04</u>
Decreased by Disbursements:				
Fund Balance	B-1	25,220.50		
Budgetary Expenditures	B-3	20,000.00		
Expenditure Under R.S. 4:19-15.11	B-7		19,637.00	
Animal Fees Due State of New Jersey	B-14		1,253.40	
Due to Current Fund	B-6			
Community Development Block Grants	B-9			5,000.00
Retirees' Reimbursement	B-10			24,600.62
State Unemployment Insurance	B-11			15,993.26
Various Reserves	B-12			53,314.65
Payroll Deductions Payable	B-15			919,220.17
Recreation - Reserves	B-16			9,209,396.44
Affordable Housing	B-17			42,077.21
Special Law Enforcement - Reserves	B-18			4,200.00
Law Enforcement Block Grant - Reserves	B-19			4,687.46
Premium on Tax Sale	B-20			142.54
		<u>45,220.50</u>		<u>286,700.00</u>
			<u>20,890.40</u>	<u>10,565,332.35</u>
Balance December 31, 2014	B	\$	\$ 8,165.44	\$ 1,497,553.69

BOROUGH OF ROSELLE PARK
TRUST FUNDS

ANALYSIS OF ASSESSMENT CASH AND INVESTMENTS

B-5

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 25,220.50
Decreased by:		
Fund Balance	B-1	<u>25,220.50</u>
		<u>\$ -</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

DUE TO CURRENT FUND

B-6

	<u>Ref.</u>	<u>Other Trust Fund HUD</u>
Balance December 31, 2013: (Due To)	B	\$ 5,000.00
Increased by: Receipts	B-4	<u>11,000.00</u> 16,000.00
Decreased by: Disbursements	B-4	<u>5,000.00</u>
Balance December 31, 2014: (Due To)	B	<u><u>\$11,000.00</u></u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

B-7

	<u>Ref.</u>	
Balance December 31, 2013	B	\$14,556.84
Increased by:		
Collections:		
Fees Collected	B-4	13,244.40
		<u>27,801.24</u>
Decreased by:		
Expenditures Under N.J.S. 40A:4-39	B-4	<u>19,637.00</u>
Balance December 31, 2014	B	<u>\$ 8,164.24</u>

License Fees Collected

	<u>Year</u>	<u>Amount</u>
	2013	\$ 13,365.00
	2012	<u>13,423.00</u>
		<u>\$ 26,788.00</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

DUE FROM COUNTY OF UNION
COMMUNITY DEVELOPMENT BLOCK GRANTS

B-8

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 18,510.42
Increased by:		
Project Award	B-9	<u>25,490.00</u> 44,000.42
Decreased by:		
Receipts	B-4	<u>18,510.42</u>
Balance December 31, 2014	B	<u><u>\$ 25,490.00</u></u>

RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANTS

B-9

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 16,458.63
Increased by:		
Project Award	B-8	<u>25,490.00</u> 41,948.63
Decreased by:		
Expenditures	B-4	<u>24,600.62</u>
Balance December 31, 2014	B	<u><u>\$ 17,348.01</u></u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

RESERVE FOR RETIREE REIMBURSEMENTS

B-10

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 36,557.58
Increased by:			
Budget Appropriation		\$ 30,000.00	
Interest		<u>75.65</u>	
	B-4		<u>30,075.65</u>
			66,633.23
Decreased by:			
Paid	B-4		<u>15,993.26</u>
Balance December 31, 2014	B		<u><u>\$ 50,639.97</u></u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

RESERVE FOR STATE UNEMPLOYMENT COMPENSATION INSURANCE FUND

B-11

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 95,530.46
Increased by:		
Receipts:		
Payroll Deductions		\$ 8,475.23
Budget Appropriation (Current and Sewer)		60,000.00
Interest on Deposits		<u>281.40</u>
	B-4	<u>68,756.63</u>
		<u>164,287.09</u>
Decreased by:		
Disability Benefits		5,132.24
Unemployment Benefits		47,951.41
Other		<u>231.00</u>
	B-4	<u>53,314.65</u>
Balance December 31, 2014	B	<u><u>\$ 110,972.44</u></u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

RESERVE FOR EXPENDITURES

B-12

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Miscellaneous	\$ 326.54	\$	\$	\$ 326.54
Parking Offense Adjudication Act	8,141.13	812.00		8,953.13
Downtown Renovations	1,405.00			1,405.00
9/11 Memorial	3,322.40			3,322.40
Security Deposits	3,548.00			3,548.00
Board of Health	234.96		234.96	
Police Outside Services	46,495.93	283,203.78	306,599.71	23,100.00
Police Outside Services - Administrative Cost	9,065.75	62,576.25	61,598.00	10,044.00
Roller Skating	500.00			500.00
Founders Day Celebration	538.08			538.08
Secure a Child Program	50.00			50.00
Public Defender	15,771.45	12,625.00	16,500.00	11,896.45
Loretti Park	1,440.00			1,440.00
Child Safety Seat	5.00			5.00
Monument Bond	2,500.00			2,500.00
100 Year Celebration	1,300.00			1,300.00
Union County Health Administrative Cost	6,261.41		5.21	6,256.20
Youth Center	5,100.00			5,100.00
Downtown Banners	66.00			66.00
Zoning/Planning Escrow	14,287.29		247.50	14,039.79
Tree Program	440.00			440.00
Zoning Stenographer	500.00			500.00
Zoning Board Escrow	3,800.00			3,800.00
Planning Board Escrow	4,594.06			4,594.06
Municipal Land Use BD Stenographer	750.00	2,100.00	2,100.00	750.00
Municipal Land Use BD Escrow	27,428.50	37,309.17	22,282.16	42,455.51
Street Opening Escrow	7,243.75	21,253.56	1,595.00	26,902.31
Fireworks Donations	12,029.05	5,737.00	10,000.00	7,766.05
Relocation Assistance	3,300.00			3,300.00
Recycling	31,253.32	2,131.79		33,385.11
Snow Removal	30,000.00	100,000.00	18,677.56	111,322.44
Accumulated Absences	60,000.00	30,000.00		90,000.00
Tax Lien Redemptions		481,517.15	479,380.07	2,137.08
	<u>\$ 301,697.62</u>	<u>\$ 1,039,265.70</u>	<u>\$ 919,220.17</u>	<u>\$ 421,743.15</u>

Reference

B

B-4

B-4

B

BOROUGH OF ROSELLE PARK
TRUST FUNDS

B-13

ASSESSMENT SERIAL BONDS

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds Outstanding Dec. 31, 2014</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2014</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>				
Special Assessment Bonds	10/15/10	\$ 197,000.00	10/15/15-19	\$ 20,000.00	2.00%	<u>\$ 137,000.00</u>	<u>\$ 20,000.00</u>	<u>\$ 117,000.00</u>
			10/15/17-19	20,000.00	3.00%			
			10/15/20	17,000.00	3.00%			
					<u>Reference</u>	<u>B</u>	<u>B-3</u>	<u>B</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

ANIMAL CONTROL TRUST
RESERVE FOR ANIMAL FEES DUE STATE OF NEW JERSEY

B-14

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 3.60
Increased by:		
Receipts	B-4	<u>1,251.00</u> 1,254.60
Decreased by:		
Disbursements	B-4	<u>1,253.40</u>
Balance December 31, 2014	B	<u>\$ 1.20</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

TRUST OTHER FUNDS
PAYROLL DEDUCTIONS PAYABLE

B-15

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 47,308.75
Increased by:		
Employee Payroll Deductions	B-4	9,215,820.02
		<u>9,263,128.77</u>
Decreased by:		
Cash Disbursements	B-4	9,209,396.44
Balance December 31, 2014	B	<u>\$ 53,732.33</u>
 <u>Analysis of Balance</u>		
PFRS Back Pension		\$ 449.50
PERS Supplemental Annuity		423.16
PERS Contributory Insurance		866.03
PERS Loan		2,398.21
PERS Back Pension		288.32
PFRS Loan		9,502.00
PFRS Pension		25,657.01
PERS Pension		12,103.85
Disability		864.52
PFRS Supplemental Annuity		10.59
Other		<u>1,169.14</u>
Total		<u>\$ 53,732.33</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

RECREATION
RESERVE FOR EXPENDITURES

B-16

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 66,051.31
Increased by:		
Receipts	B-4	<u>43,168.00</u>
		109,219.31
Decreased by:		
Disbursements	B-4	<u>42,077.21</u>
Balance December 31, 2014	B	<u>\$ 67,142.10</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

AFFORDABLE HOUSING
RESERVE FOR EXPENDITURES

B-17

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 3,584.30
Increased by:			
Receipts		\$22,754.00	
Interest		<u>40.38</u>	
	B-4		<u>22,794.38</u>
			<u>26,378.68</u>
Decreased by:			
Disbursements	B-4		<u>4,200.00</u>
Balance December 31, 2014	B		<u><u>\$22,178.68</u></u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

SPECIAL LAW ENFORCEMENT TRUST
RESERVE FOR EXPENDITURES

B-18

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 19,424.18
Increased by:		
Receipts	B-4	<u>10,950.26</u>
		30,374.44
Decreased by:		
Disbursements	B-4	<u>4,687.46</u>
Balance December 31, 2014	B	<u><u>\$25,686.98</u></u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

LAW ENFORCEMENT BLOCK GRANT - FEDERAL
RESERVE FOR EXPENDITURES

B-19

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 142.53
Increased by:		
Receipts	B-4	<u>0.04</u>
		142.57
Decreased by:		
Disbursements	B-4	<u>142.54</u>
Balance December 31, 2014	B	<u>\$ 0.03</u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

PREMIUM ON TAX SALE

B-20

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 448,100.00
Increased by:		
Receipts	B-4	<u>581,200.00</u>
		1,029,300.00
Decreased by:		
Disbursements	B-4	<u>286,700.00</u>
Balance December 31, 2014	B	<u><u>\$ 742,600.00</u></u>

BOROUGH OF ROSELLE PARK
TRUST FUNDS

DEFERRED CHARGES - PROSPECTIVE ASSESSMENTS

B-21

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 137,000.00
Decreased by:		
Budget Appropriation	B-3	<u>20,000.00</u>
Balance December 31, 2014	B	<u>\$ 117,000.00</u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR - TREASURER

C-2

	<u>Ref.</u>		
Balance December 31, 2013	C		\$ 5,209,300.02
Increased by Receipts:			
Community Development Block Grant			
Receivable	C-6	\$ 56,000.00	
State Aid Receivable	C-7	303,750.00	
County Grant Receivable	C-8	167,106.01	
Capital Improvement Fund	C-10	<u>100,000.00</u>	
			<u>626,856.01</u>
			<u>5,836,156.03</u>
Decreased by Expenditures:			
Improvement Authorizations	C-11	1,663,783.49	
Reserve for Payment of Bonds	C-9	<u>60,000.00</u>	
			<u>1,723,783.49</u>
Balance December 31, 2014	C		<u><u>\$ 4,112,372.54</u></u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH AND INVESTMENTS

C-3

Ordinance Number	Description	Balance	Receipts	Disbursements	Transfers		Balance
		Dec. 31, 2013			From	To	Dec. 31, 2014
	Fund Balance	\$ 71,865.85	\$	\$	\$ 100,000.00	\$ 102,000.00	\$ 73,865.85
	Capital Improvement Fund	97,220.57	100,000.00		103,000.00		94,220.57
	State Aid Receivable	(505,000.00)	303,750.00		225,000.00	50,000.00	(376,250.00)
	Community Development Block Grant Receivable	(56,000.00)	56,000.00		137,000.00		(137,000.00)
	County Grant Receivable	(167,106.01)	167,106.01				-
	Reserve to Pay Serial Bonds	361,597.91		60,000.00			301,597.91
	Improvement Authorizations:						
2032	Various Capital Improvements	5,305.21					5,305.21
2121	Various Capital Improvements	102,000.00			102,000.00		-
2184	Various Capital Improvements	226.60					226.60
2211	Various Capital Improvements	4,037.44					4,037.44
2220	Various Capital Improvements	24,523.45		17,191.42			7,332.03
2249	Various Capital Improvements	64,902.35		7,400.00			57,502.35
2268	Acquisition of Recreation Equipment	9,189.20					9,189.20
2272	Various Capital Improvements	26,437.31		7,545.97	50,000.00	50,000.00	18,891.34
2297	Various Capital Improvements	2,006.66					2,006.66
2300	Various Capital Improvements	2,074,120.44		128,899.50			1,945,220.94
2337	Various Capital Improvements	435,698.75		113,265.25			322,433.50
2367	Various Capital Improvements	764,396.51		469,470.11	50,000.00		244,926.40
2374	Various Capital Improvements	25,577.88					25,577.88
2386	Various Capital Improvements	1,868,299.90		430,399.26			1,437,900.64
2412	Various Capital Improvements			489,605.76		465,000.00	(24,605.76)
2415	Radio Communication System			6.22		100,000.00	99,993.78
		<u>\$ 5,209,300.02</u>	<u>\$ 626,856.01</u>	<u>\$ 1,723,783.49</u>	<u>\$ 767,000.00</u>	<u>\$ 767,000.00</u>	<u>\$ 4,112,372.54</u>
	Reference	C	C-2	C-2	Contra	Contra	C

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION

C-4

	<u>Ref.</u>		
Balance December 31, 2013	C		\$16,965,521.62
Decreased by:			
2014 Budget Appropriation:			
Bonds	C-12	\$1,380,000.00	
Green Acres Loan	C-13	<u>8,189.97</u>	
			<u>1,388,189.97</u>
Balance December 31, 2014	C		<u>\$15,577,331.65</u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-5

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>2014 Authorizations</u>	<u>Balance Dec. 31, 2014</u>
2412	Various Capital Improvements	<u>\$ 1,300,000.00</u>	<u>\$ 1,300,000.00</u>
	<u>Reference</u>	<u>C-11</u>	<u>C</u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

COMMUNITY DEVELOPMENT BLOCK GRANT RECEIVABLE

C-6

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 56,000.00
Increased by:		
Grant Award	C-11	137,000.00
		<u>193,000.00</u>
Decreased by:		
Cash Receipts	C-2	56,000.00
		<u>56,000.00</u>
Balance December 31, 2014	C	<u>\$137,000.00</u>

Analysis of Balance

<u>Description</u>	<u>Ordinance Number</u>	<u>Amount</u>
Various Capital Improvements	2412	<u>\$137,000.00</u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

STATE AID RECEIVABLE

C-7

	<u>Ref.</u>		
Balance December 31, 2013	C		\$ 505,000.00
Increased by:			
DOT Award	C-11		<u>225,000.00</u>
			730,000.00
Decreased by:			
Cash Receipts	C-2	\$ 303,750.00	
Cancelled	C-11	<u>50,000.00</u>	
			<u>353,750.00</u>
Balance December 31, 2014	C		<u>\$ 376,250.00</u>

Reference

Below

Analysis of Balance

<u>Description</u>	<u>Ordinance Number</u>		<u>Amount</u>
West Grant Avenue	2337		\$ 50,000.00
West Grant Avenue	2367		51,250.00
Various Capital Improvements	2386		50,000.00
Various Capital Improvements	2412		<u>225,000.00</u>
			<u>\$ 376,250.00</u>

Reference

Above

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

COUNTY GRANT RECEIVABLE

C-8

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 167,106.01
Decreased by:		
Cash Receipts	C-2	<u>167,106.01</u>
		<u>\$ -</u>

RESERVE TO PAY BONDS

C-9

	<u>Ref.</u>	
Balance December 31, 2013	C	\$361,597.91
Decreased by:		
Anticipated as Current Fund Revenue	C-2	<u>60,000.00</u>
Balance December 31, 2014	C	<u>\$301,597.91</u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

CAPITAL IMPROVEMENT FUND

C-10

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 97,220.57
Increased by:		
Budget Appropriation	C-2	<u>100,000.00</u>
		197,220.57
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-11	<u>103,000.00</u>
Balance December 31, 2014	C	<u><u>\$ 94,220.57</u></u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

C-11

IMPROVEMENT AUTHORIZATIONS

	Ordinance Number	Date	Amount	Balance		2014 Authorizations	Paid or Charged	Cancelled	Balance	
				Dec. 31, 2013 Funded	Dec. 31, 2013 \$				Dec. 31, 2014 Funded	Dec. 31, 2014 \$
<u>General Improvements</u>										
Various Capital Improvements	1953, 1973, 1982, 2032	4/15/98	\$ 1,280,000.00	\$ 5,305.21	\$	\$			\$ 5,305.21	\$
Various Capital Improvements	2121	6/17/04	1,367,339.00	102,000.00			102,000.00			
Various Capital Improvements	2184	8/03/06	809,420.00	226.60					226.60	
Various Capital Improvements	2211	11/19/07	270,000.00	4,037.44					4,037.44	
Various Capital Improvements	2220	1/06/07	1,815,219.00	24,523.45		17,191.42			7,332.03	
Various Capital Improvements	2249	8/21/08	2,128,255.00	64,902.35		7,400.00			57,502.35	
Acquisition of Recreational Equipment and Field House Improvements	2268	5/21/09	62,924.00	9,189.20					9,189.20	
Various Capital Improvements	2272	8/06/09	3,014,880.00	26,437.31		(42,454.03)		50,000.00	18,891.34	
Various Capital Improvements	2297	4/01/10	412,293.00	2,006.66					2,006.66	
Various Capital Improvements	2300	6/03/10	4,582,000.00	2,074,120.44		128,899.50			1,945,220.94	
Various Capital Improvements	2337	8/11/11	1,991,343.12	435,698.75		113,265.25			322,433.50	
Various Capital Improvements	2367	7/19/12	1,405,240.00	764,396.51		519,470.11			244,926.40	
Resurfacing of West Grant Avenue - Section 2	2375	10/04/12	55,000.00	25,577.88					25,577.88	
Various Capital Improvements	2386	7/16/13	2,305,200.00	1,868,299.90		430,399.26			1,437,900.64	
Various Capital Improvements	2412	6/19/14	1,765,000.00		1,765,000.00	489,605.76				1,275,394.24
Radio Communication System	2415	10/16/14	100,000.00		100,000.00	6.22			99,993.78	
				<u>\$ 5,406,721.70</u>	<u>\$ 1,865,000.00</u>	<u>\$ 1,663,783.49</u>		<u>\$ 152,000.00</u>	<u>\$ 4,180,543.97</u>	<u>\$ 1,275,394.24</u>
			<u>Reference</u>	<u>C</u>	<u>Below</u>	<u>C-2</u>		<u>Below</u>	<u>C</u>	<u>C</u>
			<u>Fund Balance</u>	<u>Ref.</u>						
Capital Improvement Fund				C-1	\$ 100,000.00			\$ 102,000.00		
Community Development Block Grant Receivable				C-10	103,000.00					
State Aid Receivable				C-6	137,000.00					
Deferred Charges - Unfunded				C-7	225,000.00			50,000.00		
				C-5	1,300,000.00					
				Above	\$ 1,865,000.00			\$ 152,000.00		

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

C-12
Sheet #1

SERIAL BONDS PAYABLE

<u>Purpose</u>	<u>Original Issue</u>		<u>Date</u>	<u>Loan Maturities Outstanding Dec. 31, 2014</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2014</u>
	<u>Date</u>	<u>Amount</u>						
General Improvement Bonds	10/01/03	\$ 3,657,000.00	10/01/2015-2017	\$ 400,000.00	3.625%	\$ 2,000,000.00	\$ 375,000.00	\$ 1,625,000.00
			10/01/2018	425,000.00	3.625%			
General Improvement Bonds	1/15/08	4,084,000.00	1/15/2015	175,000.00	3.500%			
			1/15/2016-2017	390,000.00	3.500%			
			1/15/2018	395,000.00	3.500%			
			1/15/2019-2021	400,000.00	3.500%			
			1/15/2022	400,000.00	3.550%			
			1/15/2023	399,000.00	3.600%	3,524,000.00	175,000.00	3,349,000.00
Refunding Bonds	10/01/10	2,060,000.00	10/01/2015	395,000.00	2.000%	800,000.00	405,000.00	395,000.00
General Improvement Bonds	10/15/10	7,607,000.00	10/15/2015	300,000.00	2.000%			
			10/15/2016	305,000.00	2.000%			
			10/15/2017	325,000.00	3.000%			
			10/15/2018	345,000.00	3.000%			
			10/15/2019-2020	375,000.00	3.000%			
			10/15/2021	385,000.00	3.125%			
			10/15/2022	395,000.00	3.250%			
			10/15/2023	400,000.00	3.500%			
			10/15/2024	450,000.00	4.000%			
			10/15/2025	455,000.00	4.000%			
		10/15/2026	470,000.00	4.000%				
		10/15/2027	475,000.00	4.000%				
		10/15/2028	495,000.00	4.000%				
		10/15/2029	497,000.00	4.000%				
		10/15/2030	500,000.00	4.000%	6,822,000.00	275,000.00	6,547,000.00	

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

C-12
Sheet #2

SERIAL BONDS PAYABLE

Purpose	Original Issue		Loan Maturities Outstanding Dec. 31, 2014		Interest Rate	Balance Dec. 31, 2013	Decrease	Balance Dec. 31, 2014
	Date	Amount	Date	Amount				
General Improvement Bonds	11/15/13	\$ 3,640,000.00	11/15/2015	\$ 150,000.00	2.000%	\$	\$	
			11/15/2016-2018	200,000.00	2.000%			
			11/15/2019-2021	250,000.00	2.500%			
			11/15/2022-2023	250,000.00	3.000%			
			11/15/2024-2025	300,000.00	3.250%			
			11/15/2026-2027	300,000.00	3.500%			
			11/15/2028	294,000.00	4.000%			
						<u>3,644,000.00</u>	<u>150,000.00</u>	<u>3,494,000.00</u>
						<u>\$ 16,790,000.00</u>	<u>\$ 1,380,000.00</u>	<u>\$ 15,410,000.00</u>

Reference

C

C-4

C

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

GREEN ACRES LOAN PAYABLE

C-13

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 175,521.62
Decreased by:		
Payment	C-4	<u>8,189.97</u>
Balance December 31, 2014	C	<u>\$ 167,331.65</u>

BOROUGH OF ROSELLE PARK
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

C-14

	<u>Ordinance Number</u>	<u>2014 Authorizations</u>	<u>Balance Dec. 31, 2014</u>
Various Capital Improvements	2412	<u>\$ 1,300,000.00</u>	<u>\$ 1,300,000.00</u>
	<u>Reference</u>	<u>C-11</u>	<u>C</u>

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

CASH RECEIPTS AND DISBURSEMENTS
COLLECTOR - TREASURER

D-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2013	D	\$ 723,092.84	\$76,661.44
Increased by Receipts:			
Penalty on Delinquent Accounts	D-3	\$ 16,830.54	
Consumer Accounts Receivable	D-6	1,464,442.06	
Sewer Charge Overpayments	D-7	<u>3,663.61</u>	
		1,484,936.21	
		<u>2,208,029.05</u>	<u>76,661.44</u>
Decreased by Disbursements:			
Interfund Current Fund	D-1	350,000.00	
2014 Budget Appropriations	D-4	1,211,031.41	
2013 Appropriation Reserves	D-13	8,500.00	
Sewer Charge Overpayments	D-7	2,807.52	
Accrued Interest	D-8	1,100.00	
Accounts Payable	D-14	<u>98,766.00</u>	
		1,672,204.93	
Balance December 31, 2014	D	<u>\$ 535,824.12</u>	<u>\$76,661.44</u>

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

CONSUMER ACCOUNTS RECEIVABLE

D-6

	<u>Ref.</u>		
Balance December 31, 2013	D		\$ 136,351.81
Increased by:			
Sewer User Charges Levied - Net	Reserve		<u>1,435,593.24</u>
			1,571,945.05
Decreased by:			
Collections	D-5	\$1,464,442.06	
Overpayments Applied	D-7	<u>534.83</u>	
	D-3		<u>1,464,976.89</u>
Balance December 31, 2014	D		<u><u>\$ 106,968.16</u></u>

SEWER CHARGE OVERPAYMENTS

D-7

	<u>Ref.</u>		
Balance December 31, 2013	D		\$ 534.83
Increased by:			
Receipts	D-5		<u>3,663.61</u>
			4,198.44
Decreased by:			
Refunds	D-5	\$ 2,807.52	
Application to Consumer Accounts Receivable	D-6	<u>534.83</u>	
			<u>3,342.35</u>
Balance December 31, 2014	D		<u><u>\$ 856.09</u></u>

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

ACCRUED INTEREST ON BONDS

D-8

	<u>Ref.</u>	
Balance December 31, 2013	D	\$ 375.00
Increased by:		
Budget Appropriations		<u>900.00</u>
	D-4	1,275.00
Decreased by:		
Payments	D-5	<u>1,100.00</u>
Balance December 31, 2014	D	<u><u>\$ 175.00</u></u>

Analysis of Balance

Bonds Outstanding Dec. 31, 2014	Interest Rate	Accrued		Period	Amount
		From	To		
<u>\$ 35,000.00</u>	2%	10/01/2014	12/31/2014	91 Days	<u><u>\$ 175.00</u></u>

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

FIXED CAPITAL

D-9

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Purchase of a Sewer Truck and Van	\$ 140,000.00	\$ 140,000.00
Purchase of Vacuum Sweeper	71,599.00	71,599.00
Sewer Television Surveillance	3,500.00	3,500.00
Reconstruction of Sewers and Related Road Work	479,109.72	479,109.72
Providing for Reconstruction of Sanitary Sewers	118,000.00	118,000.00
Acquisition of a Mini Computer	3,402.00	3,402.00
Reconstruction and Repair of Sewers on Roselle Avenue	<u>37,706.24</u>	<u>37,706.24</u>
	<u>\$ 853,316.96</u>	<u>\$ 853,316.96</u>

Reference

D

D

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

RESERVE FOR AMORTIZATION

D-10

	<u>Ref.</u>	
Balance December 31, 2013	D	\$778,316.96
Increased by:		
Serial Bond Paid by Budget	D-12	<u>40,000.00</u>
Balance December 31, 2014	D	<u>\$ 818,316.96</u>

RESERVE FOR CAPITAL OUTLAY

D-11

	<u>Ref.</u>	
Balance December 31, 2013	D	<u>\$ 11,594.76</u>
Balance December 31, 2014	D	<u>\$ 11,594.76</u>

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

D-12

SEWER UTILITY SERIAL BONDS

<u>Improvement Description</u>	<u>Date of Original Issue</u>	<u>Amount of Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2014</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2014</u>
			<u>Date</u>	<u>Amount</u>				
Sewer Utility Refunding Bonds	4/01/2010	\$ 195,000.00	2015	\$ 35,000.00	2.000%	\$ 75,000.00	\$ 40,000.00	\$ 35,000.00
						D	D-10	D

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

D-13

2013 APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>After</u> <u>Transfer</u>	<u>Expenditures</u>	<u>Balance</u> <u>Lapsed</u>
	<u>Encumbered</u>	<u>Reserved</u>		
<u>Operating</u>				
Salaries and Wages	\$ 8,545.20	\$ 108.67		\$ 108.67
Other Expenses		6,085.66	\$ 8,500.00	6,130.86
Maintenance of Vehicles		5,000.00		5,000.00
Share of Costs:				
Joint Meeting Sewer		10,449.81		10,449.81
<u>Capital Improvements</u>		<u>5,000.00</u>		<u>5,000.00</u>
Capital Outlay				
	<u>\$ 8,545.20</u>	<u>\$ 26,644.14</u>	<u>\$ 8,500.00</u>	<u>\$ 26,689.34</u>

Reference D D

D-5

D-1

BOROUGH OF ROSELLE PARK
SEWER UTILITY FUND

ACCOUNTS PAYABLE

D-14

	<u>Ref.</u>	
Balance December 31, 2013	D	\$ 195,000.00
Decreased by:		
Disbursed	D-5	<u>98,766.00</u>
Balance December 31, 2014	D	<u>\$ 96,234.00</u>

BOROUGH OF ROSELLE PARK
VETERANS MEMORIAL LIBRARY FUND

LIBRARY OPERATING FUND AND LIBRARY BUILDING FUND
SCHEDULE OF LIBRARY CASH

E-1

	<u>Ref.</u>		
Balance December 31, 2013	E		\$ 126,052.09
Increased by:			
Operating Fund	E-4	\$ 390,783.00	
Reserve for Building Fund Expenditures	E-5	37.78	
Due from Library Building Fund	E-4	<u>1,046.67</u>	
			391,867.45
			<u>517,919.54</u>
Decreased by:			
Accounts Payable	E-2	12,960.97	
Operating Expenses	E-4	375,697.11	
Reserve for Building Fund Expenditures	E-5	1,046.67	
Prepaid Expenses	E-8	<u>36,116.39</u>	
			<u>425,821.14</u>
Balance December 31, 2014	E		<u>\$ 92,098.40</u>

LIBRARY OPERATING FUND
SCHEDULE OF LIBRARY INVESTMENTS

E-2

	<u>Ref.</u>		
Balance December 31, 2013	E		\$ 1,399.00
Increased by:			
Gain in market value	E-3		<u>607.50</u>
Balance December 31, 2014	E		<u>\$ 2,006.50</u>

BOROUGH OF ROSELLE PARK
VETERANS MEMORIAL LIBRARY FUND

LIBRARY OPERATING FUND
SCHEDULE OF LIBRARY ACCOUNTS PAYABLE

E-3

	<u>Ref.</u>	
Balance December 31, 2013	E	\$ 12,960.97
Increased by:		
Accounts Payable	E-4	<u>2,242.45</u> 15,203.42
Decreased by:		
Disbursements	E-1	<u>12,960.97</u>
Balance December 31, 2014	E	<u><u>\$ 2,242.45</u></u>

BOROUGH OF ROSELLE PARK
VETERANS MEMORIAL LIBRARY FUND

LIBRARY OPERATING FUND
SCHEDULE OF RESERVE FOR LIBRARY FUND EXPENDITURES

E-4

	<u>Ref.</u>		
Balance December 31, 2013	E		\$ 129,370.67
Increased by:			
2014 Budget Appropriation		\$ 378,900.00	
State Aid		5,779.00	
Fines		2,347.83	
Postage		0.45	
Lost Card		184.00	
Lost Materials		182.73	
A/V Income		271.60	
Miscellaneous		2,201.84	
Fax		268.00	
Copy Machine		<u>647.55</u>	
	E-1	<u>390,783.00</u>	
Due from Library Building Fund:			
Transferred	E-1	<u>1,046.67</u>	
			<u>391,829.67</u>
			521,200.34
Decreased by:			
Operating Expenses	E-1	375,697.11	
Petty Cash		50.00	
Accounts Payable	E-3	2,242.45	
Prepaid Expenses Applied	E-8	<u>27,275.74</u>	
			<u>405,265.30</u>
			115,935.04
Other Changes in Fund Balance:			
Net Gain on Investment	E-2		<u>607.50</u>
Balance December 31, 2014	E		<u><u>\$ 116,542.54</u></u>

BOROUGH OF ROSELLE PARK
VETERANS MEMORIAL LIBRARY FUND

LIBRARY BUILDING FUND
SCHEDULE OF RESERVE FOR BUILDING FUND EXPENDITURES

E-5

	<u>Ref.</u>	
Balance December 31, 2013	E	\$12,445.19
Increased by:		
Receipts	E-1	37.78
		<u>12,482.97</u>
Decreased by:		
Disbursements	E-1	1,046.67
		<u>1,046.67</u>
Balance December 31, 2014	E	<u><u>\$11,436.30</u></u>

LIBRARY OPERATING FUND
SCHEDULE OF DUE FROM LIBRARY BUILDING FUND

E-6

	<u>Ref.</u>	
Balance December 31, 2013	E	<u>\$ 9,924.49</u>
Balance December 31, 2014	E	<u><u>\$ 9,924.49</u></u>

BOROUGH OF ROSELLE PARK
VETERANS MEMORIAL LIBRARY FUND

LIBRARY BUILDING FUND
SCHEDULE OF DUE TO LIBRARY OPERATING FUND

E-7

	<u>Ref.</u>	
Balance December 31, 2013	E	<u>\$ 9,924.49</u>
Balance December 31, 2014	E	<u>\$ 9,924.49</u>

LIBRARY OPERATING FUND
SCHEDULE OF DEFERRED OUTFLOWS

E-8

	<u>Ref.</u>	
Balance December 31, 2013	E	\$ 27,275.74
Increased by:		
Disbursements	E-1	<u>36,116.39</u>
		63,392.13
Decreased by:		
Applied	E-4	<u>27,275.74</u>
Balance December 31, 2014	E	<u>\$ 36,116.39</u>

PART II
REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
ROSTER OF OFFICIALS
LETTER OF TRANSMITTAL, COMMENTS AND RECOMMENDATIONS
(MANAGEMENT LETTER)
YEAR ENDED DECEMBER 31, 2014

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Borough Council
Borough of Roselle Park
Roselle Park, New Jersey 07204

We have audited the financial statements - regulatory basis of the various funds of the Borough of Roselle Park, in the County of Union, as of and for the years ended December 31, 2014 and 2013, and the related notes to the financial statements and have issued our report thereon dated March 31, 2015. These financial statements - regulatory basis have been prepared in conformity with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's financial statements - regulatory basis are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted certain matters that we reported to management in the comments and recommendations section of this report.

Purpose of this Report

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



SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS



MARVIN LUSTBADER, CPA, RMA

Newark, New Jersey
March 31, 2015

ROSTER OF OFFICIALS FOR THE YEAR 2014 AND REPORT ON SURETY BONDS

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>
Joseph Accardi	Mayor	*
Carl Hokanson	President of the Council	*
Gino Almarassy	Councilman	*
Michael Yakubov	Councilman	*
Andrew Casais	Councilman	*
Charlene Komar Storey	Councilwoman	*
Ryan Kelly	Councilman	*
Richard Huxford	Attorney	*
Michael Neglia	Engineer	*
Jesse Atwell	Construction Code Official	*
Gary Bundy	Judge	*
Maria Stender	Court Administrator to August 1, 2014	*
Nicole Nunes	Court Administrator from July 7, 2014	*
Tracy Zengewald	Deputy Court Administrator	*
Rose Cooper	Deputy Court Administrator	*
Doreen Cali	Borough Clerk Assessment Search Officer	*
Donna L. Corrigan	Deputy Clerk	*
Kenneth Blum	Chief Financial Officer	*
Rachel Pompei	Tax Collector	*
Maria Pereira	Assistant Treasurer	*
Gail Scaglione	Assessor	*
Paul Morrison	Police Chief	*
Nancy Caliendo	Clerk - Board of Health/Registrar	*
Susan Calantone	Librarian	*

All of the bonds were examined and were properly executed.

*\$1,000,000.00 Blanket Position Bond - New Jersey Intergovernmental Insurance Fund

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FAX (732) 780-1030

The Honorable Mayor and Members
of the Borough Council
Borough of Roselle Park
Roselle Park, New Jersey 07204

Madam and Gentlemen:

We have audited the financial statements - regulatory basis and other data of the

BOROUGH OF ROSELLE PARK

COUNTY OF UNION

for the years ended December 31, 2014 and December 31, 2013 and have issued our report thereon. As part of our audit, we reviewed and tested the municipality's system of internal accounting control to the extent we considered necessary to evaluate the system as required by auditing standards generally accepted in the United States of America; by the Division of Local Government Services of the Department of Community Affairs, State of New Jersey; by the *Government Auditing Standards* issued by the U.S. General Accounting Office; and by the provisions of the "Single Audit Act of 1984". Compliance requirements were also reviewed in accordance with the requirements of the aforementioned standards and guidelines, or where applicable, the terms and conditions of particular grant agreements and as approved by the Cognizant Audit Agency.

Our comments with respect to the audit, internal control, and any error, omission, irregularity, violation of law, discrepancy or other nonconformity to the law or regulation found during the audit are herewith set forth.

Contracts and Agreements Required to be Advertised for (N.J.S. 40A:11-4)

N.J.S.A. 40A:11-4a states "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder."

It is pointed out that the Borough Council has the responsibility of determining whether the expenditures in any category will exceed the threshold set for the fiscal year and, where question arises as to whether any contract or agreement might result in violation of the statute, the opinion of the Borough Attorney should be sought before a commitment is made.

The statutory bidding threshold for the year 2014 was the sum of \$26,000.00 effective July 1, 2010.

Notwithstanding N.J.S.A. 40:11-3a, P.L. 2005, Chapter 51 and N.J.S.A. 19:44A-20.5 known as the "Pay to Play Law" provides that a municipality is prohibited from executing any contract in excess of \$17,500.00, on or after January 1, 2006, to a business entity that made certain reportable contributions to any municipal committee of a political party if a member of that party is in office as a member of the governing body of the municipality when the contract is awarded unless proposals or qualifications are solicited through a fair and open process.

It is further noted that contracts between \$17,500.00 and the municipal bidding threshold, known as "window contracts", can be issued by resolution of the governing body without competitive bidding if a non-fair and open process is implemented which prohibits reportable contributions by the business entity.

The minutes indicate that bids were requested by public advertising.

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

The minutes indicate that proposals were solicited for "Professional Services" in accordance with N.J.S.A. 19:44:20.5.

It is also noted that certain contracts were awarded under the provisions of N.J.S.A. 40A:11-12, New Jersey State purchasing contracts.

Purchases, Contracts or Agreements Not Required to be Advertised (N.J.S. 40A:11-6.1)

N.J.S. 40A:11-6.1 states "Except contracts which require the performance of professional services, all contracts or agreements which do not require public advertising for bids and the estimated cost or price exceeds \$3,150.00, at least two quotations as to the cost of price are required. Quotations, whenever practicable, shall be solicited by the contracting agent, and the contract or agreement shall be made with and awarded to the lowest responsible bidder." The Borough has adopted a policy of requesting quotes for all expenditures in excess of \$2,000.00.

Collection of Interest on Delinquent Taxes

N.J.S. 54:4-67, as amended, provides the method for authorizing interest and the maximum rate to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The Governing Body, on January 2, 2014, adopted the following resolution authorizing interest to be charged on delinquent taxes and sewer charges:

BE IT RESOLVED by the Council of the Borough of Roselle Park that the interest rate on delinquent taxes and sewer charges be fixed as follows:

- 8% per annum up to \$1,500.00 delinquency
- 18% per annum over \$1,500.00 delinquency
- 6% additional penalty for a delinquency over \$10,000.00 if not paid prior to the end of the calendar year

Any taxes or sewer charges not paid when due shall be called delinquent ten days after due date.

Tests of the Tax and Utility Collector's records indicate that interest was collected in accordance with the provisions of the foregoing resolution.

The last tax sale was held on November 25, 2014 and was complete.

Payroll Account

The propriety of deductions from employee salaries for pensions, Social Security, withholding tax and other purposes from employee payrolls were not verified as part of this audit. Remittances of deductions and withholdings to authorized agencies, however, were ascertained.

Capital Fixed Assets

The Division of Local Government Services in the Department of Community Affairs of the State of New Jersey requires all municipalities in the State to establish and maintain sets of accounts and inventories reflecting costs of other valuations of all of its fixed assets, including land, buildings, improvements, machinery, furniture and equipment. Such accounts, to be included under "Capital Fixed Assets", would insure complete fiscal reliability of records, establish a basis for claims of losses and other insurance purposes, augment protective measures against the misuse or theft of property and furnish data on aging, anticipated life and other information on assets. Failure to maintain fixed asset records could jeopardize the Borough's eligibility for future Federal and State Grants.

Department of Public Works

Finding #2014-1:

48 Hour Test:

Condition:

Four (4) out of twelve (12) receipts collected for revenue were not turned over within 48 hours.

Criteria:

Revenue collected should be deposited within 48 hours of receipt.

Recommendation:

That revenue collected should be deposited within 48 hours of receipt of funds in accordance with the provisions of N.J.S. 40A:5-15.

Police

Finding #2014-2:

48 Hour Test:

Condition:

Seven (7) out of the twenty-four (24) receipts collected for revenue were not deposited within 48 hours.

Criteria:

Revenue collected should be deposited within 48 hours of receipt.

Recommendation:

That revenue collected should be deposited within 48 hours of receipt of funds in accordance with the provisions of N.J.S. 40A:5-15.

Municipal Court

A statutory report on the operations of the Municipal Court has been prepared and copies filed with the New Jersey Administrative Office of the Courts, the Division of Local Government Services, the Municipal Court and the Borough Clerk.

Corrective Action Plan

In accordance with regulations promulgated by the Single Audit Act and the Division of Local Government Services, all municipalities are required to prepare and submit to the Division of Local Government Services, a Corrective Action Plan with regard to audit deficiencies. This plan must be approved by formal resolution of the Governing Body and submitted within 60 days from the date the audit is received.

A Corrective Action Plan was prepared by the Chief Financial Officer and approved by resolution of the Governing Body and submitted to the Division within the time period provided in the regulations.

Status of Prior Years' Audit Recommendations

A review was performed on all prior years' recommendations and corrective action was taken on all with the exception of the following, which is included in this year's recommendations:

Police

That revenue collected should be deposited within 18 hours of receipt of funds in accordance with the provisions of N.J.S. 40A:5-15.

Miscellaneous

A report summarizing collections of Dog License Fees and remittances of State Registration Fees has been prepared and filed with the New Jersey Department of Health and the Division of Local Government Services.

Revenue and receipts were established and verified as to source and amount only insofar as the local records permitted.

In verifying expenditures, computations were tested on claims approved and paid. No attempt was made in this connection to establish proof of rendition, character or extent of services, nor quantities, nature, propriety of prices or receipt of materials, these elements being left necessarily to internal review in connection with approval of claims.

A copy of this report was filed with the New Jersey Division of Local Government Services.

A summary or synopsis of this report was prepared for publication and filed with the Borough Clerk.

RECOMMENDATIONS

Department of Public Works

48 Hour Test:

That revenue collected should be deposited within 48 hours of receipt of funds in accordance with the provisions of N.J.S. 40A:5-15.

Police

48 Hour Test:

That revenue collected should be deposited within 48 hours of receipt of funds in accordance with the provisions of N.J.S. 40A:5-15.

* * *


The foregoing comments and resulting recommendations are not of sufficient materiality whereby they would affect our ability to express an opinion on the financial statements taken as a whole.

We shall be pleased to confer on any questions that might arise with respect to any matters in this report.

We desire to express our appreciation for the assistance and courtesies rendered by the Borough officials and employees during the course of the examination.

Respectfully submitted,


SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS


MARVIN LUSTBADER, CPA, RMA

Newark, New Jersey
March 31, 2015

