



Montclair

**TOWNSHIP OF MONTCLAIR
ESSEX COUNTY, NEW JERSEY
REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2013**

TOWNSHIP OF MONTCLAIR
TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>Part I</u>		
Independent Auditors' Report		2
<u>Financial Statements Regulatory Basis:</u>		
<u>Current Fund</u>		
Comparative Balance Sheets	A	4
Comparative Statements of Operations and Changes in Fund Balance	A-1	6
Statement of Revenue	A-2	7
Statement of Revenue Analysis of Miscellaneous Revenue	A-2a	8
Statement of Revenue	A-2b	10
Statement of Revenue Analysis of Realized Revenue	A-2c	11
Statement of Revenue Analysis of Nonbudget Revenue	A-2d	12
Statement of Expenditures	A-3	13
<u>Trust Fund</u>		
Comparative Balance Sheets	B	21
Statement of Fund Balance	B-1	23
<u>General Capital Fund</u>		
Comparative Balance Sheets	C	24
Statement of Fund Balance	C-1	25
<u>Water Utility Fund</u>		
Comparative Balance Sheets	D	26
Comparative Statement of Operations and Changes in Fund Balances		
Operating Fund	D-1	28
Statement of Water Capital Fund Balance	D-2	29
Statement of Revenue	D-3	30
Statement of Expenditures	D-4	31
<u>Sewer Utility Fund</u>		
Comparative Balance Sheets	E	33
Comparative Statement of Operations and Changes in Fund Balances	E-1	35
Statement of Fund Balance	E-2	36
Statement of Revenue	E-3	37
Statement of Expenditures	E-4	38
<u>Parking Utility</u>		
Comparative Balance Sheets	F	40
Comparative Statement of Operations and Changes in Fund Balances	F-1	41
Statement of Revenue	F-2	42
Statement of Expenditures	F-3	43
<u>Capital Fixed Assets</u>		
Comparative Balance Sheets	G	44
Notes to Financial Statements		45

TOWNSHIP OF MONTCLAIR
TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>Current Fund</u>		
Schedule of:		
Cash Receipts and Disbursements - Treasurer	A-4	71
Cash Receipts and Disbursements - Collector	A-5	72
Cash Management Fund	A-6	73
Change Funds	A-7	74
Petty Cash Funds	A-8	75
Due from State of New Jersey per Chapter 129 P.L. 1976	A-9	76
Taxes Receivable and Analysis of Property Tax Levy	A-10	77
Tax Title Liens	A-11	78
Property Acquired for Taxes (At Assessed Valuation)	A-12	78
Other Liens Receivable	A-13	79
Other Accounts Receivable	A-14	79
Revenue Accounts Receivable	A-15	80
Federal and State Grant Fund Receivables	A-16	83
Interfunds Receivable	A-17	85
Interfunds Receivable – Federal and State Grant Fund	A-18	86
Deferred Charges	A-19	87
Deferred Charges N.J.S.A. 40A:4-55 Special Emergency	A-20	88
Appropriation Reserves	A-21	89
Reserve for Tax Appeals	A-22	95
Reserve for Maintenance of Free Public Library with State Aid	A-23	96
Accounts Payable	A-24	96
Due to State of New Jersey	A-25	97
Tax Overpayments	A-26	98
Interfunds Payable	A-27	99
Interfunds Payable – Federal and State Grant Fund	A-28	100
County Taxes	A-29	101
Local School District Tax	A-30	102
Special Improvement District Taxes Payable	A-31	103
Capital Note Payable	A-32	104
Prepaid Taxes	A-33	105
Prepaid Payment in Lieu of Taxes	A-34	105
Due to Essex County Federal and State Grant Fund	A-35	106
Appropriated Reserves	A-36	107
Accumulated Revenue Unappropriated	A-37	110

TOWNSHIP OF MONTCLAIR
TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>Trust Funds</u>		
Schedule of:		
Cash Receipts and Disbursements - Treasurer	B-2	111
Analysis of Assessment Cash and Investments	B-3	112
Assessments Receivable	B-4	113
Due from Montclair Housing Agency	B-5	114
Community Development Block Grant Funds Receivable	B-6	115
Interfunds Receivable	B-7	116
Due to State of New Jersey	B-8	117
Special Deposits	B-9	118
Interfunds Payable	B-10	119
Reserve for Assessments Receivable	B-11	120
Reserve for Community Development Block Grant Expenditures	B-12	121
Reserve for Section "8" Voucher Program	B-13	122
Reserve for Animal Shelter Expenditures	B-14	123
Reserve for Animal Control Trust Fund Expenditures	B-15	124
Reserve for State Unemployment Trust Fund Expenditures	B-16	125
 <u>General Capital Fund</u>		
Schedule of:		
Cash Receipts, Disbursements and Reconciliation	C-2	126
Analysis of Cash	C-3	127
Grants Receivable	C-4	131
Note Receivable	C-5	132
Due From Improvement District	C-6	133
Due From Montclair Parking Authority	C-7	133
Interfunds Receivable	C-8	134
Deferred Charges to Future Taxation Funded	C-9	135
Deferred Charges to Future Taxation Unfunded	C-10	136
Capital Improvement Fund	C-11	138
Improvement Authorizations	C-12	139
Interfunds Payable	C-13	141
Reserve for Future Improvements	C-14	142
Reserve for Repayment of Urban Development Action Grant	C-15	142
Reserve for Grants Receivable	C-16	143
Reserve for Payment of Debt Service	C-17	144
Bond Anticipation Notes	C-18	145
Green Acres Trust Loan Payable	C-19	149
N.J. Environmental Infrastructure Trust Loan Payable	C-20	151
N.J. Business District Loan Payable	C-21	153
Serial Bonds - School	C-22	154
General Serial Bonds	C-23	156
Bonds and Notes Authorized by Not Issued	C-24	158

TOWNSHIP OF MONTCLAIR
TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>Water Utility Fund</u>		
Schedule of:		
Cash Receipts and Disbursements – Treasurer	D-5	161
Cash Receipts and Disbursements Collector	D-6	162
Change Funds	D-7	163
Petty Cash Funds	D-8	163
Analysis of Capital Cash	D-9	164
Loans Receivable	D-10	165
Interfunds Receivable	D-11	166
Consumer Accounts Receivable	D-12	167
Inventory – Material and Supplies	D-13	168
Fixed Capital	D-14	168
Fixed Capital Authorized and Uncompleted	D-15	169
Appropriation Reserves	D-16	170
Accrued Interest on Bonds	D-17	171
Accrued Interest on Notes	D-18	172
Accrued Interest on Loans	D-19	173
Due to State of New Jersey Water Surcharge	D-20	174
Water Overpayments	D-21	175
Water Improvement Authorizations	D-22	176
Capital Improvement Fund	D-23	177
Interfund Payable	D-24	178
Reserve for Amortization	D-25	179
Deferred Reserve for Amortization	D-26	180
Bond Anticipation Notes	D-27	181
N.J. Environmental Infrastructure Trust Loan Payable	D-28	182
Serial Bonds	D-29	183
Bonds and Notes Authorized but Not Issued	D-30	184
 <u>Sewer Utility Fund</u>		
Schedule of:		
Cash Receipts, Disbursements and Reconciliation – Treasurer	E-5	185
Cash Receipts and Disbursements - Collector	E-6	186
Change Funds	E-7	187
Analysis of Capital Cash	E-8	188
Interfunds Receivable	E-9	189
Consumer Accounts Receivable	E-10	190
Inventory – Materials and Supplies	E-11	191
Fixed Capital Authorized and Uncompleted	E-12	192
Appropriation Reserves	E-13	193
Accrued Interest on Notes	E-14	194
Sewer Overpayments	E-15	195
Sewer Improvement Authorizations	E-16	196
Capital Improvement Fund	E-17	197
Interfunds Payable	E-18	198
Reserve for Amortization	E-19	199
Deferred Reserve for Amortization	E-20	200
Bond Anticipation Notes	E-21	201
Bonds and Notes Authorized but Not Issued	E-22	202

TOWNSHIP OF MONTCLAIR
TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>Parking Utility</u>		
Schedule of:		
Cash Receipts, Disbursements and Reconciliation – Treasurer	F-4	203
Analysis of Capital Cash	F-5	204
Interfunds Receivable	F-6	205
Fixes Capital	F-7	206
Accrued Interest on Bonds	F-8	207
Reserve for Amortization	F-9	208
Accounts Payable	F-10	208
Capital Improvement Fund	F-11	208
Interfunds Payable	F-12	209
Serial Bonds	F-13	210
 <u>Part II</u>		
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Basis Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		213
Report on Compliance For Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal and State Awards Required by OMB Circular A-133 and New Jersey OMB Circular 04-04		215
Schedule of Expenditures of Federal Financial Assistance		217
Schedule of Expenditures of State Financial Assistance		219
Notes to the Schedules of Expenditures of Federal and State Financial Assistance		221
Schedule of Findings and Questioned Costs		222
Schedule of Prior Year Findings and Questioned Costs		226
Officials in Office and Report on Surety Bonds		227
Recommendations		234

PART I
REPORT ON EXAMINATION
FINANCIAL STATEMENTS
AND SUPPLEMENTARY EXHIBITS
DECEMBER 31, 2013



Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying regulatory basis financial statements of the various funds of the Township of Montclair, County of Essex, New Jersey (the "Township") as of and for the years ended December 31, 2013 and 2012, the statements of revenues, expenditures and changes in fund balances for the year ended December 31, 2013 and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Basis for Qualified Opinion

Management has prepared the financial statements in conformity with accounting practices prescribed by the Division which 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. These practices differ in certain respects, which in some instances may be material, from accounting principles generally accepted in the United States of America applicable to local government units. The more significant of these practices are described in Note 1 to the financial statements.

Qualified Opinion

In our opinion, because of the Township's policy to prepare its financial statements on the basis of accounting discussed above, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2013 or the results of its operations for the year then ended.

Unmodified Opinion

In our opinion, the regulatory basis financial statements referred to above present fairly, in all material respects, the respective financial position of the various funds of the Township of Montclair, Essex County, New Jersey, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles and practices prescribed by the Division, as described in Note 1 to the financial statements.

Other Matters

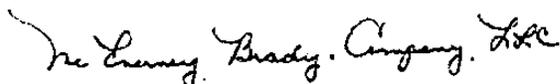
Other Information

Our audit was conducted for the purpose of forming opinions on the regulatory basis financial statements that collectively comprise Township's basic financial statements. The accompanying supplementary sections and schedules of expenditures of state awards, as required by *New Jersey State Office of Management and Budget Circular Letter A-133, Audits of States, Local Governments, and Non Profit Organizations* and *New Jersey State Office of Management and Budget Circular Letter 04-04, Single Audit Policy of Recipients of Federal Grants, State Grants and State Aid* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

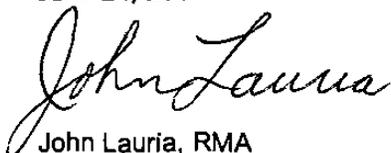
The information included in the supplemental sections and schedules of expenditures of federal and state awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental sections and schedules of expenditures of federal and state awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2014 on our consideration of the Township'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 the Township's internal control over financial reporting and compliance.



Livingston, New Jersey
June 24, 2014



John Lauria, RMA
Licensed Registered Municipal Accountant # 403

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

A
Sheet # 1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Regular Fund</u>			
Current Assets:			
Cash - Checking	A-4	\$ 15,604,915.58	\$ 13,644,896.12
Cash - Cash Management Fund	A-6	3,471.60	3,469.63
Change Funds	A-7	525.00	525.00
		<u>15,608,912.18</u>	<u>13,648,890.75</u>
Due from State of New Jersey: (Ch. 129, P.L. 1976)	A-9	3,633.34	3,610.74
		<u>15,612,545.52</u>	<u>13,652,501.49</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-10	2,358,955.56	2,791,164.69
Tax Title Liens	A-11	119,556.06	107,177.31
Property Acquired for Taxes - Assessed Valuation	A-12	317,900.00	317,900.00
Other Liens Receivable	A-13	7,500.00	7,500.00
Other Accounts Receivable	A-14	74,405.04	107,654.28
Revenue Accounts Receivable	A-15	15,770.35	4,504.18
Interfunds Receivable	A-17	82,947.48	82,947.48
		<u>2,977,034.49</u>	<u>3,418,847.94</u>
Deferred Charges:			
Special Emergency Authorizations (40A:4-53)	A-20	534,000.00	712,000.00
Emergency Appropriation (40A:4-46)	A-19	534,000.00	612,652.59
		<u>534,000.00</u>	<u>1,324,652.59</u>
		<u>19,123,580.01</u>	<u>18,396,002.02</u>
<u>Federal and State Grant Fund</u>			
Grants Receivable	A-16	487,106.63	916,423.96
Interfunds Receivable	A-18	838,765.35	523,487.68
		<u>1,325,871.98</u>	<u>1,439,911.64</u>
		<u>\$ 20,449,451.99</u>	<u>\$ 19,835,913.66</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

A
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Regular Fund</u>			
Appropriated Reserves:			
Encumbered	A-3, A-21	\$ 1,223,063.75	\$ 1,038,534.09
Unencumbered	A-3, A-21	2,552,905.32	2,974,736.63
Interfunds Payable	A-27	1,573,827.10	2,417,813.35
Accounts Payable	A-24	459,523.12	66,691.09
Due to State of New Jersey	A-25	12,840.00	10,340.00
Reserve for State Tax Appeals	A-22	436,881.78	300,000.00
Tax Overpayments	A-26	440,276.36	865,612.45
County Taxes Payable	A-29	73,128.21	51,885.70
Capital Note Payable	A-32	534,000.00	712,000.00
Prepaid Taxes	A-33	834,515.96	1,055,892.72
Prepaid Payment in Lieu of Taxes	A-34	1,583.39	
Accumulated Revenue Unappropriated	A-37	853,569.38	137,474.00
		<hr/>	<hr/>
		8,996,114.37	9,630,980.03
Reserve for Receivables	Reserve	2,977,034.49	3,418,847.94
Fund Balance	A-1	7,150,431.15	5,346,174.05
		<hr/>	<hr/>
		19,123,580.01	18,396,002.02
 <u>Federal and State Grant Fund</u>			
Interfunds Payable	A-28	131,526.35	131,526.35
Due to Essex County	A-35	86,975.50	86,975.50
Appropriated Reserves for Federal and State Grants	A-36	1,067,830.24	1,204,724.77
Accumulated Revenue Unappropriated	A-37	39,539.89	16,685.02
		<hr/>	<hr/>
		1,325,871.98	1,439,911.64
		<hr/>	<hr/>
		\$ 20,449,451.99	\$ 19,835,913.66
		<hr/>	<hr/>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE
REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2013 AND 2012

A-1

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized	A-2	\$ 1,394,651.84	\$ 1,100,000.00
Miscellaneous Revenue Anticipated	A-2	14,221,314.20	12,524,130.55
Receipts from Delinquent Taxes	A-2	2,667,567.84	2,855,861.62
Receipts from Current Taxes	A-2c	188,113,049.90	185,621,790.13
Nonbudget Revenue	A-2d	508,711.62	457,959.32
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	A-21	1,122,825.23	1,673,201.82
Interfund Receivables Liquidated			12,295.91
Other Accounts Receivable	A-14	102,249.28	109,207.35
Reserve for Special Improvement Canceled			12,403.00
Reserve for Tax Maps Canceled			9,395.00
Reserve for Revaluation Canceled			10,980.26
Grant Reserves Canceled	A-27	27,093.93	169,707.00
Special Deposits Canceled	A-27	46,000.00	58,890.45
Total Income		<u>208,203,463.84</u>	<u>204,615,822.41</u>
<u>Expenditures</u>			
Budget Appropriations:	A-3	74,538,819.92	72,456,396.99
Refund of Prior Year Revenue			10,286.59
State Tax Court Judgments			744,158.43
County Taxes	A-29	32,495,186.39	30,944,909.40
Local School District Tax	A-30	97,509,698.00	97,509,698.00
Special Improvement District Tax	A-31	460,850.00	438,900.00
Grant Receivables Canceled			19,686.25
Deferred Charge Adjustment	A-19	0.59	
Total Expenditures		<u>205,004,554.90</u>	<u>202,124,035.66</u>
Excess in Revenue		3,198,908.94	2,491,786.75
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which Are by			
Statute Deferred Charges to Budget of			
Succeeding Year			<u>612,652.59</u>
Statutory Excess to Fund Balance		3,198,908.94	3,104,439.34
<u>Fund Balance</u>			
Balance, Beginning of Year	A	<u>5,346,174.05</u>	<u>3,341,734.71</u>
		8,545,082.99	6,446,174.05
Decreased by:			
Utilized as Anticipated Revenue	A-1, A-2	<u>1,394,651.84</u>	<u>1,100,000.00</u>
Balance, End of Year	A	<u>\$ 7,150,431.15</u>	<u>\$ 5,346,174.05</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Anticipated	A-1	\$ 1,394,651.84	\$ 1,394,651.84	\$
Miscellaneous Revenue	A-1,2a	13,685,774.33	14,221,314.20	535,539.87
Receipts from Delinquent Taxes	A-1,2c	<u>2,700,000.00</u>	<u>2,667,567.84</u>	<u>(32,432.16)</u>
Sub-Total General Revenue		<u>17,780,426.17</u>	<u>18,283,533.88</u>	<u>503,107.71</u>
Amounts to be Raised by Taxation:				
Local Tax for Municipal Purposes	A-10	52,011,350.94		
Minimum Library Tax	A-10	2,199,967.39		
Addition to Local District School Tax	A-10	<u>6,142,200.00</u>		
	A-2c	<u>60,353,518.33</u>	<u>61,208,187.54</u>	<u>854,669.21</u>
Total General Revenue	A-3	78,133,944.50	79,491,721.42	1,357,776.92
Nonbudget Revenue	A-2d		<u>508,711.62</u>	<u>508,711.62</u>
		<u>\$78,133,944.50</u>	<u>\$ 80,000,433.04</u>	<u>\$ 1,357,776.92</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
ANALYSIS OF MISCELLANEOUS REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-2a
Sheet # 1

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>(Deficit)</u>
Miscellaneous Revenue				
Licenses:				
Alcoholic Beverages	A-15	\$ 58,000.00	\$ 58,000.00	\$
Other Licenses	A-2b	122,000.00	132,872.00	10,872.00
Fees and Permits	A-2b	644,400.00	703,850.75	59,450.75
Fines and Costs:				
Municipal Court	A-15	1,607,700.00	1,679,614.75	71,914.75
Interest and Cost on Taxes	A-5	700,000.00	677,899.05	(22,100.95)
Interest on Investments and Deposits	A-15	82,000.00	89,700.56	7,700.56
Consolidated Municipal Property Tax Relief Aid	A-15	219,181.00	219,181.00	
Energy Receipts Tax	A-15	2,747,885.00	2,747,885.12	0.12
Dedicated Uniform Construction Code Fees				
Offset with Appropriations:				
(N.J.S.A. 40A:4.36 and N.J.A.C. 5:23-4.17):				
Uniform Construction Code Fees	A-15	664,600.00	838,901.00	174,301.00
Interlocal Government Services:				
Health Services	A-15	193,000.00	217,217.00	24,217.00
Fire Services	A-15	625,000.00	625,240.00	240.00
Animal Control Services - Nutley	A-15	21,000.00	29,674.24	8,674.24
Animal Control Services - Verona	A-15	23,000.00	39,355.49	16,355.49
State and Federal Revenues Offset with				
Appropriations:				
Municipal Alliance and Alcoholism and Drug Abuse	A-16	55,100.00	55,100.00	
Historic Trust - Walking Tour	A-16	2,800.00	2,800.00	
Clean Communities Program	A-16	63,632.97	63,632.97	
Alcohol Education, Rehabilitation and Enforcement	A-16	5,161.93	5,161.93	
Historic Trust - Watchung Plaza	A-16	23,500.00	23,500.00	
Division on Aging - Citizen Services	A-16	15,504.00	15,504.00	
Montclair Board of Education:				
Nonpublic School Nursing School	A-16	122,404.00	122,404.00	
Cable Communication Grant - Comcast	A-16	5,000.00	5,000.00	
N.J. Pedestrian Safety Grant	A-16	15,000.00	15,000.00	
Drive Sober or Get Pulled Over	A-16	8,800.00	8,800.00	
Partners for Health	A-16	65,225.00	65,225.00	
Body Armor Replacement Fund	A-16	21,664.11	21,664.11	
National Association of Health Officials	A-16	4,000.00	4,000.00	
Drunk Driving Enforcement	A-16	4,973.08	4,973.08	
Essex County Health Grant	A-16	3,055.55	3,055.55	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
ANALYSIS OF MISCELLANEOUS REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-2a
Sheet # 2

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Miscellaneous Revenue				
State and Federal Revenues Offset with				
Appropriations:				
Essex County: Hurricane Sandy	A-16	\$ 31,946.00	\$ 31,946.00	\$
Other Special Items:				
Anticipated Utility Operating Surplus - Sewer	A-15	150,000.00	150,000.00	
Capital Fund Surplus	A-15	1,800,000.00	1,800,000.00	
Uniform Fire Safety Act	A-15	42,400.00	50,677.90	8,277.90
Cable Television Franchise Fees	A-15	490,200.00	528,051.94	37,851.94
Section 8 - Administrative Costs	A-15	20,000.00	20,000.00	
Towing - Administrative Costs	A-15	3,000.00	3,216.00	216.00
Payment in Lieu of Taxes:				
Montclair Senior Housing Corp. (Orange Road)	A-2b	80,399.45	93,181.00	12,781.55
First Montclair Housing Corp. (Walnut Street)	A-2b	94,050.00	108,484.00	14,434.00
RTD Management Corp. (Lackawanna Plaza)	A-2b	83,885.00	107,259.00	23,374.00
RTD Management Corp. (Union Gardens)	A-2b	101,650.00	100,000.00	(1,650.00)
United Methodist Homes (Pineridge of Montclair)	A-2b	21,850.00	25,211.00	3,361.00
MAG	A-2b	71,060.00	95,000.00	23,940.00
Siena	A-2b	945,300.00	973,018.11	27,718.11
11 Pine Street	A-2b	206,112.95	203,204.74	(2,908.21)
Herod Redevelopment	A-2b	94,000.00	94,291.84	291.84
55 Glenridge Avenue	A-2b		2,775.00	2,775.00
11 Elm Street	A-15		9,699.22	9,699.22
Lease - Orange Road Parking Plaza	A-15	42,600.00	24,057.88	(18,542.12)
FEMA Reimbursement	A-15	198,734.29	198,734.29	
Alarm Registration Fees	A-15	200,000.00	205,260.75	5,260.75
Penalty on Delinquent Taxes (\$10,000 and Over)	A-15	125,000.00	134,975.37	9,975.37
Reimbursement of Debt Service - Sewer Utility Fund	A-15	175,000.00	175,000.00	
Administrative Fees - Police Off-Duty	A-15	45,000.00	59,208.56	14,208.56
Rear Yard Refuse Collection	A-15	40,000.00	45,350.00	5,350.00
Anticipated Utility Operating Surplus - Parking	A-15	500,000.00	500,000.00	
Salvation Army - Shelter Rent	A-15		7,500.00	7,500.00
Total Miscellaneous Revenue	A-1, A-2	<u>\$ 13,685,774.33</u>	<u>\$ 14,221,314.20</u>	<u>\$ 535,539.87</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-2b

	<u>Ref.</u>		
<u>Other Licenses</u>			
Township Clerk	A-15	\$ 49,105.00	
Health Department	A-15	<u>83,767.00</u>	
	A-2a		<u>\$ 132,872.00</u>
 <u>Other Fees and Permits</u>			
Township Clerk	A-15	89,709.40	
Health Officer	A-15	55,633.00	
Planning Board	A-15	12,976.83	
Community Services	A-15	6,591.59	
Housing and Zoning	A-15	24,450.00	
Recreation	A-15	452,438.55	
Police	A-15	13,178.13	
Fire	A-15	14,654.25	
Collector	A-15	30.00	
Board of Adjustment	A-15	15,430.00	
Public Works	A-15	6,625.00	
Construction Code Official	A-15	<u>12,134.00</u>	
	A-2a		<u>\$ 703,850.75</u>
 <u>Payment in Lieu of Taxes</u>			
Collections	A-15	1,879,032.51	
Less: Amount Due County of Essex	A-24	<u>66,908.60</u>	
	A-2a		<u>\$ 1,812,123.91</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
ANALYSIS OF REALIZED REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-2c

	<u>Ref.</u>		
<u>Receipts from Delinquent Taxes</u>			
Collections of Delinquent Taxes			
2013 Collections:			
Taxes	A-1, A-2, A-10		<u>\$ 2,667,567.84</u>
 <u>Allocation of Current Tax Collections</u>			
Collection of Current Taxes:			
2012 Collections	A-1, A-2, A-10	\$ 1,051,893.31	
2013 Collections	A-1, A-2, A-10	186,935,958.65	
Due from State of New Jersey	A-9, A-10 A-1	<u>125,197.94</u>	\$188,113,049.90
 Allocated to:			
County Taxes	A-29	32,495,186.39	
Local School District Taxes	A-30	97,509,698.00	
Special Improvement District Taxes	A-31	<u>460,850.00</u>	<u>130,465,734.39</u>
			57,647,315.51
 Plus: Appropriation for "Reserve for Uncollected Taxes"			
	A-3		<u>3,560,872.03</u>
 Realized for Support of Municipal Budget			
	A-2		<u>\$ 61,208,187.54</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
ANALYSIS OF NONBUDGET REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-2d

	<u>Ref.</u>	
FEMA - Sandy		\$ 227,214.31
Fire Insurance Claim		20,020.00
Sale of Property		10,885.00
Copies		1,198.90
Fee for Dumpster		425.00
Prior Year Budget Refunds		225.00
Motor Vehicle - Inspection Penalties		6,450.50
Administrative Fee - Senior Citizen and Veteran Deductions		2,503.51
Arena Commission		32,989.98
Vending Machine Commissions		557.40
Sale of Bid Specifications		3,490.00
City of Clifton - Animal Control		60.00
Other		<u>196,445.23</u>
	A-4	\$ 502,464.83
<u>Tax Collector</u>		
Return Check Fees		1,954.78
Cost of Tax Sale		<u>4,292.01</u>
	A-5	<u>6,246.79</u>
	A-1, A-2	<u>\$ 508,711.62</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-3
Sheet # 1

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
GENERAL GOVERNMENT						
Mayor and Council:						
Salaries and Wages	\$ 42,875.50	\$ 42,875.50	\$ 42,874.86	\$	\$ 0.64	\$
Other Expenses	13,800.00	13,800.00	5,371.29	1,422.16	7,006.55	
Township and Manager:						
Salaries and Wages	723,018.79	710,518.79	636,052.18		74,466.61	
Other Expenses	277,700.00	277,700.00	143,846.95	15,672.01	118,181.04	
Township Clerk:						
Salaries and Wages	292,646.81	299,046.81	299,000.53		46.28	
Other Expenses	33,150.00	33,150.00	30,213.17	1,959.63	977.20	
Election Expenses:						
Salaries and Wages	3,550.00	1,560.00	1,551.50		8.50	
Other Expenses	16,100.00	16,100.00	15,142.42	88.00	869.58	
Township Attorney:						
Salaries and Wages	267,395.57	267,395.57	250,864.36		16,531.21	
Other Expenses	150,605.00	188,605.00	185,262.88	3,342.12		
Municipal Court:						
Salaries and Wages	634,154.61	634,154.61	609,817.39		24,337.22	
Other Expenses	58,310.00	58,310.00	44,091.21	4,183.47	10,035.32	
Postage:						
Other Expenses	54,000.00	54,000.00	47,739.19		6,260.81	
	<u>2,567,306.28</u>	<u>2,597,216.28</u>	<u>2,311,827.93</u>	<u>26,667.39</u>	<u>258,720.96</u>	
FINANCE DEPARTMENT						
Administration:						
Salaries and Wages	80,415.00	80,415.00	80,415.00			
Other Expenses	85,950.00	85,950.00	84,931.47		1,018.53	
Accounting and Treasury:						
Salaries and Wages	241,220.51	241,220.51	204,913.83		36,306.68	
Other Expenses	16,875.00	16,875.00	15,152.63	439.40	1,282.97	
Tax Assessor:						
Salaries and Wages	233,420.77	233,420.77	230,107.67		3,313.10	
Other Expenses:	47,750.00	47,750.00	18,705.24	1,590.26	27,454.50	
Revaluation						
Miscellaneous						
Tax Collector:						
Salaries and Wages	138,918.66	138,918.66	136,080.07		2,838.59	
Other Expenses	26,750.00	26,750.00	22,937.24	30.00	3,782.76	
Auditing:						
Other Expenses	50,000.00	50,000.00	49,400.00		600.00	
	<u>921,299.94</u>	<u>921,299.94</u>	<u>842,643.15</u>	<u>2,059.66</u>	<u>76,597.13</u>	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-3
Sheet # 2

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
PLANNING AND COMMUNITY DEVELOPMENT						
Planning Administration:						
Salaries and Wages	\$ 231,760.94	\$ 231,760.94	\$ 226,570.41	\$	\$ 5,190.53	\$
Other Expenses	30,550.00	30,550.00	28,204.93	63.00	2,282.07	
Planning Board:						
Other Expenses	14,050.00	14,050.00	6,858.38	2,619.84	4,571.78	
Board of Adjustment:						
Other Expenses	10,100.00	10,100.00	4,858.00	1,350.00	3,892.00	
	<u>286,460.94</u>	<u>286,460.94</u>	<u>266,491.72</u>	<u>4,032.84</u>	<u>15,936.38</u>	
DEPARTMENT OF ADMINISTRATION AND CODE ENFORCEMENT						
Salaries and Wages	227,693.23	233,293.23	233,288.48		4.75	
Other Expenses	3,150.00	3,150.00	3,132.02		17.98	
	<u>230,843.23</u>	<u>236,443.23</u>	<u>236,420.50</u>		<u>22.73</u>	
POLICE DEPARTMENT						
Salaries and Wages	13,027,038.23	13,027,038.23	12,798,114.51		228,923.72	
Other Expenses	570,250.00	581,250.00	338,490.47	110,161.17	132,598.36	
	<u>13,597,288.23</u>	<u>13,608,288.23</u>	<u>13,136,604.98</u>	<u>110,161.17</u>	<u>361,522.08</u>	
FIRE DEPARTMENT						
Salaries and Wages	8,926,910.41	8,926,910.41	8,706,873.41		220,037.00	
Other Expenses	273,900.00	273,900.00	125,429.89	123,500.57	24,969.54	
	<u>9,200,810.41</u>	<u>9,200,810.41</u>	<u>8,832,303.30</u>	<u>123,500.57</u>	<u>245,006.54</u>	
UNIFORM FIRE SAFETY ACT (Ch. 383, P.L. 1983)						
Life Hazard Use Fee Payment:						
Salaries and Wages	58,002.83	58,002.83	33,642.00		24,360.83	
	<u>58,002.83</u>	<u>58,002.83</u>	<u>33,642.00</u>		<u>24,360.83</u>	
PUBLIC WORKS DEPARTMENT						
Community Services Administration:						
Salaries and Wages	517,316.41	517,316.41	515,748.29		1,568.12	
Other Expenses	29,150.00	29,150.00	19,884.46	2,782.34	6,483.20	
Engineering:						
Salaries and Wages	110,456.47	117,756.47	117,734.60		21.87	
Other Expenses	3,700.00	3,700.00	902.24	236.40	2,561.36	
Street Repairs and Maintenance:						
Salaries and Wages	180,253.47	180,253.47	175,631.43		4,622.04	
Other Expenses	33,150.00	33,150.00	30,297.09	767.00	2,085.91	
Storm Sewers Repairs and Maintenance:						
Salaries and Wages	225,060.42	225,060.42	225,050.72		9.70	
Other Expenses	14,800.00	14,800.00	13,744.38	492.76	562.86	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-3
Sheet # 3

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
PUBLIC WORKS DEPARTMENT						
Refuse Collection and Disposal:						
Salaries and Wages	\$ 864,565.27	\$ 864,565.27	\$ 863,683.81	\$	\$ 881.46	\$
Other Expenses	20,000.00	20,000.00	3,207.04	1,847.71	14,945.25	
Storm Clearance:						
Salaries and Wages	100,000.00	100,000.00	96,134.60		3,865.40	
Other Expenses	237,500.00	287,500.00	165,569.05	80,008.17	41,922.78	
Hurricane Sandy						
Traffic:						
Salaries and Wages	196,037.15	196,037.15	196,020.50		16.65	
Other Expenses	13,000.00	13,000.00	7,524.20	2,076.29	3,399.51	
Central Garage Operation:						
Salaries and Wages	206,809.86	206,809.86	202,215.38		4,594.48	
Other Expenses	283,600.00	283,600.00	250,176.63	16,794.98	16,628.39	
Building Maintenance:						
Salaries and Wages	99,237.42	99,237.42	99,200.16		37.26	
Other Expenses	78,250.00	78,250.00	72,015.79	5,956.72	277.49	
Parks Maintenance:						
Salaries and Wages	328,116.72	328,116.72	323,030.13		5,086.59	
Other Expenses	107,000.00	107,000.00	79,764.23	14,999.83	12,235.94	
Shade Trees:						
Salaries and Wages	131,950.13	131,950.13	131,489.57		460.56	
Other Expenses	67,300.00	67,300.00	47,974.65	3,826.75	15,498.60	
	<u>3,847,253.32</u>	<u>3,904,553.32</u>	<u>3,636,998.95</u>	<u>129,788.95</u>	<u>137,765.42</u>	
PARKS, RECREATION AND CULTURAL AFFAIRS DEPARTMENT						
Recreation Program:						
Salaries and Wages	561,619.36	546,619.36	533,081.21		13,538.15	
Other Expenses	68,200.00	83,200.00	60,565.59	3,304.75	19,329.66	
	<u>629,819.36</u>	<u>629,819.36</u>	<u>593,646.80</u>	<u>3,304.75</u>	<u>32,867.81</u>	
HEALTH AND HUMAN SERVICES DEPARTMENT						
Health Services:						
Salaries and Wages	522,351.03	547,751.03	547,484.36		266.67	
Other Expenses	39,350.00	39,350.00	36,562.92	2,085.57	701.51	
Nursing Services:						
Salaries and Wages	130,567.23	123,867.23	123,779.27		87.96	
Animal Control:						
Salaries and Wages	167,312.27	151,312.27	151,155.00		157.27	
Other Expenses	84,500.00	84,500.00	74,464.60	9,742.00	293.40	
	<u>944,080.53</u>	<u>946,780.53</u>	<u>933,446.15</u>	<u>11,827.57</u>	<u>1,506.81</u>	

**TOWNSHIP OF MONTCLAIR
CURRENT FUND**

**STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013**

A-3
Sheet # 4

<u>Appropriation</u>	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Reserved</u>		<u>Balance Canceled</u>
	<u>Budget</u>	<u>Modified Budget</u>		<u>Encumbered</u>	<u>Unencumbered</u>	
APPROPRIATIONS WITHIN "CAPS"						
MISCELLANEOUS AND OTHER						
Unemployment Compensation Insurance:						
Other Expenses	\$ 248,625.00	\$ 248,625.00	\$ 24,380.38	\$	\$ 224,244.62	\$
Refuse Tipping Fees:						
Other Expenses	1,345,000.00	1,295,000.00	833,310.49	456,170.42	5,519.09	
Mandatory Recycling Act:						
Other Expenses	900,000.00	900,000.00	900,000.00			
Defined Contribution Retirement Plan						
Other Expenses	3,710.82	3,710.82	3,592.00		118.82	
Homeless Shelter	12,500.00	25,000.00	12,500.00		12,500.00	
Adult School	160,000.00	160,000.00	80,000.00	80,000.00		
Montclair Early Childhood Corporation:						
Other Expenses	255,000.00	255,000.00	255,000.00			
	<u>2,924,835.82</u>	<u>2,887,335.82</u>	<u>2,106,782.87</u>	<u>536,170.42</u>	<u>242,382.53</u>	
Insurances:						
Liability Insurance	1,252,206.00	1,352,206.00	1,236,040.10	83,017.88	33,148.02	
Health Benefit Waiver						
Employee Group Insurance	5,905,284.51	5,736,274.51	5,291,661.41	70,208.40	374,404.70	
	<u>7,157,490.51</u>	<u>7,088,480.51</u>	<u>6,527,701.51</u>	<u>153,226.28</u>	<u>407,552.72</u>	
SPECIAL PROGRAMS AND ACTIVITIES						
Parks, Recreation and Cultural Affairs:						
Salaries and Wages						
Other Expenses	115,000.00	115,000.00	100,074.05	884.73	14,041.22	
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)						
Salaries and Wages	448,506.88	448,506.88	380,467.12		68,039.76	
Other Expenses	105,750.00	105,750.00	12,271.56	294.50	93,183.94	
	<u>554,256.88</u>	<u>554,256.88</u>	<u>392,738.68</u>	<u>294.50</u>	<u>161,223.70</u>	
UNCLASSIFIED						
Emergency Assistance Coalition:						
Other Expenses	50.00	50.00			50.00	
Utilities:						
Gasoline	325,000.00	325,000.00	258,572.78	34,365.56	32,061.66	
Fuel - Diesel	230,000.00	230,000.00	153,937.77	46,910.58	29,151.65	
Electricity	551,000.00	551,000.00	408,178.99	17,044.44	125,776.57	
Telephone	252,620.00	252,620.00	213,277.51	22,753.72	16,588.77	
Natural Gas	202,700.00	202,700.00	129,188.15		73,511.85	

**TOWNSHIP OF MONTCLAIR
CURRENT FUND**

**STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013**

A-3
Sheet # 5

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
UNCLASSIFIED						
Utilities:						
Street Lighting	\$ 535,000.00	\$ 535,000.00	\$ 390,724.88	70.62	\$ 144,204.50	\$
Water	13,250.00	13,250.00	1,241.06		12,008.94	
	<u>2,109,620.00</u>	<u>2,109,620.00</u>	<u>1,555,121.14</u>	<u>121,144.92</u>	<u>433,353.94</u>	
Total Operations Within CAPS	<u>45,144,368.28</u>	<u>45,144,368.28</u>	<u>41,508,443.73</u>	<u>1,223,063.75</u>	<u>2,412,860.80</u>	
CONTINGENT	<u>3,500.00</u>	<u>3,500.00</u>			<u>3,500.00</u>	
Total Operations Within CAPS	<u>45,147,868.28</u>	<u>45,147,868.28</u>	<u>41,508,443.73</u>	<u>1,223,063.75</u>	<u>2,416,360.80</u>	
DEFERRED CHARGES						
Prior Year Bills:						
Realty Appraisal	18,277.50	18,277.50	18,002.26			275.24
Genova Burns	5,089.87	5,089.87	5,089.87			
Magic Touch	510.13	510.13	510.13			
	<u>23,877.50</u>	<u>23,877.50</u>	<u>23,602.26</u>			<u>275.24</u>
STATUTORY EXPENDITURES						
Contributions to:						
Public Employees' Retirement System of N.J.	1,198,952.00	1,198,952.00	1,198,888.00		64.00	
Social Security System (OASI)	1,133,730.00	1,133,730.00	1,065,604.00		68,126.00	
Consolidated Police and Firemen's Pension Fund						
APPROPRIATIONS WITHIN "CAPS"						
STATUTORY EXPENDITURES						
Contributions to:						
Police and Firemen's Retirement System of N.J.	4,873,490.00	4,873,490.00	4,873,490.00			
Pension Increase Fund Consolidated Police and Firemen's Pension System	113,618.00	113,618.00	103,976.53		9,641.47	
Total Statutory Expenditures	<u>7,319,790.00</u>	<u>7,319,790.00</u>	<u>7,241,958.53</u>		<u>77,831.47</u>	
Total Appropriations Within "CAPS"	<u>52,491,535.78</u>	<u>52,491,535.78</u>	<u>48,774,004.52</u>	<u>1,223,063.75</u>	<u>2,494,192.27</u>	<u>275.24</u>
APPROPRIATIONS EXCLUDED FROM "CAPS"						
OTHER OPERATIONS						
Maintenance of Free Public Library	3,048,749.00	3,048,749.00	3,048,749.00			
Employee Group Insurance						
Reserve for Tax Appeals Pending	300,000.00	300,000.00	300,000.00			
	<u>3,348,749.00</u>	<u>3,348,749.00</u>	<u>3,348,749.00</u>			

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-3
Sheet # 6

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY INCREASED FEE REVENUE (N.J.A.C. 5:23-4.17)						
Other Expenses	\$ 56,153.05	\$ 56,153.05	\$	\$	\$ 56,153.05	\$
ADDITIONAL APPROPRIATIONS OFFSET BY REVENUES (N.J.S.A. 40A:4-43.3h)						
Glen Ridge Fire Contract:						
Salaries and Wages	600,000.00	600,000.00	600,000.00			
Other Expenses	25,000.00	25,000.00	25,000.00			
Interlocal Government Health Service Contract:						
Salaries and Wages	193,000.00	193,000.00	193,000.00			
Interlocal Animal Control Services - Glen Ridge						
Salaries and Wages	21,000.00	21,000.00	21,000.00			
Interlocal Animal Control Services - Verona						
Salaries and Wages	23,000.00	23,000.00	23,000.00			
	<u>862,000.00</u>	<u>862,000.00</u>	<u>862,000.00</u>			
APPROPRIATIONS EXCLUDED FROM "CAPS"						
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES						
Governor's Council on Alcohol and Drug Abuse:						
State Share	55,100.00	55,100.00	55,100.00			
Matching Funds	14,000.00	14,000.00	14,000.00			
Clean Community Program	63,632.97	63,632.97	63,632.97			
Nonpublic School Nursing Services	122,404.00	122,404.00	122,404.00			
Partners for Health	65,225.00	65,225.00	65,225.00			
Cable Communication Grant	5,000.00	5,000.00	5,000.00			
Essex County: Hurricane Sandy	31,946.00	31,946.00	31,946.00			
Essex Regional Health	3,055.55	3,055.55	3,055.55			
Drive Sober or Get Pulled Over	4,400.00	4,400.00	4,400.00			
Alcohol Education, Rehabilitation and Enforcement	5,161.93	5,161.93	5,161.93			
Click It or Ticket Enforcement Grant	4,400.00	4,400.00	4,400.00			
National Association of Health Officials	4,000.00	4,000.00	4,000.00			
Senior Citizen Public Health Nursing	15,504.00	15,504.00	15,504.00			
Drunk Driving Enforcement Fund	4,973.08	4,973.08	4,973.08			
Historic Trust - Watchung Plaza	23,500.00	23,500.00	23,500.00			
Historic Trust - Matching	2,560.00	2,560.00			2,560.00	
Historic Trust-Architectural Walking Tour	2,800.00	2,800.00	2,800.00			
Body Armor Replacement Fund - Unappropriated	21,664.11	21,664.11	21,664.11			

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-3
Sheet # 7

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
APPROPRIATIONS EXCLUDED FROM "CAPS"						
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES						
N.J. Division of Highway Traffic Safety: Pedestrian Safety and Enforcement	\$ 15,000.00	\$ 15,000.00	\$ 15,000.00	\$	\$	\$
U.S. Department of Homeland Security	464,326.64	464,326.64	461,766.64		2,560.00	
Total Operations Excluded from "CAPS"	4,731,228.69	4,731,228.69	4,672,515.64		58,713.05	
CAPITAL IMPROVEMENTS						
Capital Improvement Fund	125,000.00	125,000.00	125,000.00			
DEBT SERVICE						
Payment of Bond Principal	4,580,000.00	4,580,000.00	4,580,000.00			
Payment of Bond Anticipation Notes and Capital Notes	3,235,000.00	3,235,000.00	3,235,000.00			
Interest on Bonds	2,185,800.00	2,185,800.00	2,180,268.98			5,531.02
Interest on Notes	159,000.00	159,000.00	157,715.26			1,284.74
Loan Repayments-Downtown Business Improvement District	33,000.00	33,000.00	32,666.67			333.33
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	40,913.00	40,913.00	28,366.31			12,546.69
Environmental Trust - Principal	42,743.00	42,743.00	39,950.46			2,792.54
Environmental Trust - Interest	16,000.00	16,000.00	15,656.26			343.74
	10,292,456.00	10,292,456.00	10,269,623.94			22,832.06
DEFERRED CHARGES						
Emergency Authorization	612,652.00	612,652.00	612,652.00			
Special Emergency Authorization - 5 Years	178,000.00	178,000.00	178,000.00			
	790,652.00	790,652.00	790,652.00			
FOR LOCAL SCHOOL DISTRICT PURPOSES						
Type I School District Debt Service:						
Payment of Bond Principal	2,730,000.00	2,730,000.00	2,730,000.00			
Payment of Bond Anticipation Notes	270,000.00	270,000.00	270,000.00			
Interest on Bonds	2,903,200.00	2,903,200.00	2,892,054.75			11,145.25
Interest on Notes	239,000.00	239,000.00	239,000.00			
	6,142,200.00	6,142,200.00	6,131,054.75			11,145.25
Total Appropriations Excluded from "CAPS"	22,081,536.69	22,081,536.69	21,988,846.33		58,713.05	33,977.31
Sub-total Appropriations	74,573,072.47	74,573,072.47	70,762,850.85	1,223,063.75	2,552,905.32	34,252.55
Reserve for Uncollected Taxes	3,560,872.03	3,560,872.03	3,560,872.03			
Total Appropriations	\$ 78,133,944.50	\$ 78,133,944.50	\$ 74,323,722.88	\$ 1,223,063.75	\$ 2,552,905.32	\$ 34,252.55

Ref. A-3 Sheet 9

A-3 Sheet 9

A

A

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

A-3
Sheet # 8

	<u>Ref.</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>
Adopted Budget	A-2	\$ 77,936,566.88	\$
Added by N.J.S.A. 40A:4-87	A-2	197,377.62	
Reserve for Uncollected Taxes	A-2c	(3,560,872.03)	3,560,872.03
Cash Disbursements	A-4		69,173,432.21
Deferred Charges	A-19		612,652.00
Deferred Charges - Special Emergency	A-20		178,000.00
Reserve for Tax Appeals	A-22		300,000.00
Interfunds Payable	A-27		51,000.00
Reserve for Grant Expenditures	A-36		447,766.64
Canceled	A-3 Sh. 7	<u>(34,252.55)</u>	
	A-1	<u>\$ 74,538,819.92</u>	<u>\$ 74,323,722.88</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

B
Sheet # 1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Assessment Trust Fund</u>			
Assessments Receivable:			
Unpledged	B-4	\$ 10.65	\$ 4,080.57
Interfunds Receivable	B-7	<u>62,753.10</u>	<u>58,683.18</u>
		<u>62,763.75</u>	<u>62,763.75</u>
 <u>Animal Control Trust Fund</u>			
Cash - Checking	B-2	<u>56,661.84</u>	<u>46,946.44</u>
 <u>General Trust Fund</u>			
Cash - Checking	B-2	4,498,438.31	3,146,560.33
Due from Montclair Housing Agency	B-5	34,730.80	35,730.76
Due from County of Essex - Community Development Block Grant Programs	B-6	359,727.00	197,727.00
Interfunds Receivable	B-7	<u>516,306.71</u>	<u>457,214.33</u>
		<u>5,409,202.82</u>	<u>3,837,232.42</u>
		<u>\$ 5,528,628.41</u>	<u>\$ 3,946,942.61</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
TRUSTS FUNDS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

B
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Assessment Trust Fund</u>			
Interfunds Payable	B-10	\$ 54,311.20	\$ 54,311.20
Reserve for:			
Assessments and Assessment Liens	B-11	10.65	4,080.57
Fund Balance	B-1	<u>8,441.90</u>	<u>4,371.98</u>
		<u>62,763.75</u>	<u>62,763.75</u>
<u>Animal Control Trust Fund</u>			
Due to State of New Jersey	B-8	478.20	474.00
Interfunds Payable	B-10	2,503.00	2,503.00
Reserve for:			
Animal Shelter Expenditures	B-14	30,453.82	26,303.45
Animal Control Trust Fund Expenditures	B-15	<u>23,226.82</u>	<u>17,665.99</u>
		<u>56,661.84</u>	<u>46,946.44</u>
<u>General Trust Fund</u>			
Interfunds Payable	B-10	8,757.15	8,757.15
Special Deposits	B-9	4,890,088.05	3,373,958.04
Reserve for:			
Community Development Block Grant	B-12	359,727.00	197,727.00
Section 8 Voucher Program	B-13	89,451.25	195,660.58
State Unemployment Trust Fund Expenditures	B-16	<u>61,179.37</u>	<u>61,129.65</u>
		<u>5,409,202.82</u>	<u>3,837,232.42</u>
		<u>\$ 5,528,628.41</u>	<u>\$ 3,946,942.61</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

STATEMENT OF FUND BALANCE
ASSESSMENT TRUST
YEAR ENDED DECEMBER 31, 2013

B-1

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$ 4,371.98
Increased by:		
Collection of Unpledged Receivables	B-11	<u>4,069.92</u>
Balance, December 31, 2013	B	<u>\$ 8,441.90</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
Cash - Checking	C-2	\$ 10,584,290.01	\$ 13,547,327.30
Grants Receivable	C-4	1,341,606.00	1,345,673.00
Interfunds Receivable	C-8	411,972.58	2,086,723.80
Note Receivable	C-5	534,000.00	712,000.00
Due from Improvement District	C-6	15,000.00	15,000.00
Due from Montclair Parking Authority	C-7		18,201.22
Deferred Charges to Future Taxation:			
Funded	C-9	141,859,824.05	116,279,735.94
Unfunded	C-10	19,079,181.58	57,282,901.96
		<u>\$ 173,825,874.22</u>	<u>\$ 191,287,563.22</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	C-23	\$ 59,221,000.00	\$ 53,301,000.00
School Serial Bonds	C-22	81,267,000.00	61,997,000.00
Environmental Infrastructure Loan Payable	C-20	544,589.04	587,071.05
Green Acres Loans Payable	C-19	369,901.68	394,664.89
Bond Anticipation Notes	C-18	6,501,700.00	45,342,000.00
Business District Loan Payable	C-21	457,333.33	
Interfunds Payable	C-13	204,064.30	297,151.54
Improvement Authorizations:			
Funded	C-12	9,620,213.83	3,129,285.70
Unfunded	C-12	9,102,518.92	22,750,673.94
Capital Improvement Fund	C-11	305,213.83	169,833.83
Reserve for:			
Future Improvements	C-14		116,097.34
Repayment of Urban Development Action Grants	C-15	26,955.51	26,955.51
Grants Receivable	C-16	1,341,606.00	1,304,023.00
Debt Service	C-17	1,591,199.61	668,250.00
Fund Balance	C-1	3,272,578.17	1,203,556.42
		<u>\$ 173,825,874.22</u>	<u>\$ 191,287,563.22</u>
 Bonds and Notes Authorized but Not Issued:			
General		\$ 7,031,401.30	\$ 7,657,154.43
School		5,546,080.28	4,579,080.28
	C-24	<u>\$ 12,577,481.58</u>	<u>\$ 12,236,234.71</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

C-1

	<u>Ref.</u>		
Balance, December 31, 2012	C		\$ 1,203,556.42
Increased by:			
Premium on Sale of Notes and Bonds	C-2	\$ 4,283,306.43	
Funded Improvement Authorizations Cancelled	C-12	<u>360,215.32</u>	
			<u>4,643,521.75</u>
			<u>5,847,078.17</u>
Decreased by:			
Anticipated Revenue - Current Fund	C-2	1,800,000.00	
Appropriated to Finance Improvement Authorizations	C-12	<u>774,500.00</u>	
			<u>2,574,500.00</u>
Balance, December 31, 2013	C		<u><u>\$3,272,578.17</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

D
Sheet # 1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Operating Fund</u>			
Cash	D-5	\$ 4,115,830.80	\$ 3,598,012.35
Change Fund	D-7	200.00	200.00
		4,116,030.80	3,598,212.35
 Interfunds Receivable	 D-11	 182,455.59	 55,949.41
		4,298,486.39	3,654,161.76
<u>Receivables and Inventory with Full Reserves:</u>			
Consumer Accounts Receivable	D-12	932,960.95	1,001,427.19
Inventory - Materials and Supplies	D-13	126,298.65	126,298.65
		1,059,259.60	1,127,725.84
		5,357,745.99	4,781,887.60
 <u>Capital Fund</u>			
Cash - Checking	D-5, D-9	17,842.62	363,026.54
Loans Receivable	D-10	298,090.60	298,090.60
Interfunds Receivable	D-11	13,630.22	747.73
Fixed Capital	D-14	25,922,306.96	25,922,306.96
Fixed Capital - Authorized and Uncompleted	D-15	15,132,250.37	15,132,250.37
		41,384,120.77	41,716,422.20
		\$ 46,741,866.76	\$ 46,498,309.80

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

D
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCES</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	D-4, D-16	\$ 141,114.79	\$ 24,846.91
Unencumbered	D-4, D-16	810,836.03	816,628.73
Accrued Interest on Bonds	D-17	136,627.09	146,654.18
Accrued Interest on Notes	D-18	8,487.86	8,913.49
Accrued Interest on Loans	D-19	33,641.67	37,688.56
Due State of New Jersey - Surcharge	D-20	3,852.00	3,488.11
Water Overpayments	D-21	17,438.68	15,383.00
		<u>1,151,998.12</u>	<u>1,053,602.98</u>
Reserve for Receivables and Inventory		1,059,259.60	1,127,725.84
Fund Balance	D-1	3,146,488.27	2,600,558.78
		<u>5,357,745.99</u>	<u>4,781,887.60</u>
<u>Capital Fund</u>			
Serial Bonds	D-29	8,402,000.00	9,072,000.00
N.J. Environmental Infrastructure Trust			
Loan Payable	D-28	2,896,327.55	3,236,414.95
Bond Anticipation Notes	D-27	3,837,590.00	3,882,475.00
Improvement Authorizations:			
Funded	D-22	151,013.97	221,623.74
Unfunded	D-22	2,293,600.20	2,793,756.88
Capital Improvement Fund	D-23	114,756.53	64,756.53
Interfunds Payable	D-24	181,980.18	6,397.65
Reserves for:			
Amortization	D-25	22,600,032.41	21,589,945.01
Deferred Amortization	D-26	813,241.37	768,356.37
Fund Balance	D-2	93,578.56	80,696.07
		<u>41,384,120.77</u>	<u>41,716,422.20</u>
		<u>\$ 46,741,866.76</u>	<u>\$ 46,498,309.80</u>
Bonds and Notes Authorized but Not Issued	D-30	<u>\$ 2,505,366.00</u>	<u>\$ 2,505,366.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - OPERATING FUND
REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2013 AND 2012

D-1

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	D-3	\$ 497,757.00	\$ 271,895.00
Rents	D-3	6,375,579.42	6,358,416.41
Miscellaneous Revenue	D-3	135,691.42	197,537.97
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-16	776,057.92	844,514.93
		<u>7,785,085.76</u>	<u>7,672,364.31</u>
<u>Expenditures</u>			
Budgets Expenditures:			
Operating	D-4	4,860,457.00	4,637,760.00
Capital Improvements	D-4	50,000.00	50,000.00
Debt Service	D-4	1,500,942.27	1,466,815.82
Statutory Expenditures	D-4	330,000.00	336,881.00
		<u>6,741,399.27</u>	<u>6,491,456.82</u>
Excess in Revenue		1,043,686.49	1,180,907.49
<u>Fund Balance</u>			
Balance, Beginning of Year	D	2,600,558.78	1,691,546.29
		<u>3,644,245.27</u>	<u>2,872,453.78</u>
Decreased by:			
Utilized as Anticipated Revenue:			
Water Operating Fund Budget	D-3	497,757.00	271,895.00
		<u>497,757.00</u>	<u>271,895.00</u>
Balance, End of Year	D	<u>\$ 3,146,488.27</u>	<u>\$ 2,600,558.78</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF WATER CAPITAL FUND BALANCE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

D-2

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ 80,696.07
Increased by:		
Premium on Sales of Notes:		
Interfund Receivable	D-11	<u>12,882.49</u>
Balance, December 31, 2013	D	<u>\$ 93,578.56</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

D-3

<u>Source</u>	<u>Ref.</u>	<u>2013 Budget</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Fund Balance Utilized	D-1	\$ 497,757.00	\$ 497,757.00	\$
Rents	D-1, D-12	6,281,500.00	6,375,579.42	94,079.42
Miscellaneous Revenue	D-1, Below	<u>35,000.00</u>	<u>135,691.42</u>	<u>100,691.42</u>
	D-4	<u>\$ 6,814,257.00</u>	<u>\$ 7,009,027.84</u>	<u>\$ 194,770.84</u>
 <u>Analysis of Realized Revenue</u>				
Miscellaneous Revenue:				
Interest on Delinquent Rents		\$ 96,370.72		
Glen Ridge Management Fee		27,565.50		
Interest on Investments		10,642.42		
Miscellaneous		<u>1,112.78</u>		
	Above		<u>\$ 135,691.42</u>	
 Collections:				
Treasurer	D-5		\$ 38,738.17	
Collector	D-6		96,370.72	
Interfunds Receivable	D-11		<u>582.53</u>	
	Above		<u>\$ 135,691.42</u>	

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

D-4

Appropriation	Budget	Modified Budget	Paid or Charged	Expended		Balance Canceled
				Encumbered	Reserved Unencumbered	
<u>Operating</u>						
Salaries and Wages	\$ 1,200,000.00	\$ 1,200,000.00	\$ 820,138.14	\$	\$ 379,861.86	\$
Other Expenses	2,982,510.00	2,982,510.00	2,420,219.86	140,480.79	421,809.35	
<u>Commercial</u>						
Salaries and Wages	614,947.00	614,947.00	614,129.26		817.74	
Other Expenses	63,000.00	63,000.00	54,018.92	634.00	8,347.08	
	<u>4,860,457.00</u>	<u>4,860,457.00</u>	<u>3,908,506.18</u>	<u>141,114.79</u>	<u>810,836.03</u>	
<u>Capital Improvements</u>						
Capital Improvement Fund	50,000.00	50,000.00	50,000.00			
<u>Debt Service</u>						
Payment on Bond Principal	670,000.00	670,000.00	670,000.00			
Payment on Bond Anticipation Notes and Capital Notes	45,000.00	45,000.00	44,885.00			115.00
Interest on Bonds	382,200.00	382,200.00	327,827.73			54,372.27
Interest on Notes	50,000.00	50,000.00	45,662.02			4,337.98
Environmental Trust Fund - Principal	340,100.00	340,100.00	340,087.40			12.60
Environmental Trust Fund - Interest	86,500.00	86,500.00	72,480.12			14,019.88
	<u>1,573,800.00</u>	<u>1,573,800.00</u>	<u>1,500,942.27</u>			<u>72,857.73</u>
<u>Statutory Expenditures</u>						
Contribution to:						
Public Employees' Retirement System	157,000.00	157,000.00	157,000.00			
Social Security System	173,000.00	173,000.00	173,000.00			
	<u>330,000.00</u>	<u>330,000.00</u>	<u>330,000.00</u>			
	<u>\$ 6,814,257.00</u>	<u>\$ 6,814,257.00</u>	<u>\$ 5,789,448.45</u>	<u>\$ 141,114.79</u>	<u>\$ 810,836.03</u>	<u>\$ 72,857.73</u>

Ref.

D-3

D-4 Sheet 2

D

D

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

D-4
Sheet # 2

	<u>Ref.</u>	
Cash Disbursed	D-5	\$5,343,478.58
Accrued Interest on Bonds	D-17	327,827.73
Accrued Interest on Notes	D-18	45,662.02
Accrued Interest on Loans	D-19	<u>72,480.12</u>
	Sheet # 1	<u>\$5,789,448.45</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

E
Sheet # 1

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>ASSETS</u>			
<u>Operating Fund</u>			
Cash - Checking	E-5	\$ 1,698,258.92	\$ 2,391,560.00
Change Fund	E-7	200.00	200.00
		<u>1,698,458.92</u>	<u>2,391,760.00</u>
Interfund Receivable	E-9	2,566.01	
		<u>1,701,024.93</u>	<u>2,391,760.00</u>
Receivables and Inventory with Full Reserves:			
Consumer Accounts Receivable	E-10	768,453.01	703,111.84
Inventory - Materials and Supplies	E-11	14,454.22	14,454.22
		<u>782,907.23</u>	<u>717,566.06</u>
		<u>2,483,932.16</u>	<u>3,109,326.06</u>
<u>Capital Fund</u>			
Cash	E-5, E-8	97,692.88	103,251.97
Interfund Receivable	E-9	6,548.54	698,606.64
Fixed Capital Authorized and Uncompleted	E-12	5,485,000.00	5,485,000.00
		<u>5,589,241.42</u>	<u>6,286,858.61</u>
		<u>\$ 8,073,173.58</u>	<u>\$ 9,396,184.67</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

E
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	E-4, E-13	\$ 12,898.94	\$ 10,404.99
Unencumbered	E-4, E-13	187,760.23	234,931.33
Accrued Interest on Notes	E-14	9,815.25	9,946.51
Sewer Overpayments	E-15	24,051.65	14,882.33
Interfunds Payable	E-18	475.41	747,191.35
		<u>235,001.48</u>	<u>1,017,356.51</u>
Reserve for Receivables and Inventory		782,907.23	717,566.06
Fund Balance	E-1	1,466,023.45	1,374,403.49
		<u>2,483,932.16</u>	<u>3,109,326.06</u>
<u>Capital Fund</u>			
Bond Anticipation Notes	E-21	2,139,551.00	2,174,525.00
Improvements Authorizations:			
Funded	E-16	447,508.84	606,807.96
Unfunded	E-16	1,017,050.54	1,563,516.11
Capital Improvement Fund	E-17	620,500.00	620,500.00
Interfunds Payable	E-18	2,566.01	
Reserve for:			
Amortization	E-19	7,500.00	7,500.00
Deferred Amortization	E-20	1,287,849.00	1,252,875.00
Fund Balance	E-2	66,716.03	61,134.54
		<u>5,589,241.42</u>	<u>6,286,858.61</u>
		<u>\$ 8,073,173.58</u>	<u>\$ 9,396,184.67</u>
Bonds and Notes Authorized But Not Issued	E-22	<u>\$ 2,050,100.00</u>	<u>\$ 2,050,100.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2013 AND 2012

E-1

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Revenues and Other Income Realized</u>			
Fund Balance Utilized	Below	\$ 334,592.00	\$ 1,627,039.00
Sewer Charges	E-3	4,448,845.22	4,581,677.86
Sewer Flow Usage Fees - Reservoir Ridge	E-3	104,241.75	
Non-Budget Revenue	E-3	288,762.16	74,921.94
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-13	216,216.48	253,663.47
		<u>5,392,657.61</u>	<u>6,537,302.27</u>
 <u>Expenditures</u>			
Budget Expenditures:			
Operating	E-4	4,524,620.00	4,413,261.00
Capital Improvements			1,600,000.00
Debt Service	E-4	234,025.65	226,416.49
Statutory Expenditures	E-4	57,800.00	57,800.00
		<u>4,816,445.65</u>	<u>6,297,477.49</u>
Excess in Revenue		576,211.96	239,824.78
 <u>Fund Balance</u>			
Balance, Beginning of Year	E	1,374,403.49	2,861,617.71
		<u>1,950,615.45</u>	<u>3,101,442.49</u>
 Decreased by:			
Utilized as Anticipated Revenue:			
Sewer Operating Fund Budget	Above	334,592.00	1,627,039.00
Current Fund Budget	E-5	150,000.00	100,000.00
		<u>484,592.00</u>	<u>1,727,039.00</u>
Balance, End of Year	E	<u>\$ 1,466,023.45</u>	<u>\$ 1,374,403.49</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

E-2

	<u>Ref.</u>	
Balance, December 31, 2012	E	\$ 61,134.54
Increased by:		
Premium on Sale of Notes:		
Interfund Receivable	E-9	<u>5,581.49</u>
Balance, December 31, 2013	E	<u>\$ 66,716.03</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2013

E-3

	<u>Ref.</u>	<u>2013 Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Utilized	E-1	\$ 334,592.00	\$ 334,592.00	\$
Sewer Charges	E-1, E-10	4,429,500.00	4,448,845.22	19,345.22
Sewer Flow Usage Fee:				
Reservoir Ridge	E-1, E-6	66,000.00	104,241.75	38,241.75
		<u>4,830,092.00</u>	<u>4,887,678.97</u>	<u>57,586.97</u>
Non-Budget Revenue	E-1, Below		<u>288,762.16</u>	<u>288,762.16</u>
	E-4	<u>\$ 4,830,092.00</u>	<u>\$ 5,176,441.13</u>	<u>\$ 346,349.13</u>

Ref.

Non-Budget Revenue

Interest Earned on Investments:

Collections	E-6	\$ 3,942.40
Interfunds Receivable	E-9	205.60
Sewer Connection Fees	E-6	187,980.00
Interest on Delinquent Rents	E-6	43,403.23
Glen Ridge Management Fee	E-6	38,760.00
Miscellaneous	E-6	<u>14,470.93</u>
	Above	<u>\$ 288,762.16</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

E-4
Sheet # 1

<u>Appropriation</u>	<u>Budget</u>	<u>Modified Budget</u>	<u>Expended</u>			<u>Balance Canceled</u>
			<u>Paid</u>	<u>Encumbered</u>	<u>Reserved</u> <u>Unencumbered</u>	
<u>Operating</u>						
Salaries and Wages	\$ 515,000.00	\$ 515,000.00	\$ 480,992.13	\$	\$ 34,007.87	\$
Other Expenses	443,075.00	443,075.00	289,625.03	12,898.94	140,551.03	
Passaic Valley Sewer Commission	3,521,145.00	3,521,145.00	3,521,144.88		0.12	
Third River Sewer	1,400.00	1,400.00	1,334.36		65.64	
Second River Sewer	44,000.00	44,000.00	34,364.43		9,635.57	
	<u>4,524,620.00</u>	<u>4,524,620.00</u>	<u>4,327,460.83</u>	<u>12,898.94</u>	<u>184,260.23</u>	
<u>Debt Service</u>						
Payment on Bond Anticipation						
Notes and Capital Notes	42,072.00	42,072.00	34,974.00			7,098.00
Interest on Notes	30,600.00	30,600.00	24,051.65			6,548.35
Reimbursement for Sewer Share of Current Debt Service	175,000.00	175,000.00	175,000.00			
	<u>247,672.00</u>	<u>247,672.00</u>	<u>234,025.65</u>			<u>13,646.35</u>
<u>Statutory Expenditures</u>						
Contribution to:						
Public Employees' Retirement System	28,300.00	28,300.00	28,300.00			
Social Security System	26,000.00	26,000.00	26,000.00			
Unemployment Compensation Insurance	3,500.00	3,500.00			3,500.00	
	<u>57,800.00</u>	<u>57,800.00</u>	<u>54,300.00</u>		<u>3,500.00</u>	
	<u>\$ 4,830,092.00</u>	<u>\$ 4,830,092.00</u>	<u>\$ 4,615,786.48</u>	<u>\$ 12,898.94</u>	<u>\$ 187,760.23</u>	<u>\$ 13,646.35</u>

Ref.

E-3

Sheet # 2

E

E

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES
REGULATORY BASS
YEAR ENDED DECEMBER 31, 2013

E-4
Sheet # 2

	<u>Ref.</u>	<u>Paid or Charged</u>
Cash Disbursed	E-5	\$ 4,591,734.83
Accrued Interest on Notes	E-14	<u>24,051.65</u>
	Sheet # 1	<u>\$ 4,615,786.48</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

F

<u>ASSETS</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Operating Fund</u>			
Cash - Checking	F-4	\$ 1,739,974.26	\$ 2,090,746.49
Interfunds Receivable	F-6	416,330.15	74,961.76
		<u>2,156,304.41</u>	<u>2,165,708.25</u>
<u>Capital Fund</u>			
Cash	F-4	1,134,722.46	334,127.85
Fixed Capital	F-7	16,445,000.00	16,445,000.00
		<u>17,579,722.46</u>	<u>16,779,127.85</u>
		<u>\$ 19,736,026.87</u>	<u>\$ 18,944,836.10</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>Operating Fund</u>			
Accrued Interest on Bonds	F-8	\$ 358,975.00	\$ 366,797.50
Appropriation Reserves - Committed	F-3	76,795.92	
Appropriation Reserves - Reserved	F-3	823,284.31	
Accounts Payable	F-10		63,803.91
Fund Balance	F-1	897,249.18	1,735,106.84
		<u>2,156,304.41</u>	<u>2,165,708.25</u>
<u>Capital Fund</u>			
Serial Bonds	F-13	14,885,000.00	15,220,000.00
Interfunds Payable	F-12	334,722.46	334,127.85
Capital Improvement Fund	F-11	800,000.00	
Reserve for Amortization	F-9	1,560,000.00	1,225,000.00
		<u>17,579,722.46</u>	<u>16,779,127.85</u>
		<u>\$ 19,736,026.87</u>	<u>\$ 18,944,836.10</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2013 AND 2012

F-1

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Revenues and Other Income Realized</u>			
Fund Balance Utilized	F-2	\$ 800,000.00	\$
Permit Fees	F-2	1,556,865.22	
Meter Fees	F-2	1,597,035.67	
Miscellaneous Revenue	F-2	470,490.39	
Contribution from Montclair Parking Authority			1,071,260.00
Non-Budget Revenue			1,711,315.05
		4,424,391.28	2,782,575.05
 <u>Expenditures</u>			
Budget Appropriations:			
Operating	F-3	1,999,298.90	
Capital Improvements	F-3	800,000.00	
Debt Service	F-3	1,052,950.04	1,071,260.00
Statutory Expenditures	F-3	110,000.00	
		3,962,248.94	1,071,260.00
Excess in Revenue		462,142.34	2,782,575.05
 <u>Fund Balance</u>			
Balance, Beginning of Year	F	1,735,106.84	23,791.79
		2,197,249.18	2,806,366.84
 Decreased by:			
Utilized as Anticipated Revenue - Current Fund	F-4	500,000.00	
Utilized as Anticipated Revenue	Above	800,000.00	
		\$ 897,249.18	\$ 2,806,366.84
Balance, End of Year	F		

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2013

F-2

	<u>Ref.</u>	<u>2013 Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Source:</u>				
Fund Balance Anticipated	F-1	\$ 800,000.00	\$ 800,000.00	\$
Meter Fees	F-1, F-4	1,700,000.00	1,597,035.67	(102,964.33)
Permit Fees	F-1, F-4	1,254,026.40	1,556,865.22	302,838.82
Miscellaneous	F-1, Below	<u>216,000.00</u>	<u>470,490.39</u>	<u>254,490.39</u>
	F-3	<u>\$ 3,970,026.40</u>	<u>\$ 4,424,391.28</u>	<u>\$ 454,364.88</u>
 <u>Miscellaneous Revenue</u>				
Interest on Deposits:				
Operating Fund	F-4	\$ 2,695.31		
Capital Fund	F-6	<u>594.61</u>		
			\$ 3,289.92	
Rental Income	F-4		6,000.00	
Herod Lot	F-4		247,144.82	
Dissolution of Authority - Cash on Hand	F-4		<u>214,055.65</u>	
	Above		<u>\$ 470,490.39</u>	

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2013

F-3

<u>Appropriation</u>	<u>Budget</u>	<u>Modified Budget</u>	<u>Expended</u>			<u>Balance Canceled</u>
			<u>Paid</u>	<u>Reserved</u>		
			<u>Encumbered</u>	<u>Unencumbered</u>		
<u>Operating</u>						
Salaries and Wages	\$ 506,300.00	\$ 506,300.00	\$ 401,521.36	\$	\$ 104,778.64	\$
Other Expenses	1,492,998.90	1,492,998.90	748,021.19	76,795.92	668,181.79	
	<u>1,999,298.90</u>	<u>1,999,298.90</u>	<u>1,149,542.55</u>	<u>76,795.92</u>	<u>772,960.43</u>	
<u>Capital Improvements</u>						
Capital Improvement Fund	800,000.00	800,000.00	800,000.00			
<u>Debt Service</u>						
Payment on Bond Principal	335,000.00	335,000.00	335,000.00			
Interest on Bonds	725,727.50	725,727.50	717,950.04			7,777.46
	<u>1,060,727.50</u>	<u>1,060,727.50</u>	<u>1,052,950.04</u>			<u>7,777.46</u>
<u>Statutory Expenditures</u>						
Contribution to:						
Public Employees' Retirement System	70,000.00	70,000.00	59,676.12		10,323.88	
Social Security System	40,000.00	40,000.00			40,000.00	
	<u>110,000.00</u>	<u>110,000.00</u>	<u>59,676.12</u>		<u>50,323.88</u>	
	<u>\$ 3,970,026.40</u>	<u>\$ 3,970,026.40</u>	<u>\$ 3,062,168.71</u>	<u>\$ 76,795.92</u>	<u>\$ 823,284.31</u>	<u>\$ 7,777.46</u>

Ref.

F-2

Below

F

F

Ref.

Cash Disbursements
Accrued Interest on Bonds

F-4
F-8

\$ 2,344,218.67
717,950.04

\$ 3,062,168.71

TOWNSHIP OF MONTCLAIR
CAPITAL FIXED ASSETS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2013 AND 2012

G

	<u>2013</u>	<u>2012</u>
<u>CAPITAL FIXED ASSETS</u>		
Building and Contents	\$ 95,518,603.00	\$ 59,786,400.00
Land	51,648,800.00	52,648,800.00
Vehicles and Other Equipment	<u>12,013,058.50</u>	<u>11,911,848.35</u>
	<u>\$ 159,180,461.50</u>	<u>\$ 124,347,048.35</u>
 <u>RESERVE</u>		
Investment in Capital Fixed Assets	<u>\$ 159,180,461.50</u>	<u>\$ 124,347,048.35</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF MONTCLAIR

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

1. **REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Reporting Entity

The Township of Montclair, Essex County, New Jersey (the "Township") is organized as a Council-Manager municipality under the provisions of N.J.S.A. 40:69A-81 et seq. The Township is "governed by an elected Mayor and Council and by an appointed Municipal Manager, and by such other officers and employees as may be duly appointed. The Council shall consist of four members elected by ward and two members elected at large by voters of the municipality and shall serve for a term of four years beginning on the first day of July next following their 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 Township include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by the provisions of N.J.S.A. 40A:5-5. The financial statements, however, do not include the operations of the Free Public Library and Housing Agency, which are separate entities and are subject to separate examinations.

Description of Funds

The GASB is a recognized standard setting body for establishing governmental accounting and financial reporting principles, however, the accounting policies of the Township conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds which differ from the fund structure required by generally accepted accounting principles:

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 Assessment Trust Fund, Animal Control Trust Fund and General 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.

Water Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Water Utility.

Sewer Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Sewer Utility.

Parking Utility Operating and Capital Funds - These Funds reflect revenue, expenditures, stewardship, acquisition of utility infrastructure and other capital facilities, as well as long-term debt, debt service and other related activity of the municipally-owned Parking Utility.

Capital Fixed Assets - These accounts reflect estimated valuations of land, buildings and certain moveable fixed assets of the Township.

Payroll Fund - Net salaries, certain payroll deductions and social security contributions of municipal and utility operations are deposited into the Payroll Fund. A Payroll Fund does not exist under GAAP.

Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from generally accepted accounting principles in the United States. 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 Township'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 separate 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; interest on Utility Debt is recorded on the accrual basis.

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.

Encumbrances

As of January 1, 1986, all local units were required to maintain an encumbrance accounting system. Contractual orders outstanding at December 31, 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. GMP 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 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 and Payable

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. Interest Accounts 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 Water and Sewer Utilities are required, by regulation to be prepared by Township personnel for inclusion on the Water and Sewer Utilities Operating Fund balance sheets. 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.

Capital Fixed Assets

General:

In accordance with Accounting for Governmental Fixed Assets, as promulgated by the Division, which differs in certain respects from GAAP, the Township has developed a capital fixed asset accounting and reporting system.

GAAP requires that 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.

Fixed assets used in governmental operations (general capital fixed assets) are accounted for in the Capital Fixed Assets. Public domain ("infrastructure") general 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 fixed asset record.

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

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

Utilities:

Capital acquisitions, including utility infrastructure costs of the Water, Sewer and Parking Utilities, are recorded at cost upon purchase or project completion in the Fixed Capital Accounts 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 immaterial 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 liquidation.

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.

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 Township presents the financial statements listed in the table of contents, which are required by the Division and differ from the financial statements required by GAAP. In addition, the Division requires the financial statements to be referenced to the supplementary schedules. This practice differs from GAAP.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

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 the Municipal Bond Insurance Association (MBIA) through their investment management company, the Municipal Investors Service Corporation.

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.

Investments

New Jersey statutes permit the Township 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.

In addition, 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, 2013, the Township had funds invested and on deposit in checking and New Jersey Cash Management Accounts. The amount of the Township's Cash and Cash Equivalents on Deposit as of December 31, 2013 was \$41,273,191.91. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 40.

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 Township, 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 resolution also sets a grace period of ten days before interest is calculated. In addition, any delinquency in excess of \$10,000.00 at the end of the calendar year is subject to a 6% penalty on the unpaid balance.

Taxes unpaid on the 11th day of the eleventh month in the fiscal year when the taxes became 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.

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:

Comparative Schedule of Tax Rates

	<u>Calendar Year 2013</u>	<u>Calendar Year 2012</u>	<u>Calendar Year 2011</u>	<u>Calendar Year 2010</u>	<u>Calendar Year 2009</u>
Tax Rate	<u>\$ 3.301</u>	<u>\$ 3.253</u>	<u>\$ 2.561</u>	<u>\$ 2.519</u>	<u>\$ 2.387</u>
Apportionment of Tax Rate:					
Municipal	\$ 0.940	\$ 0.924	\$ 0.716	\$ 0.668	\$ 0.612
County	0.545	0.517	0.407	0.395	0.379
County Open Space	0.017	0.018	0.014	0.015	0.015
School	<u>1.799</u>	<u>1.794</u>	<u>1.424</u>	<u>1.441</u>	<u>1.381</u>

Assessed Valuation

<u>Calendar Year</u>	<u>Amount</u>
2013	\$ 5,766,157,920.00
2012	5,775,681,589.00
2011	7,181,141,428.00
2010	7,323,196,626.00
2009	7,336,676,131.00

Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2013	\$ 191,234,368.07	\$ 188,113,049.90	98.36 %
2012	188,639,731.58	185,621,790.13	98.40
2011	184,649,594.16	180,677,225.49	98.32 *
2010	185,102,450.07	179,341,400.37	98.02 *
2009	175,800,129.23	172,671,254.44	98.17

* Percentage of collection based on a reduction of the tax levy due to tax appeals in accordance with the provisions of N.J.S.A 40A:4-41c(2).

Delinquent Taxes and Tax Title Liens

This tabulation includes a comparison, expressed in percentage of the total of delinquent taxes and tax title liens at each year end, in relation to the tax levies of the last five years.

<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>
2013	\$ 119,556.06	\$ 2,358,955.56	\$ 2,478,511.62	1.29 %
2012	107,177.31	2,791,164.69	2,898,342.00	1.54
2011	94,978.55	3,064,484.49	3,159,463.04	1.71
2010	73,850.82	3,582,694.22	3,656,545.04	1.99
2009	53,115.72	2,997,756.73	3,050,872.45	1.73

4. SPECIAL IMPROVEMENT DISTRICT ASSESSMENTS

A Special Improvement District was established by ordinance of the Township, adopted on February 19, 2002, in accordance with the provisions of N.J.S.A. 40:56-65 et seq. for the purposes of promoting economic growth and employment within the Montclair Town Center Business District (the "District").

Properties within the geographic boundaries of the District are subject to the assessment. Tax exempt properties and properties exclusively in residential use are excluded from the special assessment.

The assessment for the year ending December 31, 2013 was \$460,850.00.

5. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of properties acquired by tax title lien liquidation is carried at the current assessed valuation.

<u>Year</u>	<u>Amount</u>
2013	\$ 317,900.00
2012	317,900.00
2011	317,900.00
2010	317,900.00
2009	317,900.00

6. WATER CONSUMER ACCOUNTS RECEIVABLE

The Township maintains a Utility Fund for the billing and collection of water rents. The Township is divided into six sections for the purposes of billings which are done on a quarterly basis.

Water Utility billings and collections for the past five years are as follows:

<u>Year</u>	<u>Billings</u>	<u>Cash Collections</u>
2013	\$ 6,307,113.18	\$6,375,579.42
2012	6,450,503.41	6,358,416.41
2011	6,793,027.73	6,485,761.34
2010	6,386,179.55	6,493,407.69
2009	5,831,991.48	5,983,765.32

Cash collections include realization of prior year uncollected balances.

7. SEWER RENTS RECEIVABLE

The Township established a Utility Fund in the year 2006 for the billing and collection of sewer rents. The Township is divided into six sections for the purposes of billings which are done on a quarterly basis.

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

<u>Year</u>	<u>Billings</u>	<u>Collections</u>
2013	\$ 4,514,186.39	\$ 4,448,845.22
2012	4,623,522.98	4,581,677.86
2011	4,660,832.73	4,719,926.71
2010	4,538,124.87	4,433,937.19
2009	4,454,695.52	4,380,433.89

Cash collections include realization of prior year uncollected balances.

8. FUND BALANCES APPROPRIATED

	<u>Year</u>	<u>Balance Dec. 31</u>	<u>Utilized in Budgets of Succeeding Year</u>
Current Fund:	2013	\$ 7,150,431.15	\$ 2,408,945.73
	2012	5,346,174.05	1,394,651.84
	2011	3,341,734.71	1,100,000.00
	2010	1,008,722.85	464,000.00
	2009	1,651,323.39	1,500,000.00
Water Utility Operating Fund:	2013	\$ 3,149,519.42	\$ 375,000.00
	2012	2,600,558.78	497,757.00
	2011	1,691,546.29	271,895.00
	2010	1,309,633.02	19,000.00
	2009	789,039.96	350,000.00
Sewer Utility Operating Fund:	2013	\$ 1,466,023.45	\$ 444,708.00
	2012	1,374,403.49	334,592.00
	2011	2,861,617.71	1,627,039.00
	2010	2,658,880.45	
	2009	264,668.29	88,000.00
Parking Utility Operating Fund:	2013	\$ 897,249.18	\$
	2012	1,735,106.84	800,000.00
	2011	23,791.79	
	2010	23,787.53	
	2009	23,785.00	

9. HEALTH BENEFITS

P.L. 2011 Ch. 78 Section 39 established guidelines for implementing employee contributions to the cost of their health insurance coverage.

The benefit cost is the premium charged for the respective employees' coverage. For State Health Benefit Plan ("SHBP") employers, the cost of coverage is the cost of medical and prescription coverage. For non-SHBP employers, the law requires that the cost of coverage includes all health care benefits; medical, prescription, dental, vision etc.

The base salary of the employees determines the percent of premium cost that is contributed.

The contribution is phased in at 25% per year:

- a) for employees hired on or after June 28, 2011 and not subject to Collective Negotiations Agreement ("CNA") that is in effect, the initial phase in is upon date of hire
- b) when a CNA that is in effect on June 28, 2011 expires or is in almost any way modified

Full contribution (Year 4) takes effect immediately for employees hired after June 28, 2011 who are not covered by a CNA or would be covered by a CNA that has expired.

When contributions begin, if the 1.5% of base salary calculation under Ch. 2 is greater than the standard contribution, that amount is paid until the new contribution percentage is greater.

10. PENSIONS PLANS

Description of Systems

Substantially all of the Town'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 Pension Fund ("PFRS"). These systems are sponsored and administered by the New Jersey Division of Pensions and Benefits. The PERS and the PFRS are considered cost sharing multiple-employer plans.

Public Employees Retirement System

PERS was established January 1, 1955, under the provisions of N.J.S.A. 43:15A, to provide coverage, including postretirement health care, to substantially all full-time employees of the State or any County, Municipality, School district or public agency, provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service and 25 years for health care coverage.

Tier 1 Members (members enrolled prior to July 1, 2007) are eligible for retirement at age 60 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available to those under 60 with 25 or more years of credited service. Members who retire early and are under age 55 receive retirement benefits as calculated in the above mentioned formula, but at a reduced rate (1/4 of 1% for each month the member lacks of attaining age 55).

Tier 2 Members (members enrolled July 1, 2007 to November 2, 2008) are eligible for retirement at age 66 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available to those under age 60 with 25 or more years of credited service. Members who retire early and are under age 60 receive retirement benefits as calculated in the above mentioned formula, but at a reduced rate (1/12th of 1% each month the member lacks attaining age 60, but over age 55 and 1/4 of 1% for each month the member lacks of attaining age 55).

Chapter 89, P.L. 2008, established a minimum base salary of \$7,700 per year to be eligible for enrollment in Tier 3 of the PERS (members enrolled on or after November 2, 2008 and prior to May 21, 2010) and are eligible for retirement at age 62 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each

year of membership during years of creditable service. Early retirement is available to those under age 62 with 25 or more years of credited service. Members who retire early and are under age 62 receive retirement benefits as calculated in the above mentioned formula, but at a reduced rate (1/12 of 1% for each month the member lacks of attaining age 62 but over age 55 and 1/4 of 1% for each month the member lacks of attaining age 55).

Chapter 1, P.L. 2010, requires a minimum of 32 hours per week to be eligible to enroll in Tier 4 of PERS (members enrolled after May 21, 2010) and are eligible for retirement at age 62 with an annual benefit generally determined to be 1/60th of the average annual compensation for the highest five fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available to those under 62 with 25 of more years of credited service. Members who retire early and are under age 62, receive retirement benefits as calculated in the above mentioned formula, but at a reduced rate (1/12 of 1% for each month the member lacks of attaining age 62 but over age 55 and 1/4 of 1% for each month the member lacks of attaining age 55). Chapter 1, P.L. 2010 imposes maximum compensation limits for PERS pension contributions for those who become members after May 21, 2010. For 2013, that amount is \$106,800.00. Any members hired after May 21, 2010 whose annual maximum compensation will be reached in any year, become a participant of the Defined Contribution Retirement Program ("DCRP") with regard to the remaining compensation, unless the member irrevocably elects to waive participation in the DCRP. For the amount of compensation in excess of the maximum compensation, 5.5 % will be deducted as a contribution for the purposes of the DCRP. The Township will be responsible for the DCRP's matching 3 contribution.

Tier 5 became effective as of June 28, 2011 and requires a minimum of 32 hours per week for local and school employees and 35 hours per week for state employees. Employees who do not work the minimum hours of work but earn over \$5,000.00 may participate in the Defined Contribution Retirement Plan. PERS salary limited to Social Security maximum wage, minimum age to retire is 65 and the annual retirement benefit equals years of service divided by the average of last five years salary. Additional requirements and limitations apply for early retirements and veteran retirements.

Police and Firemen's Retirement System

PFRS was established July 1, 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 1, P.L. 2010 imposes a maximum compensation limit for officers who become members after May 21, 2010. For 2013, that amount is \$106,800.00. Any member hired after May 21, 2010 whose annual maximum compensation is reached in any year will become a participant of the DCRP with regard to the remaining compensation, unless the member irrevocably elects to waive participation in the DCRP. For the amount of compensation in excess of the maximum compensation, 5.5% will be deducted as a contribution for the purposes of the DCRP. The Township will be responsible for the DCRP's matching 3% contribution. Tier 5 requirements for PFRS enrollers after June 28, 2011 are the same as those under PERS.

Deferred Compensation Plan (Un-audited)

The Township offers its employees a Deferred Compensation Plan (the "DC Plan") created in accordance with the provisions of N.J.S.A. 43:15B-1 et seq., and the Internal Revenue Code, Section 457. The DC 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 a Deferred Compensation Plan have been codified in the New Jersey Administrative Code under the reference N.J.A.C. 5:37.

The "Small Business Job Protective Act of 1996" (the "Act") 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.

Consolidated Police and Firemen's Pension Fund

The Consolidated Police and Firemen's Pension Fund (CPFPPF) is a defined benefit pension fund established in 1952 to replace, on an actuarial basis, 212 local police and firemen pension funds. The CPFPPF membership is limited to policemen and firemen appointed prior to July 1, 1944. The liabilities of these funds were shared by two-thirds of the participating municipalities and one-third by the State. The CPFPPF Board of Trustees has the responsibility for the proper administration of the retirement system.

Contributions Required and Made

Contributions made by employees for PERS and PFRS are currently 6.5% and 10% respectively of their base wages. Employer contributions are actuarially determined on an annual basis by the Division of Pensions. Contributions to the plan for the prior three (3) fiscal years are as follows:

Year	PERS		PFRS		CPFPPF
	Township	Employees	Township	Employees	Township
2013	\$ 1,443,864.12	\$ 710,099.55	\$ 4,977,466.53	\$ 1,847,787.03	\$
2012	1,478,324.88	663,054.44	4,562,095.00	1,817,682.02	80,163.69
2011	1,488,174.00	620,670.64	5,540,321.00	1,787,005.07	76,779.96

Beginning July 2012, for PERS participants, the contribution rate will increase another 1.0% over the next seven years.

11. 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. The program 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. 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 and is irrevocable.

As of May 21, 2010, the municipal base salary required for eligibility in the DCRP was increased to \$5,000.00.

The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

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),
- 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.
- Other employees commencing service after July 1, 2007, pursuant to an appointment by an elected official or elected governing body, which include the statutory untenured chief administrative officer such as the Business Administrator, County Administrator or Municipal or County Manager, Department Heads, Legal Counsel, Municipal or County Engineer, Municipal Prosecutor and the Municipal Court Judge.

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

Contributions Required and Made

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 two years are as follows:

<u>Year</u>	<u>Township</u>	<u>Employees</u>
2013	\$ 3,592.00	\$ 5,820.00
2012	3,710.82	5,359.20

12. OTHER POST-EMPLOYMENT (RETIREMENT) BENEFITS (OPEB)-OTHER THAN PENSIONS

The Township has a defined post retirement Employee Health Benefits Program authorized pursuant to ordinance(s) to provide medical benefits to retired employees. The Township provides medical and prescription drug insurance to all regular permanent full-time employees upon their successful retirement with the State of New Jersey, Division of Pensions. Uniformed police and fire employees are enrolled in the State Health Benefits Program (SHBP) and as such, the Township is not required to report separately on these OPEB.

The Township provided non-uniformed employees health benefits pursuant to an agreement with Horizon Blue Cross Blue Shield. The rates used for the OPEB study are the Direct Access 10-Husband and Wife premium, \$1,571.19 monthly premium for medical and \$716.93 monthly premium for prescription. This is an annual OPEB cost of \$27,455.16 in 2013 dollars. We use the higher premium amount so as to calculate the maximum possible financial exposure. Again, this excludes uniformed police and fire.

Based on a review of the employee roster (or census) fifty-two (52) Township employees may be eligible to receive the aforementioned OPEB. The Township's OPEB costs are funded on a pay as you go basis; as invoices are submitted they are paid through the annual budget process. The payments for OPEB costs to be funded in the future, by the Township, are calculated based on the annual required contribution (ARC). The specific calculation of the ARC is actuarially determined in accordance with GASB 45 and pursuant to the guidance provided in LFN-2007-15 of the New Jersey Division of Local Government Services, pertaining to the "Disclosure of Liabilities for Other Post-Employment Benefits for Municipalities and Counties". The rules established in these guideline are intended to provide: 1- a calculation of an annual payment that reflects the current expense of paying for already retired employees; and 2- to recognize the costs being incurred for payments that will be made in the future for today's employees.

The aforementioned LFN indicates that New Jersey Budget Law does not require funding of OPEB amounts beyond the invoices presented for payment and budgeted for on an annual basis. In other words, future OPEB expenses are deferred and not recorded on the financial records of local units. However, local units in New Jersey are required to comply with the calculation and disclosure provisions of GASB 45 (and related SEC requirements when a local unit has outstanding debt obligations).

The Township's OPEB plan is capped at age 65, at which time the employee is enrolled in Medicare and may elect to pay their continuing "wrap-around" premium directly to the Township/insurer, or obtain a private individual Medicare Advantage type policy. The claims history of those retirees continuing with the Township's health insurance plan and may impact the overall health insurance rate charged to the Township. Notwithstanding the foregoing, the 65 years of age restriction reduces the Township' exposure and increases the accuracy of the OPEB calculations inasmuch as the "age expectancy" for each employee (also referred to as a member(s)) does NOT have to be estimated.

The Township has 52 covered, eligible employees; who may reasonably be assumed to receive OPEB. The calculation of OPEB assumes that at some point (2025) the Township may need to pay up to 52 employees for OPEB.

To comply with GASB and related rules, the Township must update the calculated OPEB obligation every three years. The actuarial assumptions are based on the demographic guidelines and health

care assumptions of the SHBP. However, the aforementioned age 65 restriction provides for actuarial compliance and accuracy. The following is the annual OPEB calculation and related information for the plan:

1. The Township's December 31, 2013 "Normal" cost of OPEB for future retirees to be paid in the future: Current Eligible Regular Employees (52) = \$1,607,424.

The cost is based on the current health insurance plan design and premiums excluding certain regular employees and COBRA eligible employees. This is the estimated (projected) annual cost of future retirees assuming the growth in health insurance costs and that all 52 employees will retire with benefits, spread out over a 7.5 year eligibility period, and with an OPEB age cap of 65 years of age. Please note: If uniformed police and fire employees (retirees) were included the OPEB eligibility period would be significantly greater than 7.5 years.

2. Actuarial calculations:

Valuation date: 12/31/13

Actuarial Valuation of OPEB Assets: \$0 (zero)

Actuarial estimated ("projected") simple present value of accrued total OPEB liability: \$11,808,846 for all years in the calculation period. The simple PV is \$1,574,512 multiplied by the valuation cycle of 7.5 years.

Approximate OPEB calculation period: 2013-2035 (valuation cycle: 7.5 years/period)

Actuarial estimated ("projected") present value of accrued total OPEB liability: \$12,056,982.

Unfunded actuarial percent: 100% (or 0% funded). The Township pays the annual OPEB through the annual appropriation process.

The present value (PV) of all other post-employment benefits (OPEB) is a total of all expected future benefits to be paid over the actuarial period, based on certain assumptions. (This PV is \$1,574,512 annually, on average (un-weighted) for 22 year actuary period with a maximum payout of ten years and an average payout of seven and one-half years.) On average over the next 22 years the Township will incur up to \$1,607,424 annually, for OPEB applicable to the current 52 eligible member employee group. This number may increase depending on medical cost inflation rates. A 5% inflation factor for retiree health benefits.

13. 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 Township are general obligation bonds, backed by the full faith and credit of the Township. 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.

Summary of Municipal Debt (Excluding Current and Operating Debt and Type I School Debt):

	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Issued</u>			
General:			
Bonds, Notes and Loans	\$ 65,914,524.05	\$ 73,338,735.94	\$ 78,400,910.24
Water:			
Bonds, Notes and Loans	15,135,917.55	16,190,889.95	16,871,640.71
Sewer:			
Notes	2,139,551.00	2,174,525.00	2,198,000.00
Parking:			
Bonds and Notes	<u>14,885,000.00</u>	<u>15,220,000.00</u>	<u>15,550,000.00</u>
Total Issued	<u>98,074,992.60</u>	<u>106,924,150.89</u>	<u>113,020,550.95</u>
<u>Authorized but Not Issued</u>			
General:			
Bonds and Notes	7,031,401.30	7,657,154.43	5,437,167.93
Water:			
Bonds and Notes	2,505,366.00	2,505,366.00	2,278,191.00
Sewer:			
Bonds and Notes	<u>2,050,100.00</u>	<u>2,050,100.00</u>	<u>2,050,500.00</u>
	<u>11,586,867.30</u>	<u>12,212,620.43</u>	<u>9,765,858.93</u>
Less: Cash on Hand			
General			
Reserve for Debt Service	<u>668,250.00</u>	<u>668,250.00</u>	590,734.12
	<u>668,250.00</u>	<u>668,250.00</u>	<u>4,693,833.44</u>
			<u>5,284,567.56</u>
Net Bonds and Notes Issued and Authorized but Not Issued	<u>\$ 108,993,609.90</u>	<u>\$ 118,468,521.32</u>	<u>\$ 117,501,842.32</u>

Summary of Statutory Debt Condition – Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Statement and indicates a statutory net debt of 1.086%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$ 87,993,080.28	\$ 87,993,080.28	\$
Utility Debt	36,715,921.95	36,715,921.95	
General Debt	<u>72,945,925.35</u>	<u>668,250.00</u>	<u>72,277,675.35</u>
	<u>\$ 197,654,927.58</u>	<u>\$ 125,377,252.23</u>	<u>\$ 72,277,675.35</u>

Net Debt, \$72,277,675.35 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, \$6,650,181,621.00 equals 1.086%.

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

3 1/2% of Equalized Valuation Basis	\$ 232,756,356.74
Net Debt	<u>72,277,675.35</u>
Remaining Borrowing Capacity	<u>\$ 160,478,681.39</u>

School Debt Deductions

School debt is deductible up to the extent of 4.0% of the Average Equalized Assessed Valuations of real property for the Local School District.

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

Water Utility

Fund Balance and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 7,009,027.84
Deductions:		
Operating and Maintenance Cost	\$ 5,190,457.00	
Debt Service	<u>1,500,942.27</u>	
		<u>6,691,399.27</u>
Excess in Revenue		<u>\$ 317,628.57</u>

There being an excess in revenue, all such utility debt is deductible.

Sewer Utility

Fund Balance and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 5,176,441.13
Deductions:		
Operating and Maintenance Cost	\$ 4,582,420.00	
Debt Service	<u>234,025.65</u>	
		<u>4,816,445.65</u>
Excess in Revenue		<u>\$ 359,995.48</u>

There being an excess in revenue, all such utility debt is deductible.

Parking Utility

Fund Balance and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 4,424,391.28
Deductions:		
Operating and Maintenance Cost	\$ 2,109,298.00	
Debt Service	<u>1,052,950.04</u>	
		<u>3,162,248.04</u>
Excess in Revenue		<u>\$ 1,262,143.24</u>

There being an excess in revenue, all such utility debt is deductible.

The foregoing debt information is in agreement with the Revised Annual Debt Statement filed by the Chief Financial Officer.

As of December 31, 2013, the Township's long-term debt is as follows:

General Capital Bonds

\$9,465,000, 2005 Refunding Bonds, due in annual installments of \$1,455,000 through July 15, 2014, interest at rate of 5.00%.	\$ 1,250,000.00
\$19,215,000, 2006 Bonds, due in annual installments of \$450,000 to \$2,000,000 through January 1, 2026, interest at rates from 4.50% to 4.625%.	17,565,000.00
\$8,252,000, 2008 Bonds, due in annual installments of \$550,000 to \$1,200,000 through September 1, 2021, interest at rates from 3.50% to 4.00%.	6,552,000.00
\$18,519,000, 2011 Bonds, due in annual installments of \$1,105,000 to \$1,889,000 through March 1, 2024, interest at rates from 3.00% to 4.00%.	16,549,000.00
\$4,960,000, 2011 Refunding Bonds, due in annual installments of \$970,000 to \$1,075,000 through February 1, 2017, interest at rates from 3.00% to 5.00%.	4,080,000.00
\$2,780,000, 2012 Pension Refunding Bonds, due in annual installments of \$245,000 to \$455,000 through April 1, 2021, interest at rates from .891% to 3.053%.	2,725,000.00
\$10,500,000, 2013 Bonds, due in annual installments of \$635,000 to \$1,270,000 through March 1, 2024, interest at rates from 4.0% to 5.0%.	10,500,000.00
	<u>59,221,000.00</u>
	<u>\$ 59,221,000.00</u>

Water Utility Bonds

\$755,000, 2005 Bonds, due in annual installments of \$110,000 to through July 15, 2014, interest at rate of 5.00%.	\$ 110,000.00
\$3,453,000, 2006 Bonds, due in annual installments of \$100,000 to \$275,000 through January 1, 2027, interest at rates from 4.50% to 4.625%.	3,038,000.00
\$3,349,000, 2008 Bonds, due in annual installments of \$50,000 to \$300,000 through September 1, 2026, interest at rates from 3.50% to 4.25%.	3,159,000.00
\$1,065,000, 2011 Bonds, due in annual installments of \$100,000 to \$165,000 through March 1, 2021, interest at rates from 2.00% to 3.375%.	865,000.00
\$1,550,000, 2011 Refunding Bonds, due in annual installments of \$280,000 to \$315,000 through February 1, 2017, interest at rates of 3.00% .	1,230,000.00
	<u>8,402,000.00</u>
	<u>\$ 8,402,000.00</u>

Parking Utility Bonds

\$14,555,000, Series A Bonds, due in annual installments of \$320,000 to \$880,000 through January 1, 2037, interest at rates from 4.50% to 4.625%.

\$ 13,135,000.00

\$1,890,000, Series B Bonds, due in annual installments of \$30,000 to \$135,000 through January 1, 2037, interest at rates from 6.40% to 6.50%.

1,750,000.00

\$ 14,885,000.00

A schedule of annual debt service for principal and interest for bonded debt is as follows:

Calendar Year	Total	General		Water Utility		Parking Utility	
		Principal	Interest	Principal	Interest	Principal	Interest
2014	9,531,743.08	5,360,000.00	2,121,071.58	680,000.00	306,041.50	355,000.00	709,630.00
2015	9,154,774.91	5,025,000.00	2,048,938.97	700,000.00	323,070.94	365,000.00	892,765.00
2016	8,815,163.96	4,885,000.00	1,876,696.63	720,000.00	278,177.33	380,000.00	675,290.00
2017	8,693,820.31	4,955,000.00	1,705,500.55	725,000.00	251,339.76	400,000.00	656,980.00
2018	8,552,635.88	5,135,000.00	1,528,134.63	610,000.00	226,688.75	415,000.00	637,812.50
2019	8,433,426.00	5,200,000.00	1,381,424.75	595,000.00	204,213.75	435,000.00	617,787.50
2020	8,194,293.01	5,225,000.00	1,142,354.26	595,000.00	180,126.25	455,000.00	596,812.50
2021	7,437,161.83	4,562,000.00	942,501.21	725,000.00	153,154.37	480,000.00	574,506.25
2022	6,746,605.01	4,295,000.00	739,750.63	535,000.00	125,995.00	500,000.00	550,859.38
2023	7,170,451.88	4,955,000.00	531,966.25	535,000.00	102,245.00	520,000.00	526,240.63
2024	7,040,088.75	5,069,000.00	302,280.00	540,000.00	78,370.00	550,000.00	500,418.75
2025	3,694,726.25	1,915,000.00	137,125.00	540,000.00	54,370.00	575,000.00	473,231.25
2026	3,438,413.75	1,785,000.00	44,625.00	534,000.00	29,995.00	600,000.00	444,793.75
2027	1,280,740.63			230,000.00	5,750.00	630,000.00	414,990.63
2028	1,043,706.26					660,000.00	383,706.26
2029	1,040,987.51					690,000.00	350,987.51
2030	1,036,834.38					720,000.00	316,834.38
2031	1,036,084.38					755,000.00	281,084.38
2032	1,043,343.76					800,000.00	243,343.76
2033	1,033,728.13					830,000.00	203,728.13
2034	1,037,284.38					875,000.00	162,284.38
2035	1,038,618.76					920,000.00	118,618.76
2036	1,032,846.88					980,000.00	72,846.88
2037	1,039,737.50					1,015,000.00	24,737.50
	<u>\$ 108,567,197.19</u>	<u>\$ 58,366,000.00</u>	<u>\$ 14,502,369.46</u>	<u>\$ 8,264,000.00</u>	<u>\$ 2,319,537.65</u>	<u>\$ 14,885,000.00</u>	<u>\$ 10,230,290.08</u>

The above General Bonds and Water Utility debt schedules include the February 27, 2014 Refunding Bond Sale.

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

Green Acres Trust Loans Payable – General Capital Fund

The Township has two loans remaining from the State of New Jersey, Department of Environmental Protection, at an interest rate of 0.00% to 2.00% for Project Youth Sports.

Project Youth Sports:

\$250,000, loan due in semi-annual installments through May 2026, interest at 2.00%. \$ 171,183.76

Project Youth Sports II:

\$250,000, loan due in semi-annual installments of \$6,410.26 through December 2029, interest free. 198,717.92

\$ 369,901.68

The following is a schedule of annual principal and interest payments for Green Acres Trust Loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 25,003.25	\$ 3,363.07	\$ 28,366.32
2015	25,248.13	3,118.19	28,366.32
2016	25,497.92	2,868.39	28,366.31
2017	25,752.74	2,613.58	28,366.32
2018	26,012.67	2,353.65	28,366.32
2019	26,277.84	2,088.48	28,366.32
2020	26,548.34	1,817.99	28,366.33
2021	26,824.25	1,542.06	28,366.31
2022	27,105.73	1,260.59	28,366.32
2023	27,392.86	973.46	28,366.32
2024	27,685.77	680.55	28,366.32
2025	27,984.56	381.76	28,366.32
2026	20,516.46	76.96	20,593.42
2027	12,820.52		12,820.52
2028	12,820.52		12,820.52
2029	6,410.12		6,410.12
	<u>\$ 369,901.68</u>	<u>\$ 23,138.73</u>	<u>\$ 393,040.41</u>

Environmental Infrastructure Loans Payable – General Capital Fund

The Township was awarded a loan in 2004 from New Jersey Environmental Infrastructure Trust in the sum of \$878,438.00. The loan portion of \$443,438.00 was issued interest free, while the trust loan portion of \$435,000.00 was issued at interest rates ranging from 3.00% to 5.00%.

2004:

Payments are semi-annual through the year 2024 \$ 544,589.04

The following is a schedule of annual principal and interest payments for the Environmental Infrastructure Loan – General Capital Fund:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 41,833.29	\$ 13,656.26	\$ 55,489.55
2015	41,314.33	12,856.26	54,170.59
2016	49,038.93	12,056.26	61,095.19
2017	48,390.21	11,056.26	59,446.47
2018	47,579.32	9,806.26	57,385.58
2019	46,768.42	8,556.26	55,324.68
2020	54,201.10	7,306.26	61,507.36
2021	53,228.04	5,806.26	59,034.30
2022	52,254.96	4,306.26	56,561.22
2023	51,282.08	2,806.26	54,088.34
2024	58,698.36	1,531.26	60,229.62
	<u>\$ 544,589.04</u>	<u>\$ 89,743.86</u>	<u>\$ 634,332.90</u>

Business District Loan Payable

The Township has taken over the repayment of a business district loan issued by the State Department of Community Affairs in the sum of \$490,000.00. The loan is interest free and payable over fifteen years. Payments are \$32,666.67 a year. The balance remaining at December 31, 2013 is \$457,333.33

Environmental Infrastructure Loans Payable – Water Utility Fund

The Township was awarded four loans from the New Jersey Environmental Infrastructure Trust. The Fund Loan portion was issued interest free, while the Trust Loan portion was issued at interest ranging from 4.00% to 5.70%.

1999 Loan:

Payments are semi-annual through the year 2019. \$ 661,324.76

2001 Loan:

Payments are semi-annual through the year 2021. 644,108.55

2002 Loan:

Payments are semi-annual through the year 2022. 977,628.71

2010 Loan:

Payments are semi-annual through the year 2029. 613,265.53

\$ 2,896,327.55

The following is a schedule of annual principal and interest payments for the Environmental Infrastructure Loan – Water Capital Fund:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 351,120.20	\$ 80,740.00	\$ 431,860.20
2015	356,540.65	71,715.00	428,255.65
2016	303,698.33	62,315.00	366,013.33
2017	313,878.38	52,390.00	366,268.38
2018	323,866.19	41,940.00	365,806.19
2019	333,717.29	30,775.00	364,492.29
2020	238,376.14	19,175.00	257,551.14
2021	242,953.97	13,050.00	256,003.97
2022	156,060.19	6,875.00	162,935.19
2023	38,016.58	3,150.00	41,166.58
2024	38,016.58	2,750.00	40,766.58
2025	38,016.58	2,350.00	40,366.58
2026	38,016.58	1,950.00	39,966.58
2027	38,016.58	1,600.00	39,616.58
2028	43,016.58	1,200.00	44,216.58
2029	43,016.73	600.00	43,616.73
	<u>\$ 2,896,327.55</u>	<u>\$ 392,575.00</u>	<u>\$ 3,288,902.55</u>

Special Emergency Note

Outstanding Special Emergency Note is as follows:

	<u>Interest Rate</u>	<u>Total</u>
Current Fund	Capital Note - No Interest	\$ <u>534,000.00</u>

Bond Anticipation Notes

Outstanding Bond Anticipation Notes are summarized as follows:

<u>Notes</u>	<u>Rate</u>	<u>Amount</u>
General Capital Fund	1.00%	\$ 5,321,700.00
Water Utility Capital Fund	1.00%	3,837,590.00
Sewer Utility Capital Fund	1.00%	<u>2,139,551.00</u>
		<u>\$ 11,298,841.00</u>

Statutory requirements for providing sums equivalent to legally payable installments for the redemption of notes (Budget Appropriation) and permanent funding (Bond Issues) are summarized as follows:

Original Notes <u>Issued</u>	Legal Installments <u>Due</u>	Permanent Funding Required <u>as of May 1</u>
2010	2013 - 2020	2021
2011	2014 - 2021	2022
2012	2015 - 2022	2023

Bonds and Notes Authorized but Not Issued

There were Bonds and Notes Authorized but Not Issued in the following amounts:

	Balance <u>Dec. 31, 2013</u>
General Capital Fund	
General Improvements	<u>\$ 7,031,401.30</u>
Water Utility Capital Fund	
General Improvements	<u>\$ 2,505,366.00</u>
Sewer Utility Capital Fund	
General Improvements	<u>\$ 2,050,100.00</u>

14. SCHOOL DEBT

The Board of Education of the Township of Montclair is a Type I School District and the members of the Board of Education are appointed by the Mayor. A Board of School Estimate approves the school district tax levy after the final budget is determined by the Board of Education. The members of the Board of School Estimate include the Mayor, two members of the local school board and two members of the governing body. School debt, authorized by the Board of School Estimate, are obligations of the Township and school debt service is raised as part of the school tax levy. School debt is reported on the balance sheet of the General Capital Fund and is detailed as follows:

\$14,600,000, 2008 Bonds, due in annual installments of \$250,000 to \$1,050,000 through January 2028, interest at 3.50% to 5.00%.	\$ 12,750,000.00
\$9,662,000, 2010 Bonds, due in annual installments of \$260,000 to \$847,000 through June 2030, interest at 2.50% to 4.00%	9,227,000.00
\$21,660,000, 2011 Bonds, due in annual installments of \$800,000 to \$1,450,000 through March 2031, interest at 3.00% to 4.625%.	20,170,000.00
\$2,750,000, 2011 Refunding Bonds, due in annual installments of \$485,000 to \$595,000 through February 2017, interest at 3.00%.	2,255,000.00
\$22,000,000, 2013 Bonds, due in annual installments of \$980,000 to \$1,960,000 through March 2028 interest at 2.50% to	<u>22,000,000.00</u>
	<u>\$ 81,267,000.00</u>

A schedule of annual debt service for principal and interest for School Serial Bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 3,885,000.00	\$ 3,142,415.02	\$ 7,027,415.02
2015	4,015,000.00	3,079,658.33	7,094,658.33
2016	4,350,000.00	2,925,323.40	7,275,323.40
2017	4,550,000.00	2,755,920.05	7,305,920.05
2018	4,450,000.00	2,575,373.50	7,025,373.50
2019	4,570,000.00	2,384,248.50	6,954,248.50
2020	4,705,000.00	2,182,173.50	6,887,173.50
2021	4,855,000.00	1,970,873.50	6,825,873.50
2022	5,010,000.00	1,753,736.00	6,763,736.00
2023	5,154,000.00	1,528,881.00	6,682,881.00
2024	5,403,000.00	1,292,103.50	6,695,103.50
2025	5,557,000.00	1,066,241.00	6,623,241.00
2026	5,786,000.00	852,226.13	6,638,226.13
2027	6,130,000.00	624,225.63	6,754,225.63
2028	6,359,000.00	381,281.25	6,740,281.25
2029	2,170,000.00	210,406.25	2,380,406.25
2030	2,258,000.00	115,750.00	2,373,750.00
2031	<u>1,450,000.00</u>	<u>33,531.25</u>	<u>1,483,531.25</u>
	<u>\$ 80,657,000.00</u>	<u>\$ 28,874,367.81</u>	<u>\$ 109,531,367.81</u>

The above annual debt schedule includes the February 27, 2014 refunding bond sale of \$11,855,000.00, which refunded \$12,465,000.00 of school bonds.

Temporary Notes

Outstanding Temporary Notes for School purposes are as follows:

<u>Notes</u>	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	1.00%	<u>\$ 1,180,000.00</u>

Bonds and Notes Authorized but Not Issued for School purposes in the following amount:

General Capital Fund	<u>\$ 5,546,080.28</u>
----------------------	------------------------

15. INTERFUND RECEIVABLES AND PAYABLES

As of December 31, 2013, interfund receivables and payable 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	\$ 82,947.48	\$ 1,573,827.10
Federal and State Grant Fund	838,765.35	131,526.35
Assessment Trust Fund	62,753.10	54,311.20
Animal Control Trust Fund		2,503.00
General Trust Fund	516,306.71	8,757.15
General Capital Fund	411,972.58	204,064.30
Water Utility Operating Fund	182,455.59	
Water Utility Capital Fund	13,630.22	181,980.18
Sewer Utility Operating Fund	2,566.01	475.41
Sewer Utility Capital Fund	6,548.54	2,566.01
Parking Utility Operating Fund	416,330.15	
Parking Utility Capital Fund		334,722.46
Payroll Account		39,542.57
	<u>\$ 2,534,275.73</u>	<u>\$ 2,534,275.73</u>

16. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING YEARS BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2013, the following deferred charges are shown on the balance sheet of the Current Fund:

	<u>Balance Dec. 31, 2013</u>	<u>2014 Budget Appropriation</u>
Current Fund:		
Special Emergency Authorization	<u>\$ 534,000.00</u>	<u>\$ 178,000.00</u>
	<u>\$ 534,000.00</u>	<u>\$ 178,000.00</u>

c. Federal and State Awards

The Township 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 Township 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, 2013 may be impaired. In the opinion of management, there are no significant contingent liabilities relating to noncompliance 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. Litigation

The Township is involved in several claims and lawsuits incidental to its operations. In the opinion of the administration and legal counsel, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the Township.

20. SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after December 31, 2013 through June 24, 2014, which is the date the financial statements were available to be issued. Based on this evaluation, management has determined that the following subsequent event requires disclosure.

A note sale of \$2,008,462.00 consisting of Water and Sewer Utility Note was held on March 1, 2014.

A refunding bond sale was held on February 27, 2014, consisting of \$14,960,000.00 General Improvements Refunding Bonds and \$2,580,000.00 Water Utility Refunding Bonds and \$11,855,000.00 School Refunding Bonds, Series 2014B. The detailed debt schedules reported under Notes 13 and 14 include the Refunding Bond Sale.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
YEAR ENDED DECEMBER 31, 2013

A-4

	Ref.	<u>Regular Fund</u>	
Balance, December 31, 2012	A		\$ 13,644,896.12
Increased by Receipts:			
Miscellaneous Revenue Not Anticipated	A-2d	\$ 502,464.83	
Tax Collector	A-5	193,461,033.36	
Petty Cash	A-8	3,500.00	
Due from State of New Jersey:			
Senior Citizens' and Veterans' Deductions	A-9	125,175.34	
Revenue Accounts Receivable	A-15	11,145,122.33	
Interfunds Receivable	A-17	733,693.72	
Library State Aid	A-23	16,503.00	
Due to State of New Jersey	A-25	60,106.00	
Interfunds Payable	A-27	9,813,601.71	
Capital Note Payable	A-32	534,000.00	
Unappropriated Reserves	A-37	1,216,095.38	
Contra Items:			
Appropriation Refunds	Contra	<u>3,364,054.67</u>	
			<u>220,975,350.34</u>
			<u>234,620,246.46</u>
Decreased by Disbursements:			
Budget Appropriations	A-3	69,173,432.21	
Petty Cash	A-8	3,500.00	
Interfunds Receivable	A-17	733,693.72	
Appropriation Reserves	A-21	2,242,522.06	
Library State Aid	A-23	16,503.00	
Due to State of New Jersey	A-25	57,606.00	
Tax Overpayments Refunded	A-26	813,428.24	
Interfunds Payable	A-27	10,954,099.10	
County Taxes Payable	A-29	32,473,943.88	
Local School District Tax	A-30	97,509,698.00	
Special Improvement District Tax	A-31	460,850.00	
Emergency Note Payable	A-32	712,000.00	
Unappropriated Reserves	A-37	500,000.00	
Contra Items	Contra	<u>3,364,054.67</u>	
			<u>219,015,330.88</u>
Balance, December 31, 2013	A		<u>\$ 15,604,915.58</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENT - COLLECTOR
YEAR ENDED DECEMBER 31, 2013

A-5

	<u>Ref.</u>	
Increased by Receipts:		
Interest and Costs on Taxes	A-2a	\$ 677,899.05
Miscellaneous Revenue Not Anticipated	A-2d	6,246.79
Other Accounts Receivable	A-14	102,249.28
Taxes Receivable	A-10	189,484,032.71
Revenue Accounts Receivable	A-15	2,010,038.47
Tax Overpayments	A-26	344,467.71
Prepaid Taxes	A-33	834,515.96
Prepaid PILOT	A-34	1,583.39
		<u>193,461,033.36</u>
Decreased by Disbursements:		
Paid to Treasurer	A-4	<u>193,461,033.36</u>
		<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH MANAGEMENT FUND
YEAR ENDED DECEMBER 31, 2013

A-6

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 3,469.63
Increased by:		
Accrued Interest	A-15	<u>1.97</u>
Balance, December 31, 2013	A	<u>\$ 3,471.60</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CHANGE FUNDS
DECEMBER 31, 2013

A-7

	<u>Ref.</u>	
Balance, December 31, 2012	A	<u>\$ 525.00</u>
Balance, December 31, 2013	A	<u><u>\$ 525.00</u></u>
 <u>Analysis of Balance</u>		
Tax Collector		\$ 200.00
Municipal Court Clerk		220.00
Municipal Clerk		30.00
Building Inspector		25.00
Public Works (Recycling)		<u>50.00</u>
		<u><u>\$ 525.00</u></u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PETTY CASH FUNDS
DECEMBER 31, 2013

A-8

	<u>Funds Established</u>	<u>Funds Returned</u>
Treasurer	\$ 3,000.00	\$ 3,000.00
Public Works	150.00	150.00
Recreation Department	100.00	100.00
Municipal Clerk	100.00	100.00
Police Department	150.00	150.00
	<u>\$ 3,500.00</u>	<u>\$ 3,500.00</u>
	A-4	A-4

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE FROM STATE OF NEW JERSEY
PER CHAPTER 129, P.L. 1976
YEAR ENDED DECEMBER 31, 2013

A-9

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 3,610.74
Increased by:		
Veterans' and Senior Citizens' Deductions per Tax Billings		\$ 124,000.00
Veterans' and Senior Citizens' Deductions Allowed by Tax Collector		<u>2,250.00</u>
		126,250.00
Less: Veterans' and Senior Citizens' Deductions Disallowed by Tax Collector		
	A-2c, A-10	<u>1,052.06</u>
		<u>125,197.94</u>
		128,808.68
Decreased by:		
Collections	A-4	<u>125,175.34</u>
Balance, December 31, 2013	A	<u><u>\$ 3,633.34</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

TAX TITLE LIENS
YEAR ENDED DECEMBER 31, 2013

A-11

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 107,177.31
Increased by:		
Transferred from Taxes Receivable	A-10	<u>12,378.75</u>
Balance, December 31, 2013	A	<u>\$ 119,556.06</u>

PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)
DECEMBER 31, 2013

A-12

	<u>Ref.</u>	
Balance, December 31, 2012	A	<u>\$ 317,900.00</u>
Balance, December 31, 2013	A	<u>\$ 317,900.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

OTHER LIENS RECEIVABLE
DECEMBER 31, 2013

A-13

	<u>Ref.</u>	<u>Demolition</u>
Balance, December 31, 2012	A	\$ 7,500.00
Balance, December 31, 2013	A	\$ 7,500.00

Analysis of Balance

	<u>Block</u>	<u>Lot</u>	
	4203	13	\$ 7,500.00

OTHER ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

A-14

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 107,654.28
Increased by:		
Interest Penalty on Delinquent Taxes - Net	Reserve	69,000.04
		<u>176,654.32</u>
Decreased by:		
Collections	A-1, A-5	102,249.28
		<u>102,249.28</u>
Balance, December 31, 2013	A	\$ 74,405.04

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

A-15
Sheet # 1

	Ref.	Balance Dec. 31, 2012	Accrued in 2013	Collections		Balance Dec. 31, 2013
				Treasurer	Collector	
Clerk:						
Licenses:						
Alcoholic Beverages	A-2	\$	\$ 58,000.00	\$ 58,000.00	\$	\$
Other	A-2b		49,105.00	49,105.00		
Fees and Permits	A-2b		89,709.40	89,709.40		
Health Officer:						
Licenses	A-2b		83,767.00	83,767.00		
Fees and Permits	A-2b		55,633.00	55,633.00		
Planning Board:						
Fees and Permits	A-2b		12,976.83	12,976.83		
Community Services:						
Fees and Permits	A-2b		6,591.59	6,591.59		
Housing and Zoning:						
Fees and Permits	A-2b		24,450.00	24,450.00		
Recreation and Parks:						
Fees and Permits	A-2b		452,438.55	452,438.55		
Police Department:						
Fees and Permits	A-2b		13,178.13	13,178.13		
Fire:						
Fees and Permits	A-2b		14,654.25	14,654.25		
Collector:						
Tax Searches	A-2b		30.00		30.00	
Public Works:						
Fees and Permits	A-2b		6,625.00	6,625.00		
Board of Adjustment:						
Fees and Permits	A-2b		15,430.00	15,430.00		
Construction Code Official:						
Building Permits	A-2a		838,901.00	838,901.00		
Fees and Permits - Additional	A-2a		12,134.00	12,134.00		
Municipal Court:						
Fines and Costs	A-2a		1,679,614.75	1,679,614.75		
Interest on Investments and Deposits	A-2a		89,700.56	89,700.56		
State School Building Aid (Ch. 212, P.L. 1975)	A-2a					
Energy Receipts Tax	A-2a		2,747,885.12	2,747,885.12		
Consolidated Municipal Property Tax Relief	A-2a		219,181.00	219,181.00		

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

A-15
Sheet # 2

	Ref.	Balance Dec. 31, 2012	Accrued in 2013	Collections		Balance Dec. 31, 2013
				Treasurer	Collector	
Interlocal Government Services:						
Fire Services	A-2a	\$	\$ 625,240.00	\$ 625,240.00	\$	\$
Health Contracts	A-2a		217,217.00	217,217.00		
Animal Control Services:						
Nutley	A-2a		29,674.24	29,674.24		
Verona	A-2a		39,355.49	39,355.49		
Anticipated Utility Surplus - Parking	A-2a		500,000.00	500,000.00		
Anticipated Utility Surplus - Sewer	A-2a		150,000.00	150,000.00		
Uniform Fire Safety Act	A-2a		50,677.90	50,677.90		
Cable Television Franchise Fee	A-2a		528,051.94	528,051.94		
Section 8 - Administrative Costs	A-2a		20,000.00	20,000.00		
Towing - Administrative Costs	A-2a		3,216.00	3,216.00		
Payments in Lieu of Taxes:						
Montclair Senior Housing Corp. (Orange Road)	A-2b		93,181.00			93,181.00
First Montclair Housing Corp. (Walnut Street)	A-2b		108,484.00			108,484.00
RTD Management Corp. (Lackawanna Plaza)	A-2b		107,259.00			107,259.00
RTD Management Corp. (Union Gardens)	A-2b		100,000.00			100,000.00
RTD Management Corp. (United Methodist Homes - Pineridge of Montclair)	A-2b		25,211.00			25,211.00
MAG	A-2b		95,000.00			95,000.00
11 Pine Street	A-2b		203,204.74			203,204.74
Siena	A-2b	4,504.18	1,051,192.88			1,039,926.71
55 Glenridge	A-2b		2,775.00			2,775.00
Herod Redevelopment	A-2b		94,291.84			94,291.84
11 Elm Street	A-2b		9,699.22			9,699.22
Lease - Orange Road Parking Plaza	A-2a		24,057.88	24,057.88		
Capital Fund Surplus	A-2a		1,800,000.00	1,800,000.00		
Alarm Registration Fees	A-2a		205,260.75	205,260.75		
Rear Yard Refuse Collection	A-2a		45,350.00	45,350.00		
FEMA Reimbursement	A-2a		198,734.29	198,734.29		
Reimbursement of Debt Service - Sewer Utility Operating	A-2a		175,000.00	175,000.00		
Penalty on Delinquent Taxes	A-2a		134,975.37			134,975.37
Salvation Army - Shelter Rent	A-2a		7,500.00	7,500.00		
Sale of Municipal Assets	A-2a					
Administrative Fees - Police Off-Duty	A-2a		59,208.56	59,208.56		
		<u>\$ 4,504.18</u>	<u>\$ 13,173,823.28</u>	<u>\$ 11,148,519.23</u>	<u>\$ 2,014,037.88</u>	<u>\$ 15,770.35</u>
	<u>Ref.</u>	<u>A</u>	<u>Reserve</u>	<u>A-15 Sheet 3</u>	<u>A-15 Sheet 3</u>	<u>A</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

A-15
Sheet # 3

	<u>Ref.</u>	Collections	
		<u>Treasurer</u>	<u>Tax Collector</u>
Cash Receipts	A-4, A-5	\$ 11,145,122.33	\$ 2,010,038.47
Prepaid Revenue	A-33		3,999.41
Accrued Interest	A-6	1.97	
Interfunds Payable	A-27	<u>3,394.93</u>	
	Sheet # 2	<u>\$ 11,148,519.23</u>	<u>\$ 2,014,037.88</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

FEDERAL AND STATE GRANT FUND RECEIVABLES
YEAR ENDED DECEMBER 31, 2013

A-16
Sheet # 1

	Balance Dec. 31, 2013	Realized in 2013	Collections	Canceled	Balance Dec. 31, 2013
Municipal Alliance on Alcoholism and Drug Abuse:					
2012	\$ 54,100.00				
2011	4,340.53			\$ 6,352.77	
2013		55,100.00	14,199.43	4,340.53	40,900.57
Essex County - Hurricane Sandy		31,946.00	6,120.00		25,826.00
Clean Communities Program		63,632.97	63,632.97		
Division on Aging - Citizen Services	3,956.00	15,504.00	15,584.00		3,876.00
Safe and Secure Communities:					
2012	60,000.00				60,000.00
2011	60,000.00		51,025.00		8,975.00
Alcohol Education, Rehabilitation and Enforcement Fund		5,161.93	5,161.93		
Nonpublic School Nursing:					
2013		122,404.00	122,404.00		
Cable Communication Grant		5,000.00	5,000.00		
DOT - Transit Village	200,000.00		127,425.00		72,575.00
Essex County - Police Records Management	22,200.00		22,200.00		
N.J. Department of Environmental Protection:					
Hazardous Discharge Program	50,489.19		14,326.61		36,172.58
Body Armor Replacement Fund		21,664.11	21,664.11		
Historic Trust - 2013		23,500.00			23,500.00
Historic Preservation	125.00	2,800.00	125.00		2,800.00
Historic Trust - Watchung Plaza	18,665.00		13,795.00		4,870.00
Recycling Tonnage Grant					
Essex Regional Health Commission		3,055.55	3,055.55		
Partners for Health		65,225.00	34,475.00		30,750.00
National Association of Health Officers		4,000.00	4,000.00		
Department of Environmental Protection					
Climate Showcase Communities Grant					
2010	23,832.78		6,250.00		17,582.78
U.S. Dept of Home Security					
Assistance to Firefighters:					
2010	25,265.00				25,265.00

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

FEDERAL AND STATE GRANT FUND RECEIVABLES
YEAR ENDED DECEMBER 31, 2013

A-16
Sheet #2

	Balance Dec. 31, 2012	Realized in 2013	Collections	Canceled	Balance Dec. 31, 2013
N.J. Highway Traffic Safety Grant	\$ 15,000.00	\$	\$ 15,000.00	\$	\$
N.J. Highway Traffic Safety: Pedestrian Safety Education and Enforcement: 2013		15,000.00			15,000.00
Drive Sober or Get Pulled Over 2012		4,400.00	4,400.00		
2013		4,400.00	4,400.00		
Click It or Ticket					
Drunk Driving Enforcement Grant		4,973.08	4,973.08		
Ed Byrne Memorial Justice Assistance: 2009	15,676.00		15,676.00		
New Jersey Department of Transportation: Safe Routes to School Program: 2007	265,290.34		173,848.64		91,441.70
Police	15,460.00				15,460.00
Engineer	82,014.12		69,902.12		12,112.00
	<u>\$ 916,423.96</u>	<u>\$ 447,766.64</u>	<u>\$ 866,390.67</u>	<u>\$ 10,693.30</u>	<u>\$ 487,106.63</u>

<u>Rel.</u>	A	A-6	Below	A-6	A
-------------	---	-----	-------	-----	---

Rel.

Interfunds	A-18	\$ 849,955.65
Applied from Unappropriated Reserves	A-37	<u>16,435.02</u>
	Above	<u>\$ 866,390.67</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

A-17

	Ref.	Current Fund			
		Total Current Fund	Animal Control Trust Fund	Water Operating Fund	Parking Utility Capital Fund
Balance, December 31, 2012	A	\$ 82,947.48	\$ 3.00	\$	\$ 82,944.48
Increased by:					
Advances	A-4	<u>733,693.72</u>	<u> </u>	<u>733,693.72</u>	<u> </u>
		<u>816,641.20</u>	<u>3.00</u>	<u>733,693.72</u>	<u>82,944.48</u>
Decreased by:					
Settlements	A-4	<u>733,693.72</u>	<u> </u>	<u>733,693.72</u>	<u> </u>
Balance, December 31, 2013	A	<u>\$ 82,947.48</u>	<u>\$ 3.00</u>	<u>\$</u>	<u>\$ 82,944.48</u>
 <u>Analysis of Net Credit to Fund Balance</u>					
Balance December 31, 2013		\$ 82,947.48			
Balance December 31, 2012		<u>82,947.48</u>			
Net Credit to Operations		<u>\$</u>			

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS RECEIVABLE
FEDERAL AND STATE GRANT FUND
YEAR ENDED DECEMBER 31, 2013

A-18

	Ref.	Total Federal and State Grant Fund	Federal and State Grant Fund	
			Current Fund	General Capital Fund
Balance, December 31, 2012	A	\$ 523,487.68	\$ 396,362.68	\$ 127,125.00
Increased by:				
Grant Match	A-36	14,000.00	14,000.00	
Grants Received through Current Fund:				
Grants Receivable	A-16	849,955.65	849,955.65	
Unappropriated Revenue	A-37	39,289.89	39,289.89	
		<u>903,245.54</u>	<u>903,245.54</u>	
		<u>1,426,733.22</u>	<u>1,299,608.22</u>	<u>127,125.00</u>
Decreased by:				
Grant Reserves Canceled (Net)	A-36	27,093.93	27,093.93	
Grants Disbursed through Current Fund	A-36	560,873.94	560,873.94	
		<u>587,967.87</u>	<u>587,967.87</u>	
Balance, December 31, 2013	A	<u>\$ 838,765.35</u>	<u>\$ 711,640.35</u>	<u>\$ 127,125.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DEFERRED CHARGES
YEAR ENDED DECEMBER 31, 2013

A-19

	<u>Ref.</u>		
Balance, December 31, 2012	A		\$ 612,652.59
Decreased by:			
2013 Appropriations	A-3	\$ 612,652.00	
Charged to Operations	A-1	<u>0.59</u>	
			<u>612,652.59</u>
Balance, December 31, 2013			<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DEFERRED CHARGES
N.J.S.A. 40A:4-55 SPECIAL EMERGENCY
YEAR ENDED DECEMBER 31, 2013

A-20

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Balance Dec. 31, 2012</u>	<u>Budget Appropriation</u>	<u>Balance Dec. 31, 2013</u>
11-14-11	Accumulated Absences	<u>\$ 890,000.00</u>	<u>\$ 178,000.00</u>	<u>\$ 712,000.00</u>	<u>\$ 178,000.00</u>	<u>\$ 534,000.00</u>
	<u>Ref.</u>			A	A-3	A

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

	Balance Dec. 31, 2012		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>General Government</u>					
Township Council:					
Salaries and Wages	\$	\$ 394.37	\$ 0.37	\$	\$ 0.37
Other Expenses	706.00	2,859.58	3,565.58	1,191.33	2,374.25
Township Manager:					
Salaries and Wages		22,348.48	48.48		48.48
Other Expenses	28,731.00	111,065.93	126,796.93	122,175.77	4,621.16
Township Clerk:					
Salaries and Wages		10,709.18	9.18		9.18
Other Expenses	343.29	16,121.67	16,464.96	1,253.31	15,211.65
Election Expense:					
Salaries and Wages		3,231.24	31.24		31.24
Other Expenses		425.54	425.54		425.54
Township Attorney:					
Salaries and Wages		8,546.48	46.48		46.48
Other Expenses	8,925.10	294.10	59,219.20	42,281.42	16,937.78
Municipal Court:					
Salaries and Wages		47,528.53	528.53		528.53
Other Expenses	5,707.97	11,432.76	17,140.73	6,649.26	10,491.47
Postage:					
Other Expenses		4,820.22	4,820.22		4,820.22
<u>Finance Department</u>					
Administration:					
Salaries and Wages		4,928.20	28.20		28.20
Other Expenses		2,635.85	2,635.85		2,635.85
Accounting and Treasury:					
Salaries and Wages		11,627.60	27.60		27.60
Other Expenses	559.38	618.12	1,177.50	758.91	418.59
Assessor's Office:					
Salaries and Wages		16.46	0.46		0.46
Other Expenses	92.00	37,625.62	37,717.62	21,660.79	16,056.83
Tax Collector:					
Salaries and Wages		3,022.85	22.85		22.85
Other Expenses		579.47	579.47		579.47

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

	Balance Dec. 31, 2012		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Planning and Community Development</u>					
Administration:					
Salaries and Wages	\$	\$ 5,123.69	\$ 23.69	\$	\$ 23.69
Other Expenses	49.69	14,658.97	14,708.66	6,555.47	8,153.19
Municipal Land Use Law (N.J.S.A. 40:55D-1):					
Planning Board:					
Other Expenses	24.85	6,572.99	6,597.84	6,144.72	453.12
Board of Adjustment:					
Other Expenses	24.85	4,631.20	4,656.05	1,542.24	3,113.81
<u>Administration and Code Enforcement Department</u>					
Salaries and Wages		32,072.55	72.55		72.55
Other Expenses		433.67	433.67	295.98	137.69
<u>Police Department</u>					
Salaries and Wages		215,801.82	100.82		100.82
Other Expenses	148,168.15	8,821.07	168,989.22	164,577.57	4,411.65
<u>Fire Department</u>					
Salaries and Wages		127,143.60	143.60		143.60
Other Expenses	86,831.73	48,708.62	133,540.35	103,486.77	30,053.58
<u>Uniform Fire Safety Act (Ch. 383 P.L. 1983)</u>					
Life Hazard Use Fee Payment:					
Salary and Wages		14,500.71	14,500.71		14,500.71
<u>Public Works Department</u>					
Community Services Administration:					
Salaries and Wages		23,205.62	5.62		5.62
Other Expenses	1,195.93	2,965.64	4,161.57	3,240.44	921.13
Engineering:					
Salaries and Wages		46.56	0.56		0.56
Other Expenses	75.00	2,673.79	2,748.79	58.00	2,690.79

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

	Balance Dec. 31, 2012		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Public Works Department</u>					
Street Repairs and Maintenance:					
Salaries and Wages	\$	\$ 165,126.55	\$ 134,434.55	\$ 130,000.00	\$ 4,434.55
Other Expenses	83.80	13,765.70	13,849.50	1,522.39	12,327.11
Sanitary and Storm Sewer Maintenance:					
Salaries and Wages		56,295.60	95.60		95.60
Other Expenses	62.22	3,209.51	3,271.73	149.99	3,121.74
Refuse Collection and Disposal:					
Salaries and Wages		38,186.74	86.74		86.74
Other Expenses	6,787.29	7,682.10	14,469.39	724.99	13,744.40
Storm Clearance:					
Salaries and Wages		2,189.41	189.41		189.41
Other Expenses	166,374.03	20,849.88	187,223.91	184,984.04	2,239.87
Hurricane Sandy	79,942.10	468,503.07	548,445.17	424,281.14	124,164.03
Traffic:					
Salaries and Wages		23,396.04	96.04		96.04
Other Expenses	956.81	5,683.29	6,640.10	1,366.74	5,273.36
Central Garage Operation:					
Salaries and Wages		21,465.23	65.23		65.23
Other Expenses	18,330.24	15,598.48	33,928.72	21,870.27	12,058.45
Building Maintenance:					
Salaries and Wages		45,475.87	75.87		75.87
Other Expenses	874.49	1,855.48	7,729.97	6,130.01	1,599.96
Parks Maintenance:					
Salaries and Wages		36,041.78	41.78		41.78
Other Expenses	13,495.67	19,133.62	32,629.29	9,591.25	23,038.04
Shade Trees:					
Salaries and Wages		99,115.39	0.39		0.39
Other Expenses	4,889.26	17,102.58	21,991.84	7,420.36	14,571.48

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

	Balance Dec. 31, 2012		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>			
<u>Parks, Recreation and Cultural Affairs Department</u>					
Recreation Programs:					
Salaries and Wages	\$	\$ 26,531.28	\$ 31.28	\$	\$ 31.28
Other Expenses	932.39	19,322.81	20,255.20	967.44	19,287.76
<u>Health and Human Services Department</u>					
Health Services:					
Salaries and Wages		54.63	0.63		0.63
Other Expenses	11,628.84	13,798.16	25,427.00	11,595.16	13,831.84
Nursing Services:					
Salaries and Wages		6,874.31	4.31		4.31
Animal Control:					
Salaries and Wages		5.21	0.21		0.21
Other Expenses	4,784.71	10,408.40	15,193.11	13,349.93	1,843.18
<u>Miscellaneous and Other</u>					
Unemployment Insurance					
Other Expenses		44,303.23	44,303.23	10,436.90	33,866.33
Refuse Tipping Fees:					
Other Expenses	329,005.96	6,983.09	277,489.05	172,707.37	104,781.68
Insurances:					
Liability	42,139.20	9,816.09	51,955.29	35,929.89	16,025.40
Health Benefit Waiver		408,464.41	408,464.41	233,186.93	175,277.48
Defined Contribution Retirement Plan		189.18	189.18		189.18

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

	Balance Dec. 31, 2012		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Special Programs and Activities</u>					
<u>Parks, Recreation and Cultural Affairs:</u>					
Other Expenses	\$ 163.38	\$ 17,962.90	\$ 18,126.28	\$ 1,278.61	\$ 16,847.67
 <u>Uniform Construction Code - Appropriations Offset by Dedicated Revenues</u>					
Salaries and Wages		22,249.91	49.91		49.91
Other Expenses	256.00	18,421.21	18,677.21	0.91	18,676.30
 <u>Unclassified</u>					
<u>Emergency Assistance Coalition:</u>					
Other Expenses		50.00	50.00		50.00
Salary and Wage Adjustment			925,493.00	925,493.00	
<u>Utilities:</u>					
Gasoline	28,316.61	98.95	30,915.56	30,573.49	342.07
Fuel - Diesel	23,785.71	35.35	24,821.06	21,852.07	2,968.99
Electricity	705.27	65,345.33	66,050.60	42,531.31	23,519.29
Telephone	23,557.00	49,111.02	72,668.02	47,382.99	25,285.03
Natural Gas	28.17	100,333.62	100,361.79	19,128.24	81,233.55
Street Lighting		80,966.24	80,966.24	44,038.09	36,928.15
Water		13,250.00	13,250.00		13,250.00
 <u>Contingent</u>					
 <u>Statutory Expenditures</u>					
Contributions to Social Security System		116,152.23	116,152.23		116,152.23
Consolidated Police and Fire Pension Fund		500.00	500.00		500.00
Total Appropriations Within "CAPS"	1,038,534.09	2,900,096.63	3,938,630.72	2,880,365.49	1,058,265.23

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

	Balance Dec. 31, 2012		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Other Operations</u>					
Maintenance of Free Public Library	\$	\$	\$	\$	\$
Interlocal Municipal Service Agreements:					
Interlocal Nursing Services - Glen Ridge:					
Other Expenses		56,250.00	56,250.00		56,250.00
Interlocal Nursing Services - Nutley:					
Other Expenses		18,390.00	18,390.00	10,080.00	8,310.00
Total Appropriations Excluded from "CAPS"		74,640.00	74,640.00	10,080.00	64,560.00
Total	<u>\$ 1,038,534.09</u>	<u>\$ 2,974,736.63</u>	<u>\$ 4,013,270.72</u>	<u>\$ 2,890,445.49</u>	<u>\$ 1,122,825.23</u>
<u>Ref.</u>	A	A		Below	A-1

	<u>Ref.</u>	
Cash Disbursements	A-4	\$ 2,242,522.06
Interfunds Payable	A-27	322,000.00
Accounts Payable	A-24	<u>325,923.43</u>
	Above	<u>\$ 2,890,445.49</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

RESERVE FOR TAX APPEALS
YEAR ENDED DECEMBER 31, 2013

A-22

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 300,000.00
Increased by:		
2013 Budget Appropriations	A-3	<u>300,000.00</u>
		600,000.00
Decreased by:		
Applied to Tax Overpayments	A-26	<u>163,118.22</u>
Balance, December 31, 2013	A	<u>\$ 436,881.78</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

RESERVE FOR MAINTENANCE OF
FREE PUBLIC LIBRARY WITH STATE AID
YEAR ENDED DECEMBER 31, 2013

A-23

	<u>Ref.</u>	
Increased by:		
State Aid	A-4	\$ 16,503.00
Decreased by:		
Payments	A-4	<u>16,503.00</u>
Balance, December 31, 2013		<u>\$ _____</u>

ACCOUNTS PAYABLE
YEAR ENDED DECEMBER 31, 2013

A-24

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 66,691.09
Increased by:		
Due County of Essex Commitments:	A-2b	\$ 66,908.60
Transfer from Appropriation Reserves	A-21	<u>325,923.43</u>
		<u>392,832.03</u>
Balance, December 31, 2013	A	<u>\$ 459,523.12</u>
<u>Analysis of Balance</u>		
Retro Payroll Increases		\$ 325,923.43
PILOT - Due to County of Essex		<u>133,599.69</u>
		<u>\$ 459,523.12</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE TO STATE OF NEW JERSEY
YEAR ENDED DECEMBER 31, 2013

A-25

	<u>Ref.</u>	<u>Total</u>	<u>Construction Training Fees</u>	<u>Marriage Surcharge Fees</u>
Balance, December 31, 2012	A	\$ 10,340.00	\$ 9,215.00	\$ 1,125.00
Increased by:				
Collections	A-4	<u>60,106.00</u>	<u>55,281.00</u>	<u>4,825.00</u>
		70,446.00	64,496.00	5,950.00
Decreased by:				
Payments	A-4	<u>57,606.00</u>	<u>53,131.00</u>	<u>4,475.00</u>
Balance, December 31, 2013	A	<u>\$ 12,840.00</u>	<u>\$ 11,365.00</u>	<u>\$ 1,475.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

TAX OVERPAYMENTS
YEAR ENDED DECEMBER 31, 2013

A-26

	<u>Ref.</u>		
Balance, December 31, 2012	A		\$ 865,612.45
Increased by:			
Cash Receipts	A-5	\$ 344,467.71	
Transferred from Reserve for Tax Appeals	A-22	<u>163,118.22</u>	
			<u>507,585.93</u>
			<u>1,373,198.38</u>
Decreased by:			
Refunds	A-4	813,428.24	
Applied to Taxes Receivable	A-10	<u>119,493.78</u>	
			<u>932,922.02</u>
Balance, December 31, 2013	A		<u>\$ 440,276.36</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2013

A-27

	<u>Ref.</u>	<u>Total</u>	<u>Federal and State Grant Fund</u>	<u>Assessment Trust Fund</u>	<u>General Trust Fund</u>	<u>General Capital Fund</u>	<u>Parking Utility Operating Fund</u>
Balance, December 31, 2012	A	\$ 2,417,813.35	\$ 396,362.68	\$ 49,926.03	\$ 190,295.41	\$ 1,781,229.23	\$
Increased by:							
Budget Appropriation	A-3	51,000.00	14,000.00		37,000.00		
Appropriation Reserves	A-21	322,000.00			322,000.00		
Advances	A-4	9,813,601.71	905,745.54	4,069.92	41,561.25	8,144,275.00	717,950.00
		<u>10,186,601.71</u>	<u>919,745.54</u>	<u>4,069.92</u>	<u>400,561.25</u>	<u>8,144,275.00</u>	<u>717,950.00</u>
		<u>12,604,415.06</u>	<u>1,316,108.22</u>	<u>53,995.95</u>	<u>590,856.66</u>	<u>9,925,504.23</u>	<u>717,950.00</u>
Decreased by:							
Settlements	A-4	10,954,099.10	577,373.94		201,475.16	9,816,275.00	358,975.00
Revenue Accounts Receivable	A-15	3,394.93			643.71	2,751.22	
Reserves Canceled	A-1	73,093.93	27,093.93		46,000.00		
		<u>11,030,587.96</u>	<u>604,467.87</u>		<u>248,118.87</u>	<u>9,819,026.22</u>	<u>358,975.00</u>
Balance, December 31, 2013	A	<u>\$ 1,573,827.10</u>	<u>\$ 711,640.35</u>	<u>\$ 53,995.95</u>	<u>\$ 342,737.79</u>	<u>\$ 106,478.01</u>	<u>\$ 358,975.00</u>

-66-

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUND PAYABLE
FEDERAL AND STATE GRANT FUND
YEAR ENDED DECEMBER 31, 2013

A-28

	<u>Ref.</u>	<u>General Trust Fund</u>
Balance, December 31, 2012	A	<u>\$ 131,526.35</u>
Balance, December 31, 2013	A	<u>\$ 131,526.35</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COUNTY TAXES
YEAR ENDED DECEMBER 31, 2013

A-29

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 51,885.70
Increased by:		
Tax Levy		\$ 31,419,898.51
Open Space		1,002,159.67
Added and Omitted		<u>73,128.21</u>
	A-1, A-2c, A-10	<u>32,495,186.39</u>
		<u>32,547,072.09</u>
Decreased by:		
Payments	A-4	<u>32,473,943.88</u>
Balance, December 31, 2013	A	<u><u>\$ 73,128.21</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

LOCAL SCHOOL DISTRICT TAX
YEAR ENDED DECEMBER 31, 2013

A-30

	<u>Ref.</u>	
Balance, December 31, 2012	Below	\$ 48,754,849.00
Increased by:		
Levy - School Year July 1, 2013 to June 30, 2014	A-1, A-2c, A-10	<u>97,509,698.00</u> 146,264,547.00
Decreased by:		
Payments	A-4	<u>97,509,698.00</u>
Balance, December 31, 2013:		
Deferred School Tax	Below	<u><u>\$ 48,754,849.00</u></u>
<u>Analysis of Deferred School Tax</u>		
Deferred School Tax December 31, 2012	Above	\$ 48,754,849.00
Deferred School Tax December 31, 2013	Above	<u>48,754,849.00</u>
		<u><u>\$</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

SPECIAL IMPROVEMENT DISTRICT TAXES PAYABLE
YEAR ENDED DECEMBER 31, 2013

A-31

	<u>Ref.</u>	
Increased by:		
2013 Tax Levy	A-1, A-2c, A-10	\$ 460,850.00
Decreased by:		
Payments	A-4	<u>460,850.00</u>
		<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CAPITAL NOTE PAYABLE
YEAR ENDED DECEMBER 31, 2013

A-32

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$ 712,000.00
Increased by:		
Cash Receipts	A-4	<u>534,000.00</u>
		1,246,000.00
Decreased by:		
Cash Disbursements	A-4	<u>712,000.00</u>
Balance, December 31, 2013	A	<u><u>\$ 534,000.00</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PREPAID TAXES
YEAR ENDED DECEMBER 31, 2013

A-33

	<u>Ref.</u>		
Balance, December 31, 2012	A		\$ 1,055,892.72
Increased by:			
Collection - 2014 Taxes	A-5		834,515.96
			<u>1,890,408.68</u>
Decreased by:			
Applied to Taxes Receivable	A-10	\$ 1,051,893.31	
Applied to Revenue Accounts Receivable	A-15	<u>3,999.41</u>	
			<u>1,055,892.72</u>
Balance, December 31, 2013	A		<u>\$ 834,515.96</u>

PREPAID PAYMENT IN LIEU OF TAXES
YEAR ENDED DECEMBER 31, 2013

A-34

	<u>Ref.</u>		
Increased by:			
Collection 2014 Taxes	A-5		\$ 1,583.39
Balance, December 31, 2013	A		<u>\$ 1,583.39</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE TO ESSEX COUNTY
FEDERAL AND STATE GRANT FUND
YEAR ENDED DECEMBER 31, 2013

A-35

	<u>Ref.</u>	
Balance, December 31, 2012	A	<u>\$ 86,975.50</u>
Balance, December 31, 2013	A	<u><u>\$ 86,975.50</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND

APPROPRIATED RESERVES
YEAR ENDED DECEMBER 31, 2013

A-36
Sheet # 1

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Transferred</u> <u>from Budget</u> <u>Appropriation</u>	<u>Added by</u> <u>NJSA 40A-4-87</u>	<u>Expended</u> <u>Cash</u> <u>Disbursements</u>	<u>Canceled</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Grants</u>						
Municipal Alliance on Alcohol and Drug Abuse						
2012	\$ 37,286.73			\$ 17,140.64	\$ 20,146.09	
2011	17,641.14				17,641.14	
2013		69,100.00		36,928.97		32,171.03
Clean Communities Program:						
2013			63,632.97			63,632.97
2012	54,198.12			54,198.12		0.00
Historic Trust - Watchung Plaza	21,225.00			14,297.00		6,928.00
Safe and Secure Communities	60,000.00			51,025.00		8,975.00
Nonpublic School Nursing:						
2012	20,006.15			20,006.15		
2013		122,404.00		83,073.60		39,330.40
Body Armor Replacement Fund:						
2013		9,519.27	12,144.84			21,664.11
2012	2,056.43					2,056.43
Alcohol Education, Rehabilitation and Enforcement Fund:						
Prior Years	739.63			739.63		
2010	6,786.86			2,060.37		4,726.49
2011	6,687.90					6,687.90
2013		1,942.67	3,219.26			5,161.93
Drunk Driving Enforcement Fund		4,973.08		2,060.00		2,913.08
Essex Regional Health			3,055.55	2,200.55		855.00
Essex County Division on Aging:						
Senior Citizen Public Health						
2012	286.00					286.00
2013		15,504.00		15,504.00		
N.J. Highway Traffic Safety:						
Click It or Ticket	2,600.00					2,600.00
Pedestrian Safety Education and Enforcement:						
2011	2,200.00			2,200.00		
Over the Limit Under Arrest:						
2010	2,725.00					2,725.00
Drive Sober or Get Pulled Over - 2012	9,400.00					9,400.00
Drive Sober or Get Pulled Over - 2013			8,800.00			8,800.00

TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND

APPROPRIATED RESERVES
YEAR ENDED DECEMBER 31, 2013

A-36
Sheet # 2

	Balance Dec. 31, 2012	Transferred from Budget Appropriation	Added by NJSA 40A-4-87	Expended Cash Disbursements	Canceled	Balance Dec. 31, 2013
Highway Safety Grant	\$ 13,251.00			\$ 11,510.00		\$ 1,741.00
Pedestrian Safety Grant			15,000.00			15,000.00
Essex County - Hurricane Sandy		31,946.00				31,946.00
New Jersey Department of Transportation:						
Safe Routes to School Program:						
2007	313,890.00					313,890.00
Police	13,900.00			4,680.00		9,220.00
Engineer	69,009.36			46,257.36		22,752.00
State of N.J. Tobacco Control						
2010	5,940.00					5,940.00
U.S. Department of Homeland Security:						
FEMA - Assistance to Firefighter:						
2004	19,300.10					19,300.10
2005	571.84					571.84
2008	13,365.07					13,365.07
2010	25,508.87					25,508.87
Other	9,500.00					9,500.00
Department of Environmental Protection:						
Climate Showcase Communities Grant:						
2010	39,444.05					39,444.05
U.S. Department of Energy:						
Energy Efficiency and Conservation Block Grant:						
2010	4,270.63					4,270.63
Bulletproof Vest Partnership Grant:						
2012	2,857.65					2,857.65
Shade Tree - PSEG	5,000.00					5,000.00
Historic Preservation	500.00			500.00		
Safe and Secure	60,000.00					60,000.00
NJEDA - Hazardous Discharge	103,612.00					103,612.00
DOT - Transit Village	200,000.00			175,858.88		24,141.12
Historic Preservation - 2013			2,800.00			2,800.00
Ambulance Subsidy Grant	14,987.00			14,987.00		0.00
Essex Cty. PARIS - Police Records	12,350.00					12,350.00
National Association of County Health Officers:						
2008	4,095.73			3,836.57		259.16
2011	4,427.81			400.10		4,027.71
2013		4,000.00				4,000.00

**TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND**

**APPROPRIATED RESERVES
YEAR ENDED DECEMBER 31, 2013**

A-36
Sheet # 3

	<u>Balance Dec. 31, 2012</u>	<u>Transferred from Budget Appropriation</u>	<u>Added by NJSA 40A-4-87</u>	<u>Expended Cash Disbursements</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2013</u>
Fire Incentive Grant	\$ 1,000.00	\$	\$	\$	\$	\$ 1,000.00
Emergency Preparedness Grant - 2009	791.75					791.75
Mountainside Health Foundation: 2010	9,500.00					9,500.00
Historic Preservation			23,500.00			23,500.00
Sustainable Jersey Small Grant: 2010	2,083.00					2,083.00
Cable Communication Grant	10,000.00	5,000.00				15,000.00
Partners for Health			65,225.00	590.00		64,635.00
Partners in Health Foundation - TV 34 News and Views: 2010	<u>1,729.95</u>			<u>820.00</u>		<u>909.95</u>
	<u>\$ 1,204,724.77</u>	<u>\$ 264,389.02</u>	<u>\$ 197,377.62</u>	<u>\$ 560,873.94</u>	<u>\$ 37,787.23</u>	<u>\$ 1,067,830.24</u>
Reference	A	Below	Below	A-18	Below	A
	Ref.					
Budget Appropriation	A-3, A-16	\$ 250,389.02	\$ 197,377.62		\$	
Interfund Receivable	A-18	14,000.00				
Canceled Against Grant Receivable	A-16				10,693.30	
Canceled to Current Fund	A-18				<u>27,093.93</u>	
	Above	<u>\$ 264,389.02</u>	<u>\$ 197,377.62</u>		<u>\$ 37,787.23</u>	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

ACCUMULATED REVENUE UNAPPROPRIATED
YEAR ENDED DECEMBER 31, 2013

A-37

	Balance Dec. 31, 2012	Increase	Decrease	Balance Dec. 31, 2013
<u>Current Fund</u>				
Proceeds from Sale of Municipal Assets	\$ 137,474.00	\$ 1,216,095.38	\$ 500,000.00	\$ 853,569.38
<u>Ref.</u>	A	A-4	A-4	A
 <u>Federal and State Grant Fund</u>				
Recycling Tonnage Grant	\$	\$ 28,565.89	\$	\$ 28,565.89
Click It or Ticket		4,000.00		4,000.00
Drunk Driving Enforcement Fund	4,973.08		4,973.08	0.00
Juvenile Assistance Grant		4,724.00		4,724.00
Donation - Police	250.00			250.00
Body Amor Grant	9,519.27		9,519.27	
Alcohol, Education and Rehabilitation Cops in Shops	1,942.67		1,942.67	0.00
		2,000.00		2,000.00
	\$ 16,685.02	\$ 39,289.89	\$ 16,435.02	\$ 39,539.89
<u>Ref.</u>	A	A-18	A-16	A

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
YEAR ENDED DECEMBER 31, 2013

B-2

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>
Balance, December 31, 2012	B	\$ 46,946.44	\$ 3,146,560.33
Increased by:			
Due from Montclair Housing Agency	B-5		999.96
Community Development Block Grants	B-6		16,500.00
Interfunds Receivable	B-7		288,960.49
Various Reserves and Deposits	B-9		5,160,318.62
Section 8 Voucher Program	B-13		3,658,023.72
State Registration Fees	B-8	1,469.40	
Donations for Animal Shelter	B-14	8,286.90	
Collection of Animal Control Fees	B-15	8,461.83	
State Unemployment Compensation Insurance	B-16		49.72
		<u>18,218.13</u>	
		65,164.57	<u>9,124,852.51</u>
			12,271,412.84
Decreased by:			
Interfunds Receivable	B-7		4,671.37
Payments to State	B-8	1,465.20	
Various Reserves and Deposits	B-9		3,987,570.11
Community Development Block Grants	B-12		16,500.00
Section 8 Voucher Program	B-13		3,764,233.05
Animal Shelter Expenditures	B-14	4,136.53	
Expenditures Under R.S. 4:19-15.11	B-15	2,901.00	
		<u>8,502.73</u>	
			<u>7,772,974.53</u>
Balance, December 31, 2013	B	<u>\$ 56,661.84</u>	<u>\$ 4,498,438.31</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

ANALYSIS OF ASSESSMENT CASH AND INVESTMENTS
YEAR ENDED DECEMBER 31, 2013

B-3

	Balance	Transfers		Balance
	December 31, 2012	From	To	December 31, 2013
<u>General Accounts</u>				
Fund Balance	\$ 4,371.98	\$	\$ 4,069.92	\$ 8,441.90
Current Fund Interfund	(49,926.03)	4,069.92		(53,995.95)
General Trust Fund Interfund	(8,757.15)			(8,757.15)
General Capital Fund Interfund	54,311.20			54,311.20
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
		4,069.92	4,069.92	

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

ASSESSMENTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

B-4

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Date of Confirmation</u>	<u>Annual Installments</u>	<u>Due Dates</u>	<u>Balance December 31, 2012</u>		<u>Collected</u>	<u>Balance December 31, 2013</u>	
					<u>Pledged</u>	<u>Unpledged</u>		<u>Pledged</u>	<u>Unpledged</u>
02-41	Resurfacing and Curbing of Briar Hill Road	7-01-04	10		<u>\$</u>	<u>\$4,080.57</u>	<u>\$4,069.92</u>	<u>\$</u>	<u>\$ 10.65</u>
				<u>Ref.</u>		B	B-7		B

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

DUE FROM MONTCLAIR HOUSING AGENCY
YEAR ENDED DECEMBER 31, 2013

B-5

	<u>Ref.</u>	
Balance, December 31, 2012		\$ 35,730.76
Decreased by:	B	
Collections	B-2	<u>999.96</u>
Balance, December 31, 2013	B	<u>\$ 34,730.80</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

B-6

<u>Program Year</u>		<u>Balance Dec. 31, 2012</u>	<u>2013 Grants</u>	<u>Collections</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2013</u>
2013	Glenridge Avenue Streetscape Phase II	\$	\$ 180,000.00	\$	\$	\$ 180,000.00
2012	Glenridge Avenue Streetscape	179,727.00				179,727.00
2012	Handicap Pool Lifts	18,000.00		16,500.00	1,500.00	
		<u>\$ 197,727.00</u>	<u>\$ 180,000.00</u>	<u>\$ 16,500.00</u>	<u>\$ 1,500.00</u>	<u>\$ 359,727.00</u>
	<u>Ref.</u>	B	B-12	B-2	B-12	B

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

B-7

	Ref.	Assessment Trust Fund			General Trust Fund					
		Total Assessment Trust Fund	Current Fund	General Trust Fund	Total General Trust Fund	General Capital Fund	Current Fund	Federal and State Grant Fund	Animal Control Trust Fund	Payroll Fund
Balance, December 31, 2012	B	\$ 58,683.18	\$ 49,926.03	\$ 8,757.15	\$ 457,214.33	\$ 93,350.00	190,295.41	\$ 131,526.35	\$ 2,500.00	\$ 39,542.57
Increased by:										
Advances	B-2				4,671.37		4,671.37			
Assessments Receivable	B-4	4,069.92	4,069.92							
General Trust Fund Revenue	B-9				67,381.50		67,381.50			
Deposited in Current Fund	B-9				322,000.00		322,000.00			
Special Deposits	B-9	4,069.92	4,069.92		394,052.87		394,052.87			
		<u>62,753.10</u>	<u>53,995.95</u>	<u>8,757.15</u>	<u>851,267.20</u>	<u>93,350.00</u>	<u>584,348.28</u>	<u>131,526.35</u>	<u>2,500.00</u>	<u>39,542.57</u>
Decreased by:										
Settlements	B-2				288,960.49	93,350.00	195,610.49			
Cancellation of Special Deposits	B-9				46,000.00		46,000.00			
					<u>334,960.49</u>	<u>93,350.00</u>	<u>241,610.49</u>			
Balance, December 31, 2013	B	<u>\$ 62,753.10</u>	<u>\$ 53,995.95</u>	<u>\$ 8,757.15</u>	<u>\$ 516,306.71</u>	<u>\$</u>	<u>\$ 342,737.79</u>	<u>\$ 131,526.35</u>	<u>\$ 2,500.00</u>	<u>\$ 39,542.57</u>

- 11 -

TOWNSHIP OF MONTCLAIR
TRUSTS FUNDS

DUE TO STATE OF NEW JERSEY
YEAR ENDED DECEMBER 31, 2013

B-8

	<u>Ref.</u>		
Balance, December 31, 2012	B		\$ 474.00
Increased by:			
Registration Fees		\$ 1,012.00	
Pilot Clinic Fund Fees		202.40	
Population Control Fees		<u>255.00</u>	
	B-2		<u>1,469.40</u>
			<u>1,943.40</u>
Decreased by:			
Payments	B-2		<u>1,465.20</u>
Balance, December 31, 2013	B		<u><u>\$ 478.20</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

SPECIAL DEPOSITS
YEAR ENDED DECEMBER 31, 2013

B-9

	Balance Dec. 31, 2012	Receipts	Disbursements	Adjustment	Balance Dec. 31, 2013
Recycling Program	\$ 1,127.61	\$ 1,195,195.81	\$ 1,193,371.52	\$	\$ 2,951.90
Railroad Station Projects	185,035.14	26,040.00	4,481.98		206,593.16
Recreation	45,400.79	9,345.00	34,282.87	30,381.50	50,844.42
Parking Adjudication Fines	71,651.98	32,306.00			103,957.98
D.A.R.E. Donations	3,147.13				3,147.13
Uniform Fire Safety Act	79,827.80	45,772.68	72,706.65		52,893.83
Child Fire Safety	9,166.00	385.00	4,800.00		4,751.00
Police Off-Duty	28,282.46	844,422.35	834,798.36		37,906.45
Firemen Off-Duty	963.00	15,057.00	7,420.00		8,600.00
Reserve for First Nite	10,058.68		374.00		9,684.68
Developers' Escrow	29,971.97	10,717.62	9,708.00		30,981.59
Performance Bonds	8,881.18				8,881.18
Planning Escrow Deposits	183,807.75				183,807.75
Inspection Escrow Deposits	77,680.84				77,680.84
Payment in Lieu of Bonds	10,479.20				10,479.20
Rental Security:					
Walnut Street	3,150.00				3,150.00
Bellevue Avenue	9,000.00				9,000.00
Mountain Avenue	1,000.00				1,000.00
Fire - Right-to-Know	595.00				595.00
LEA - Penalty Account	34,055.53	252.00			34,307.53
Snow Removal	53,948.62	130,000.00		222,000.00	405,948.62
Collector's Redemption Account	61,222.19	358,788.18			420,010.37
Public Defender Application Fees		10,104.00	47,000.00	37,000.00	104.00
Reserve for 4th of July		5,000.00	5,000.00		
Contribution - Public Memorials		1,100.00	500.00		600.00
Other		3,470.00			3,470.00
Edgemont Memorial	1,937.64		201.00		1,736.64
Edgemont Playground	2,068.20				2,068.20
Various Self-Insurances	31,724.44				31,724.44
Health Program	126,338.27	14,305.38	11,238.65		129,405.00
Forfeited Assets	2,565.98	13,189.07	810.00		14,945.05
Cultural Affairs	300.00	1,850.00			2,150.00
Voucher Program- COAH	287,936.29	182,018.53	24,477.08		445,477.74
Crime Prevention	100.00				100.00
Accumulated Absences	25,434.35	330,000.00	25,400.00	100,000.00	430,034.35
Premium on Tax Sales	1,985,000.00	1,931,000.00	1,711,000.00	(46,000.00)	2,159,000.00
Municipal Alliance Contribution	2,100.00				2,100.00
	<u>\$ 3,373,958.04</u>	<u>\$ 5,160,318.62</u>	<u>\$ 3,987,570.11</u>	<u>\$ 343,381.50</u>	<u>\$ 4,890,088.05</u>

Ref.

B

B-2

B-2

Below

B

Ref.

Interfunds Receivable:

Reserves Canceled

Budget Appropriation

B-7

B-7

\$ (46,000.00)

389,381.50

\$ 343,381.50

TOWNSHIP OF MONTCLAIR
TRUSTS FUNDS

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2013

B-10

<u>Ref.</u>	<u>Assessment Trust Fund General Capital Fund</u>	<u>Total Animal Control Trust Fund</u>	<u>Animal Control Trust Fund</u>		<u>Total General Trust Fund</u>	<u>Current Fund</u>	<u>Assessment Trust Fund</u>
			<u>Current Fund</u>	<u>General Trust Fund</u>			
Balance, December 31, 2013 and 2012	B	\$ 54,311.20	\$ 2,503.00	\$ 3.00	\$ 2,500.00	\$ 8,757.15	\$ 8,757.15

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ASSESSMENTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

B-11

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2012 Unpledged</u>	<u>Applied to Fund Balance</u>	<u>Balance Dec. 31, 2013 Unpledged</u>
02-41	Resurfacing and Curbing of Briar Hill Road	\$ 4,080.57	\$ 4,069.92	\$ 10.65
	<u>Ref.</u>	B	B-1	B

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT EXPENDITURES
YEAR ENDED DECEMBER 31, 2013

B-12

Program Year	Analysis of Balance	Balance Dec. 31, 2012	2013 Grants	Expenditures	Canceled	Balance Dec. 31, 2013
2013	Glenridge Avenue Streetscape Phase II	\$	\$ 180,000.00	\$	\$	\$ 180,000.00
2012	Glenridge Avenue Streetscape	179,727.00				179,727.00
2012	Handicap Pool Lifts	18,000.00		16,500.00	1,500.00	
		<u>\$ 197,727.00</u>	<u>\$ 180,000.00</u>	<u>\$ 16,500.00</u>	<u>\$ 1,500.00</u>	<u>\$ 359,727.00</u>
	<u>Ref.</u>	B	B-6	B-2	B-6	B

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR SECTION 8 VOUCHER PROGRAM
YEAR ENDED DECEMBER 31, 2013

B-13

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$ 195,660.58
Increased by:		
Housing and Urban Development Assistance:		
Cash Received		\$ 3,212,773.00
Interest Earned		485.10
Payments Received from Other Municipalities and Other Sources		<u>444,765.62</u>
	B-2	<u>3,658,023.72</u>
		<u>3,853,684.30</u>
Decreased by:		
Housing Assistance Payments - Includes HAP Portability-In		3,454,222.22
Administrative Expenses		<u>310,010.83</u>
	B-2	<u>3,764,233.05</u>
Balance, December 31, 2013	B	<u>\$ 89,451.25</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ANIMAL SHELTER EXPENDITURES
YEAR ENDED DECEMBER 31, 2013

B-14

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$ 26,303.45
Increased by:		
Donations	B-2	<u>8,286.90</u>
		34,590.35
Decreased by:		
Expenditures	B-2	<u>4,136.53</u>
Balance, December 31, 2013	B	<u><u>\$ 30,453.82</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES
YEAR ENDED DECEMBER 31, 2013

B-15

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$ 17,665.99
Increased by:		
Dog License Fees Collected		\$ 6,881.60
Late Fees and Replacement Fees		862.50
Cat License Fees Collected		650.00
Interest Earned		<u>67.73</u>
	B-2	<u>8,461.83</u>
		26,127.82
Decreased by:		
Expenditures Under R.S. 4:19-15.11	B-2	<u>2,901.00</u>
Balance, December 31, 2013	B	<u><u>\$ 23,226.82</u></u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR STATE UNEMPLOYMENT TRUST FUND EXPENDITURES B-16
YEAR ENDED DECEMBER 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$ 61,129.65
Increased by:		
Interest Earned	B-2	<u>49.72</u>
Balance, December 31, 2013	B	<u>\$ 61,179.37</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
YEAR ENDED DECEMBER 31, 2013

C-2

	<u>Ref.</u>		
Balance, December 31, 2012	C		\$ 13,547,327.30
Increased by Receipts:			
Premium on Sale of Notes and Bonds	C-1	\$ 4,283,306.43	
Note Receivable	C-5	712,000.00	
Grants Receivable	C-4	178,275.00	
Interfunds Receivable	C-8	12,141,059.79	
Deferred Charges to Future Taxation - Unfunded	C-10	3,847,000.00	
Capital Improvement Fund	C-11	125,000.00	
Interfunds Payable	C-13	6,983,454.58	
Reserve for Future Improvements	C-14	125,000.00	
Reserve to Pay Debt Service	C17	922,949.61	
School Serial Bonds	C-22	22,000,000.00	
General Serial Bonds	C-23	10,500,000.00	
Bond Anticipation Notes Issued	C-18	<u>6,501,700.00</u>	
			<u>68,319,745.41</u>
			81,867,072.71
Increased by Disbursements:			
Revenue Realized in Current Fund	C-1	1,800,000.00	
Interfunds Receivable	C-8	9,966,308.57	
Notes Receivable	C-5	534,000.00	
Interfunds Payable	C-13	7,058,340.60	
Improvement Authorizations	C-12	6,582,133.53	
Bond Anticipation Notes Redeemed	C-18	<u>45,342,000.00</u>	
			<u>71,282,782.70</u>
Balance, December 31, 2013	C		<u>\$ 10,584,290.01</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH
YEAR ENDED DECEMBER 31, 2013

	Receipts			Disbursements			Transfers		Balance December 31, 2013
	Balance December 31, 2012	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Improvement Authorizations</u>									
General Improvements:									
#00-06	\$ 7,684.94	\$	\$	\$	\$	\$	\$ 7,684.94	\$	\$
#00-09	297.00						297.00		
#00-10	3,028.63						3,028.63		
#00-13	(261.16)							261.16	
#00-29	(3.52)	6,500.00			6,500.00			3.52	
#01-05	(300.00)							300.00	
#01-09, 01-55	2,512.30						2,512.30		
#01-19	10,678.88						8,601.48		2,077.40
#01-20	3,597.93						2,961.17	500.00	1,136.76
#01-21	1,950.00						2,450.00	500.00	
#01-22	84,760.00			5,780.00				500.00	79,480.00
#02-11	(34.69)	114,200.00			114,200.00			34.69	
#02-23	5,909.45						5,909.45		
#02-26	35,960.70						35,960.70		
#02-27	170,287.88						170,287.88		
#02-39	845.94						845.94		
#02-40	1,813.79						1,813.79		
#02-41	(4,500.00)							4,500.00	
#03-08	(68.90)	121,800.00			121,800.00			68.90	
#03-09	5,191.02						5,191.02		
#03-10	7,277.35						7,277.35		
#03-12	5,311.06						5,311.06		
#03-41	70,998.61			25,342.91					45,655.70
#03-42	50,654.61						50,654.61		
#03-44	59,631.26						22,606.45		37,024.81
#03-45	29,086.68						17,684.51	12,000.00	23,402.17
#04-03	13,442.14						13,442.14		
#04-06	5,810.67						5,810.67		
#04-07	2,884.23						2,884.23		
#04-08	2,163.80								2,163.80
#04-09	(0.87)	7,400.00			7,400.00			43,330.00	43,329.13
#04-10	9,688.38							1,687.85	11,376.23
#04-20	(11,151.00)	4,175.00			4,175.00			11,266.55	115.55

-127-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH
YEAR ENDED DECEMBER 31, 2013

	Receipts			Disbursements			Transfers		Balance December 31, 2013
	Balance December 31, 2012	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
#04-35	\$ (6.89)	\$ 2,600.00	\$	\$ 16,292.00	\$ 2,600.00	\$	\$	\$ 80,524.00	\$ 64,225.11
#04-45	16,645.82							54,000.00	70,645.82
#04-46	84,133.34			28,143.00				69,000.00	124,990.34
#04-47	1,605.71								1,605.71
#04-48	27,356.27								27,356.27
#04-49	(137.72)	134,550.00		14,161.00	134,550.00				(14,298.72)
#05-08	82,136.01								82,136.01
#05-15	(38,693.17)							37,056.08	(1,637.09)
#05-25	655.89								655.89
#05-37	(10,153.49)	475.00			475.00				(10,153.49)
#05-40, 07-52	1,192,839.47			66,294.97	300,000.00			300,000.00	1,126,544.50
#06-01	93,554.51								93,554.51
#06-37	1,036,491.71			95,673.46	500,000.00			500,000.00	940,818.25
#06-78	(88.36)								(88.36)
#07-06	(51,354.20)			14,525.43					(65,879.63)
#07-19	(287,885.89)								(287,885.89)
#07-34, 08-25	52,234.73	1,440,550.00		19,036.74	1,440,550.00			103,450.00	136,647.99
#07-40	1,719.11	133,630.00		2,324.80	133,630.00			3,170.00	2,564.31
#07-41	691,033.15	1,567,070.00	1,813,900.00	37,552.27	1,772,270.00		1,538,970.00		723,210.88
#08-10	218,190.18	1,759,975.00		13,501.61	1,759,975.00			92,525.00	297,213.57
#08-42	(192,000.00)		384,000.00		192,000.00				
#08-43	(37,858.32)	133,000.00		3,074.80	133,000.00				(40,933.12)
#08-44	325,354.95	1,551,000.00		104,200.89	1,551,000.00			49,000.00	270,154.06
#09-11	(8,274.53)	120,675.00		12,371.09	120,675.00				(20,645.62)
#09-16, 09-51	192,273.39	644,100.00		19,668.35	1,794,100.00			1,155,900.00	178,505.04
#09-52a	830,571.09	2,650,000.00		242,801.07	2,000,000.00		650,000.00		587,770.02
#09-52b1	7,500.00			2,796.00					4,704.00
#09-52b2	19,000.00								19,000.00
#09-65	(426,000.00)	312,000.00	314,000.00		626,000.00			314,000.00	(112,000.00)
#10-12	35,442.76			50,344.73	400,000.00			400,000.00	(14,901.97)
#10-13	(487,736.32)				600,000.00			600,000.00	(487,736.32)
#10-70	36,991.00	200,000.00		26,172.00	200,000.00				10,819.00
#11-14	12,384.54	500,000.00	69,000.00	464.97			506,500.00		74,419.57
#11-18	52,581.32	50,000.00		27,125.92	50,000.00				25,455.40
#11-19	155,865.10			462.92					155,402.18
#11-20	447,589.35	500,000.00		692,970.66	500,000.00			96,325.00	(149,056.31)
#11-67	(128,723.98)		237,500.00	55,344.05					53,431.97
#11-72	(723,100.00)	3,615,500.00	723,100.00		4,338,600.00			723,100.00	
#12-17	25,350.00						25,350.00		
#12-26	(369.19)			506,899.93					(507,269.12)
#12-27	1,087.82	50,000.00	35,500.00	27,675.23	50,000.00				8,912.59
#12-31	220,660.88	202,500.00		237,431.50	202,500.00				(16,770.62)

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH
YEAR ENDED DECEMBER 31, 2013

	Receipts			Disbursements			Transfers		Balance December 31, 2013
	Balance December 31, 2012	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Improvement Authorizations</u>									
<u>General Improvements (Continued):</u>									
#12-35	\$ 163,654.40	\$	\$	\$ 98,845.59	\$	\$	\$	\$	\$ 64,808.81
#12-36	32,623.99			65,372.17					(32,748.18)
#12-40	(44,393.27)			459,759.31					(504,152.58)
#12-41	36,434.09		178,275.00	431,894.88					(217,185.79)
#12-42	6,906.64			150,000.00					(143,093.36)
#13-18				18,450.00				5,970.00	(12,480.00)
#13-20				850.00				9,000.00	8,150.00
#13-31				62,675.33				210,000.00	147,324.67
#13-43				209,370.81				350,000.00	140,629.19
#13-48								475,000.00	475,000.00
#13-49								266,097.34	266,097.34
#13-74								214,500.00	214,500.00
<u>School Improvements:</u>									
#04-21	6,596,034.13	7,775,400.00		148,946.41	10,611,400.00		3,611,087.72		
#06-30	500,188.40			69,053.80					431,134.60
#07-26	487,911.27	1,688,600.00		57,646.83	1,688,600.00			111,400.00	541,664.44
#08-14	(40,511.70)	4,875,000.00		114,812.47	4,875,000.00				(155,324.17)
#09-20	193,569.71	3,661,000.00		149,239.72	3,661,000.00			39,000.00	83,329.99
#10-28	965,562.58	2,900,000.00		88,035.06	2,900,000.00				877,527.52
#11-41	(84,104.70)	1,100,000.00		84,249.18	1,100,000.00				(168,353.88)
#12-32	744,186.24	1,180,000.00	270,000.00	1,311,857.22	1,450,000.00				(567,670.98)
#13-20				712,642.45				1,811,487.72	1,098,845.27
<u>Other Accounts</u>									
Fund Balance	1,203,556.42		4,283,306.43			1,800,000.00	774,500.00	360,215.32	3,272,578.17
Capital Improvement Fund	169,833.83		125,000.00				14,970.00	25,350.00	305,213.83
Due from Improvement District	(15,000.00)								(15,000.00)
Due from Montclair Parking Authority	(18,201.22)							18,201.22	
Note Receivable	(712,000.00)		712,000.00			534,000.00			(534,000.00)
General Trust Fund	93,350.00					93,350.00			
Current Fund Interfund	(1,781,229.23)		12,141,059.79			9,966,308.57	500,000.00		(106,478.01)

-129-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH
YEAR ENDED DECEMBER 31, 2013

	Receipts			Disbursements			Transfers		Balance December 31, 2013
	Balance December 31, 2012	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Other Accounts(Continued)</u>									
Federal and State Grant Fund Interfund	\$ 127,125.00	\$	\$	\$	\$	\$	\$	\$	\$ 127,125.00
Assessment Trust Fund Interfund	(54,311.20)								(54,311.20)
Water Operating Fund Interfund			226,895.15			226,895.15			
Parking Utility Operating Fund Interfund	74,961.76		701,797.54			701,797.54	18,201.22		56,760.54
Parking Utility Capital Fund Interfund	(251,183.37)								(251,183.37)
Water Capital Fund Interfund	747.73		3,850,472.49			3,837,590.00			13,630.22
Sewer Operating Fund Interfund	967.05		2,204,289.40			2,198,707.91			6,548.54
Reserve for Future Improvements	116,097.34		125,000.00				741,097.34	500,000.00	
Reserve for Repayment of UDAG	26,955.51								26,955.51
Reserve for Debt Service	668,250.00		922,949.61						1,591,199.61
Bond Anticipation Note Cash:									
Ordinance #08-10	295,332.75						295,332.75		
Ordinance #05-24									
	<u>\$ 13,547,327.30</u>	<u>\$ 39,001,700.00</u>	<u>\$ 29,318,045.41</u>	<u>\$ 6,582,133.53</u>	<u>\$ 45,342,000.00</u>	<u>\$ 19,358,649.17</u>	<u>\$ 9,049,224.35</u>	<u>\$ 9,049,224.35</u>	<u>\$ 10,584,290.01</u>
Ref.	C								C

-130-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

C-4

Ordinance Number	Purpose	Balance December 31, 2012	Grants	Decrease	Balance December 31, 2013
<u>Federal Grants</u>					
County of Essex:					
Community Development Block Grants:					
12-17	Resurfacing of Bay Street Lot	\$ 41,650.00	\$	\$ 41,650.00	\$
<u>State Grants</u>					
New Jersey Dept. of Environmental Protection:					
Green Acres Program:					
11-20	Edgemont Pond	1,000,000.00			1,000,000.00
New Jersey Dept. of Transportation:					
11-19	South Mountain Avenue - Sec. 1	60,609.00		60,609.00	0.00
12-26	South Mountain Avenue - Sec. 2	243,404.00		182,553.00	60,851.00
09-52A	Llewellyn Road	10.00		10.00	
12-41	Union Street Section 1		237,700.00	178,275.00	59,425.00
	Union Street Section 2		221,330.00		221,330.00
		<u>\$ 1,345,673.00</u>	<u>\$ 459,030.00</u>	<u>\$ 463,097.00</u>	<u>\$ 1,341,606.00</u>
	<u>Ref.</u>	C	C-16	Below	C
			Ref.		
	Cash Receipts		C-2	\$ 178,275.00	
	Cancelled Against Reserve for Grants		C-16	243,172.00	
	Cancelled Against Improvement Authorizations		C-12	41,650.00	
				<u>\$ 463,097.00</u>	

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

NOTE RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

C-5

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$ 712,000.00
Increased by:		
Cash Disbursements	C-2	<u>534,000.00</u>
		1,246,000.00
Decreased by:		
Cash Receipts	C-2	<u>712,000.00</u>
Balance, December 31, 2013	C	<u><u>\$ 534,000.00</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DUE FROM IMPROVEMENT DISTRICT
YEAR ENDED DECEMBER 31, 2013

C-6

	<u>Ref.</u>	
Balance, December 31, 2012	C	<u>\$ 15,000.00</u>
Balance, December 31, 2013	C	<u>\$ 15,000.00</u>

DUE FROM MONTCLAIR PARKING AUTHORITY
YEAR ENDED DECEMBER 31, 2013

C-7

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$ 18,201.22
Decreased by:		
Transferred to Due Parking Utility Fund	C-13	<u>18,201.22</u>
Balance, December 31, 2013		<u>\$</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

C-8

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Assessment Trust Fund</u>	<u>Parking Utility Capital Fund</u>
Balance, December 31, 2012	C	\$ 2,086,723.80	\$ 1,781,229.23	\$ 54,311.20	\$ 251,183.37
Increased by:					
Advances	C-2	9,966,308.57	9,966,308.57		
Reserve for Future Improvements	C-14	500,000.00	500,000.00		
		<u>12,553,032.37</u>	<u>12,247,537.80</u>	<u>54,311.20</u>	<u>251,183.37</u>
Decreased by:					
Settlements	C-2	<u>12,141,059.79</u>	<u>12,141,059.79</u>		
Balance, December 31, 2013	C	<u>\$ 411,972.58</u>	<u>\$ 106,478.01</u>	<u>\$ 54,311.20</u>	<u>\$ 251,183.37</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
YEAR ENDED DECEMBER 31, 2013

C-9

	<u>Ref.</u>		
Balance, December 31, 2012	C		\$ 116,279,735.94
Increased by:			
Downtown Business District Loan	C-21	\$ 490,000.00	
Transferred from Deferred Charges - Unfunded	C-10	<u>32,500,000.00</u>	
			<u>32,990,000.00</u>
			149,269,735.9
Decreased by:			
2013 Budget Appropriation:			
Downtown Business District Loan	C-21	32,666.67	
Green Acres Loan	C-19	24,763.21	
Infrastructure Loan	C-20	42,482.01	
School Bonds	C-22	2,730,000.00	
Municipal Bonds	C-23	<u>4,580,000.00</u>	
			<u>7,409,911.89</u>
Balance, December 31, 2013	C		<u>\$ 141,859,824.05</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
YEAR ENDED DECEMBER 31, 2013

Ordinance Number	Improvements	Balance Dec. 31, 2012	2013			Funded by Budget Appropriation	Balance Dec. 31, 2013	December 31, 2013		Unexpended Improvement Authorization
			Authorizations	Cancel	Collections			Bond Anticipation Notes	Expended	
00-13	Various Library Capital Improvements	\$ 261.16	\$	\$	\$	\$ 261.16				\$
00-29	Various Capital Improvements	6,503.52				3.52	6,500.00	6,500.00		
01-05	Various Pool Improvements	300.00				300.00				
01-09,01-55	Acquisition and/or Improvement of Property	500.00		500.00						
01-20	Various Capital Improvements	500.00		500.00						
01-21	Various Capital Improvements	500.00		500.00						
01-22	Various Capital Improvements	500.00				500.00				
02-11	Reconstruction of Various Streets	118,357.76		4,123.07		34.69	114,200.00	114,200.00		
02-23	Various Library Capital Improvements	3,000.00		3,000.00						
02-41	Resurfacing and Curbing of Briar Hill Road	4,500.00				4,500.00				
03-08	Various Street Improvements (DOT)	131,055.50		9,186.60		68.90	121,800.00	121,800.00		
03-09	Street and Drainage Improvements	44,082.62		44,082.62						
03-11	Street and Drainage Improvements	19,720.46								
03-45	Various Library Capital Improvements	12,000.00		12,000.00						
04-06	Street and Drainage Improvements	262.63		262.63						
04-09	Development of Calming Plan for the Nishuane Road and Enfield, Virginia and Franklin Avenues Area (CDBG)	50,730.00				43,330.00	7,400.00	7,400.00		
04-10	Street and Drainage Improvements on Bay Street (CDBG)	1,687.85				1,687.85				
04-20	Streetscape Improvements on Valley Road	15,441.55				11,268.55	4,175.00	4,175.00		
04-35	Reconstruction of Sanitary Sewer System	83,124.00				80,524.00	2,600.00	2,600.00		
04-45	Various Capital Improvements	54,000.00				54,000.00				
04-46	Various Capital Improvements	69,000.00				69,000.00				
04-47	Various Capital Improvements	1,000.00					1,000.00			1,000.00
04-48	Various Capital Improvements	22,000.00					22,000.00			22,000.00
04-49	Various Library Capital Improvements	277,000.00					277,000.00	134,550.00	14,298.72	128,151.28
05-08	Acquisition of Communication Equipment	15,000.00					15,000.00			15,000.00
05-15	Refunding Bond	38,693.17				37,056.08	1,637.09		1,637.09	
05-25	Renovation of Police Dispatch Control	3,924.00					3,924.00			3,924.00
05-37	Acquisition of Land	23,000.00					23,000.00	475.00	10,153.49	12,371.51
05-40	Various Capital Improvements	326,111.04				300,000.00	26,111.04			26,111.04
06-37	Various Capital Improvements	868,092.47				500,000.00	368,092.47			368,092.47
06-78	Preliminary Design and Planning of Day Care Facility	1,750.00					1,750.00		88.36	1,661.64
07-06	Various Capital Improvements	237,075.00					237,075.00		65,879.63	171,195.37
07-19	Acquisition of Property	295,000.00					295,000.00		287,885.89	7,114.11
07-34,8-25	Various Capital Improvements	1,500,675.00				1,440,550.00	60,125.00			80,125.00
07-40	Various Library Capital Improvements	136,130.00				133,630.00	2,500.00			2,500.00
07-41	Various Capital Improvements	1,841,050.68				1,772,270.00	68,780.68			68,780.68
8-10	Various Capital Improvements	1,464,642.25				1,464,642.25				
8-42	Tax Appeals Refunding	192,000.00					192,000.00			
8-43	Removal and Replacement of Trees	171,100.00					133,000.00		23,933.12	14,166.88
8-44	Various Capital Improvements	1,893,512.70				1,551,000.00	342,512.70			342,512.70
9-11	Orange Road Redevelopment	145,675.00					120,675.00		16,320.62	8,679.38
9-16,9-51	Various Capital Improvements	692,600.00				644,100.00	48,500.00			48,500.00
9-52a	Various Capital Improvements	2,592,715.96				2,500,000.00	92,715.96			92,715.96
9-52b1	Improvements to Clary Anderson Arena	142,500.00					142,500.00			142,500.00
9-52b2	Paving and Resurfacing and Restoration	237,500.00				237,500.00				
9-65	Tax Appeals Refunding	738,000.00				314,000.00	424,000.00	312,000.00	112,000.00	
10-12	Multi-purpose	501,639.36				400,000.00	101,639.36		14,901.97	86,737.39
10-13	Traffic Calming Improvements	1,126,700.00				600,000.00	526,700.00		487,736.32	38,963.68
10-70	Multi-purpose	308,750.00					308,750.00	200,000.00		108,750.00

-136-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
YEAR ENDED DECEMBER 31, 2013

Ordinance Number	Improvements	Balance Dec. 31, 2012	2013 Authorization	Cancel	Collections	Funded by Budget Appropriation	Balance Dec. 31, 2013	Analysis of Balance December 31, 2013		
								Bond Anticipation Notes	Expended	Unexpended Improvement Authorization
11-14	Pavement and Restoration - South Park Place	\$ 475,000.00	\$	\$	\$ 69,000.00	\$ 406,000.00	\$	\$	\$	\$
11-18	Shade Tree Improvements	71,250.00					71,250.00	50,000.00		21,250.00
11-19	Improvements to South Mountain Ave	60,609.00					60,609.00			60,609.00
11-20	Improvements to Edgemont Pond	1,000,000.00					1,000,000.00	500,000.00	245,381.31	254,618.69
11-67	Pavement and Restoration - South Park Place	237,500.00			237,500.00					
11-72	Tax Appeal Refunding	4,338,600.00				723,100.00	3,615,500.00	3,615,500.00		
12-26	Paving South Mountain Arena	726,500.00					726,500.00		507,269.12	219,230.88
12-27	Pavement and Restoration - South Park Place	85,500.00			35,500.00		50,000.00	50,000.00		
12-31	Various Capital Improvements	384,037.00					384,037.00	202,500.00	16,770.62	164,766.38
12-36	Various Capital Improvements	812,962.00					812,962.00		32,748.18	780,213.82
12-40	Acquisition of Vehicles	584,250.00					584,250.00		504,152.58	80,097.42
12-41	Various Capital Improvements	1,086,875.00			178,275.00		908,600.00		217,185.79	691,414.21
12-42	Acquisition of Ambulance	144,875.00					144,875.00		143,093.36	1,781.64
13-18	HVAC Upgrades - Firehouse Server		113,430.00				113,430.00		12,480.00	100,950.00
13-20	Police Radio System		171,000.00				171,000.00			171,000.00
	<u>School</u>									
04-21	Various School Improvements	10,732,912.28		2,957,512.28		7,775,400.00				
6-30	Various School Improvements	949,840.00					949,840.00			949,840.00
7-26	Various School Improvements	2,370,120.00				1,688,600.00	681,520.00			681,520.00
8-14	Various School Improvements	5,271,848.00				4,875,000.00	396,848.00		80,324.17	316,523.83
9-20	Various School Improvements	3,814,200.00				3,661,000.00	153,200.00			153,200.00
10-28	Multi-purpose	2,986,360.00				2,900,000.00	86,360.00			86,360.00
11-41	Various School Improvements	1,686,360.00				1,100,000.00	586,360.00		168,353.88	418,006.12
12-32	Various School Improvements	3,053,440.00				270,000.00	2,783,440.00	1,180,000.00	567,670.98	1,035,769.02
13-17/13-67	Various School Improvements		2,900,000.00	1,811,487.72			1,088,512.28			1,088,512.28
		<u>\$ 57,282,901.96</u>	<u>\$ 3,184,430.00</u>	<u>\$ 4,862,875.38</u>	<u>\$ 520,275.00</u>	<u>\$ 36,005,000.00</u>	<u>\$ 19,079,181.58</u>	<u>\$ 6,501,700.00</u>	<u>\$ 3,530,265.20</u>	<u>\$ 9,047,216.38</u>
<u>Ref.</u>	<u>C</u>		<u>C-12</u>	<u>C-12</u>	<u>Below</u>	<u>Below</u>	<u>C</u>	<u>C-18</u>	<u>C-3</u>	<u>C-12</u>
				<u>Ref.</u>						
	Cash Receipts			C-2	\$ 342,000.00	\$ 3,505,000.00				
	Transferred to Deferred Charges to Future Taxation-Funded			C-9		32,500,000.00				
	Applied from Reserve for State Grants			C-16		178,275.00				
					<u>\$ 520,275.00</u>	<u>\$ 36,005,000.00</u>				

-137-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2013

C-11

	<u>Ref.</u>		
Balance, December 31, 2012	C		\$ 169,833.83
Increased by:			
Budget Appropriations	C-2	\$ 125,000.00	
Improvement Authorization Cancelled	C-12	<u>25,350.00</u>	
			<u>150,350.00</u>
			320,183.83
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-12		<u>14,970.00</u>
Balance, December 31, 2013	C		<u>\$ 305,213.83</u>

See Independent Auditors' Report

TOWNSHIP OF MONTLCIAR
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2013

Description	Ordinance Number	Date	Amount	Balance Dec. 31, 2012		2013 Authorizations	Paid or Charged	Canceled	Balance Dec. 31, 2013	
				Funded	Unfunded				Funded	Unfunded
General Improvements										
Reconstruction of Various Streets	00-06	03/07/00	\$ 520,800.00	\$ 7,684.94	\$	\$	\$	7,684.94	\$	\$
Various Capital Improvements	00-09	04/18/00	808,600.00	297.00				297.00		
Various Capital Improvements	00-10	04/18/00	1,194,960.00	3,028.63				3,028.63		
Purchase/Redevelopment of Property	01-09/01-55	02/27/01	104,000.00	2,512.30	500.00			3,012.30		
Various Capital Improvements	01-19	04/24/01	1,047,280.00	10,678.88				8,601.48	2,077.40	
Various Capital Improvements	01-20	04/24/01	1,404,610.00	3,597.93	500.00			2,961.17	1,138.76	
Various Park Improvements	01-21	04/24/01	506,480.00	1,950.00	500.00			2,450.00		
Various Capital Improvements	01-22	04/24/01	2,756,000.00	84,760.00	500.00				79,480.00	
Various Street Improvements (CDBG)	02-11	04/16/02	519,750.00		4,123.07		5,780.00	4,123.07		
Various Library Capital Improvements	02-23	06/25/02	213,200.00	5,909.45	3,000.00			8,909.45		
Various Capital Improvements	02-26	06/25/02	620,360.00	35,960.70				35,960.70		
Various Capital Improvements	02-27	06/25/02	1,021,800.00	170,287.88				170,287.88		
Various Park Improvements	02-39	09/17/02	525,000.00	845.94				845.94		
Reconstruction of North Willow Street (CDBG)	02-40	09/17/02	285,250.00	1,813.79				1,813.79		
Various Street Improvements	03-08	03/11/03	202,650.00		9,186.60			9,186.60		
Various Street Improvements (CDBG)	03-09	03/11/03	234,859.00	5,191.02	44,082.62			49,273.64		
Various Street Improvements (CDBG)	03-10	03/11/03	355,971.00	7,277.35				7,277.35		
Various Street Improvements (CDBG)	03-11	03/11/03	143,358.00		19,720.46			19,720.46		
Various Capital Improvements	03-12	03/11/03	78,000.00	5,311.06				5,311.06		
Various Capital Improvements	03-41	07/22/03	1,250,100.00	70,998.61			25,342.91	45,655.70		
Various Capital Improvements	03-42	07/22/03	1,465,700.00	50,654.61				(0.00)		
Various Capital Improvements	03-44	07/22/03	3,042,000.00	59,631.26				22,606.45	37,024.81	
Various Library Capital Improvements	03-45	07/22/03	590,700.00	29,086.68	12,000.00			17,684.51	23,402.17	
Town-Wide Fiber Optic Network Project	04-03	02/03/04	260,000.00	13,442.14				13,442.14		
Various Street Improvements (CDBG)	04-06	03/30/04	136,888.00	5,810.67	262.63			6,073.30		
Greenwood Parking Plaza Development (CDBG)	04-07	03/30/04	78,750.00	2,884.23				2,884.23		
Improvement of Streets (CDBG)	04-08	03/30/04	63,000.00	2,163.80					2,163.80	
Development of Calming Plan for the Nishuane Road and Enfield, Virginia and Franklin Avenues Area (CDBG)	04-09	03/30/04								
Street and Drainage Improvements on Bay Street (CDBG)	04-10	03/30/04	53,267.00		43,329.13				35,929.13	7,400.00
Streetscape Improvements on Valley Road (DOT)	04-20	04/20/04	124,194.00	9,688.38	1,687.85			11,376.23		
Reconstruction of Sanitary Sewer System	04-35	03/30/04	203,685.00		115.55					115.55
Various Capital Improvements	04-45	03/30/04	970,000.00	80,517.11			16,292.00	61,625.11	2,600.00	
Various Capital Improvements	04-46	03/30/04	1,695,200.00	25,645.82	45,000.00			70,645.82		
Various Capital Improvements	04-47	03/30/04	1,595,600.00	84,133.34	69,000.00		28,143.00	124,990.34		
Various Capital Improvements	04-48	08/10/04	248,600.00	1,605.71	1,000.00			1,605.71	1,000.00	
Various Capital Improvements	04-48	08/10/04	2,964,000.00	27,356.27	22,000.00			27,356.27	22,000.00	
Various Library Capital Improvements	04-49	08/10/04	501,700.00		142,312.28		14,161.00		128,151.28	
Acquisition of Communication Equipment	05-08	02/22/05	1,700,000.00	82,136.01	15,000.00			82,136.01	15,000.00	
Renovation of Police Dispatch Control	05-25	05/17/05	313,000.00	655.89	3,924.00			655.89	3,924.00	
Acquisition of Land	05-37	08/09/05	340,000.00		12,371.51				12,371.51	
Various Capital Improvements	05-40	08/23/05	6,991,015.00	892,839.47	326,111.04		66,294.97	1,126,544.50	26,111.04	
Improvement to Various Parks and Baseball Fields	06-01	01/31/06	525,000.00	93,554.51				93,554.51		
Various Capital Improvements	06-37	06/27/06	6,260,650.00	536,491.71	868,092.47		95,673.46	940,818.25	368,092.47	
Preliminary Design and Planning of Day Care Facility	06-78									
Various Capital Improvements	07-06	12/19/06	65,000.00		1,661.64				1,661.64	
Acquisition of Property	07-19	01/23/07	1,828,500.00		185,720.80		14,525.43		171,195.37	
		04/10/07	295,000.00		7,114.11				7,114.11	

- 139 -

TOWNSHIP OF MONTICLAR
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2013

Description	Ordinance Number	Date	Amount	Balance Dec. 31, 2012		2013 Authorizations	Paid or Charged	Canceled	Balance Dec. 31, 2013	
				Funded	Unfunded				Funded	Unfunded
Various Capital Improvements	07-34/08-25	06/12/07	\$ 1,797,500.00	\$	\$ 215,809.73	\$	\$ 19,036.74	\$	136,647.99	\$ 60,125.00
Various Library Capital Improvements	07-40	09/11/07	150,000.00		7,389.11		2,324.80		2,564.31	2,500.00
Various Capital Improvements	07-41	09/11/07	2,330,500.00		829,543.83		37,552.27		723,210.88	68,780.68
Various Capital Improvements	08-10	02/19/08	2,260,000.00		310,715.18		13,501.61		297,213.57	
Removal and Replacement of Trees	08-43	10/21/08	198,000.00		17,241.68		3,074.80			14,166.88
Various Capital Improvements	08-44	10/29/08	2,106,000.00		716,867.65		104,200.89		270,154.06	342,512.70
Orange Road Redevelopment	09-11	03/10/09	150,000.00		21,050.47		12,371.09			8,679.38
Various Capital Improvements	09-16/09-51	04/07/09	715,000.00		246,673.39		19,668.35		178,505.04	48,500.00
Various Capital Improvements	09-52a	09/22/09	3,200,000.00		923,287.05		242,801.07		587,770.02	92,715.96
Improvements to Clary Anderson Arena	09-52b1	10/06/09	150,000.00	7,500.00	142,500.00		2,796.00		4,704.00	142,500.00
Paving and Resurfacing and Restoration	09-52b2	10/16/09	250,000.00		19,000.00				19,000.00	
Various Capital Improvements	10-12	03/09/10	584,000.00		137,082.12		50,344.73			86,737.39
Traffic Calming Improvements	10-13	12/28/10	1,186,000.00		38,963.68					38,963.68
Various Capital Improvements	10-70	12/07/10	325,000.00		145,741.00		26,172.00			119,569.00
Pavement and Restoration of S.Park Plaza	11-14	04/05/11	500,000.00		74,884.54		464.97		74,419.57	
Shade Tree Improvement	11-18	04/21/11	75,000.00	2,581.32	71,250.00		27,125.92			46,705.40
Improvement to South Mountain Ave	11-19	04/21/11	700,000.00		216,474.10		462.92		155,402.18	60,609.00
Improvement to Edgemont Pond	11-20	04/21/11	1,000,000.00		947,589.35		692,970.66			254,618.69
Pavement and Restoration of S.Park Plaza	11-67	11/01/11	250,000.00		108,776.02		55,344.05		53,431.97	
Resurfacing of Bay Street Parking Lot	12-17	03/20/12	67,000.00	25,350.00	41,650.00			67,000.00		
Paving of South Mountain Avenue	12-26	04/03/12	726,500.00		726,130.81		506,899.93			219,230.88
Pavement and Restoration of S.Park Plaza	12-27	04/17/12	90,000.00		36,587.82		27,675.23			8,912.59
Various Capital Improvements	12-31	05/01/12	404,250.00	18,160.88	384,037.00		237,431.50			164,766.38
Various Capital Improvements	12-35	05/22/12	222,068.00	163,654.40			98,845.59		64,808.81	
Various Capital Improvements	12-36	05/22/12	855,750.00	32,623.99	812,962.00		65,372.17			780,213.82
Acquisition of Vehicles	12-40	06/12/12	615,000.00		539,856.73		459,759.31			80,097.42
Various Capital Improvements	12-41	06/12/12	1,144,080.00	36,434.09	1,086,875.00		431,894.88			691,414.21
Acquisition of Ambulance	12-42	06/12/12	152,500.00	6,906.64	144,875.00		150,000.00			1,781.64
HVAC Upgrades - Firehouse Server	13-18	05/14/13	119,400.00			119,400.00	18,450.00			100,950.00
Police Radio System	13-20	06/11/13	180,000.00			180,000.00	850.00		8,150.00	171,000.00
Various Capital Improvements	13-31	07/15/13	210,000.00			210,000.00	62,675.33		147,324.67	
Various Street Improvements	13-43	09/03/13	350,000.00			350,000.00	209,370.81		140,629.19	
Acquisition of Property	13-48	09/10/13	475,000.00			475,000.00			475,000.00	
Various Capital Improvements	13-49	09/10/13	266,097.34			266,097.34			266,097.34	
Acquisition of Various Equipment	13-74	12/30/13	214,500.00			214,500.00			214,500.00	
School Improvements										
Various School Improvements	04-21	05/04/04	36,692,256.00		4,917,946.41		148,946.41	4,769,000.00		
Various School Improvements	06-30	05/09/06	4,649,840.00	500,188.40	949,840.00		69,053.80		431,134.60	949,840.00
Various School Improvements	07-26	05/08/07	4,381,520.00		1,280,831.27		57,646.83		541,664.44	681,520.00
Various School Improvements	08-14	04/15/08	5,346,848.00		431,336.30		114,812.47			316,523.83
Various School Improvements	09-20	05/05/09	3,853,200.00		385,769.71		149,239.72		83,329.99	163,200.00
Various School Improvements	10-28	06/22/10	2,986,360.00		1,051,922.58		88,035.06		877,527.52	86,360.00
Various School Improvements	11-41	07/12/11	1,686,360.00		502,255.30		84,249.18			418,006.12
Various School Improvements	12-32	05/01/12	3,053,440.00		2,347,626.24		1,311,857.22			1,035,769.02
Various School Improvements	13-17/13-67	05/01/12	2,900,000.00				712,642.45		1,098,845.27	1,068,512.28
				\$ 3,129,285.70	\$ 22,750,673.94	\$ 4,714,997.34	\$ 6,582,133.53	\$ 5,290,090.70	\$ 9,620,213.83	\$ 9,102,518.92
				Reference C	C	Below	C-2	Below	C	C
					Ref.					
					Capital Surplus	\$ 774,500.00		\$ 360,215.32		
					CDBG Grant Receivable			41,650.00		
					Deferred Charge to Future Taxation - Unfunded	3,184,430.00		4,862,875.38		
					Reserve for Future Improvements	741,097.34				
					Capital Improvement Fund	14,970.00		25,350.00		
						\$ 4,714,997.34		\$ 5,290,090.70		

- 141 -

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2013

C-13

	Ref.	Total	Trust Fund	Federal and State Grant Fund	Water Utility Capital Fund	Sewer Utility Capital Fund	Water Utility Operating Fund	Parking Utility Operating Fund
Balance, December 31, 2012	C	\$ 297,151.54	\$ 93,350.00	\$ 127,125.00	\$ 747.73	\$ 967.05	\$	\$ 74,961.76
Increased by:								
Advances	C-2	6,983,454.58			3,850,472.49	2,204,289.40	226,895.15	701,797.54
		<u>7,280,606.12</u>	<u>93,350.00</u>	<u>127,125.00</u>	<u>3,851,220.22</u>	<u>2,205,256.45</u>	<u>226,895.15</u>	<u>776,759.30</u>
Decreased by:								
Settlements	C-2	7,058,340.60	93,350.00		3,837,590.00	2,198,707.91	226,895.15	701,797.54
Transfer from Due From Authority	C-7	18,201.22						18,201.22
		<u>7,076,541.82</u>	<u>93,350.00</u>		<u>3,837,590.00</u>	<u>2,198,707.91</u>	<u>226,895.15</u>	<u>719,998.76</u>
Balance, December 31, 2013	C	<u>\$ 204,064.30</u>	<u>\$</u>	<u>\$ 127,125.00</u>	<u>\$ 13,630.22</u>	<u>\$ 6,548.54</u>	<u>\$</u>	<u>\$ 56,760.54</u>

-141-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR FUTURE IMPROVEMENTS
YEAR ENDED DECEMBER 31, 2013

C-14

	<u>Ref.</u>		
Balance, December 31, 2012	C		\$ 116,097.34
Increased by:			
Interfund Receivable	C-8	\$ 500,000.00	
Cash Receipts	C-12	<u>125,000.00</u>	
			<u>625,000.00</u>
			741,097.34
Decreased by:			
Applied to Improvement Authorizations	C-2		<u>741,097.34</u>
Balance, December 31, 2013			<u><u>\$</u></u>

RESERVE FOR REPAYMENT
OF URBAN DEVELOPMENT ACTION GRANT
DECEMBER 31, 2013

C-15

	<u>Ref.</u>		
Balance, December 31, 2012	C		<u>\$ 26,955.51</u>
Balance, December 31, 2013	C		<u><u>\$ 26,955.51</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

C-16

Ordinance Number	Purpose	Balance December 31, 2012	Grants	Decreased	Balance December 31, 2013
<u>State Grants</u>					
New Jersey Department of Transportation:					
11-19	South Mountain Avenue - Sec. 1	\$ 60,609.00	\$	\$ 60,609.00	\$
12-26	South Mountain Avenue - Sec. 2	243,404.00		182,553.00	60,851.00
09-52A	Llewellyn Road	10.00		10.00	
12-41	Union Street Section 1		237,700.00	178,275.00	59,425.00
	Union Street Section 2		221,330.00		221,330.00
Department of Environmental Protection:					
Green Acres Program:					
11-20	Edgemont Pond	<u>1,000,000.00</u>			<u>1,000,000.00</u>
		<u>\$ 1,304,023.00</u>	<u>\$ 459,030.00</u>	<u>\$ 421,447.00</u>	<u>\$ 1,341,606.00</u>
	<u>Ref.</u>	C	C-4	Below	C
			Ref.		
	Applied to Deferred Charges to Future Taxation - Unfunded		C-10	\$ 178,275.00	
	Canceled		C-4	<u>243,172.00</u>	
				<u>\$ 421,447.00</u>	

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR PAYMENT OF DEBT SERVICE
YEAR ENDED DECEMBER 31, 2013

C-17

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$ 668,250.00
Increased by:		
Cash Received on Funded Authorizations	C-2	<u>922,949.61</u>
Balance, December 31, 2013	C	<u>\$ 1,591,199.61</u>
 <u>Analysis of Balance</u>		
General Improvements		\$ 668,250.00
School Improvements		<u>922,949.61</u>
		<u>\$ 1,591,199.61</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2013

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance December 31, 2012	Increase	Decrease	Balance December 31, 2013
	<u>General</u>							
07-40	Various Capital Improvements				\$ 68,630.00 65,000.00	\$	\$ 68,630.00 65,000.00	\$
07-41	Various Capital Improvements				1,482,300.00 289,396.00 574.00		1,482,300.00 289,396.00 574.00	
08-10	Various Capital Improvements				1,375,150.00 284,825.00 100,000.00		1,375,150.00 284,825.00 100,000.00	
08-25	Various Capital Improvements				1,293,050.00 147,500.00		1,293,050.00 147,500.00	
08-42	Tax Appeal Refunding				192,000.00		192,000.00	
08-43	Various Capital Improvements				133,000.00		133,000.00	
08-44	Various Capital Improvements				1,051,000.00 500,000.00		1,051,000.00 500,000.00	
09-11	Orange Road Development				120,675.00		120,675.00	
9-16	Various Capital Improvements				344,100.00 300,000.00		344,100.00 300,000.00	
09-52-A	Various Capital Improvements				2,000,000.00		2,000,000.00	

-145-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2013

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance December 31, 2012	Increase	Decrease	Balance December 31, 2013
	<u>General</u>							
09-65	Tax Appeals Refunding	12-30-09	11-07-14	1.00 %	\$ 626,000.00	\$ 312,000.00	\$ 626,000.00	\$ 312,000.00
05-40	Various Capital Improvements				300,000.00		300,000.00	
06-37	Various Capital Improvements				500,000.00		500,000.00	
09-52a	Various Capital Improvements				500,000.00		500,000.00	
10-12	Various Capital Improvements				400,000.00		400,000.00	
10-13	Various Capital Improvements				600,000.00		600,000.00	
00-29	Various Capital Improvements	12-15-11	11-07-14	1.00	6,500.00	6,500.00	6,500.00	6,500.00
02-11	Various Capital Improvements	12-15-11	11-07-14	1.00	114,200.00	114,200.00	114,200.00	114,200.00
03-08	Various Capital Improvements	12-15-11	11-07-14	1.00	121,800.00	121,800.00	121,800.00	121,800.00
04-09	Various Capital Improvements	12-15-11	11-07-14	1.00	7,400.00	7,400.00	7,400.00	7,400.00
04-20	Various Capital Improvements	12-15-11	11-07-14	1.00	4,175.00	4,175.00	4,175.00	4,175.00
04-35	Various Capital Improvements	12-15-11	11-07-14	1.00	2,600.00	2,600.00	2,600.00	2,600.00
04-49	Various Capital Improvements	12-15-11	11-07-14	1.00	134,550.00	134,550.00	134,550.00	134,550.00
05-37	Various Capital Improvements	12-15-11	11-07-14	1.00	475.00	475.00	475.00	475.00
09-52,11-14	Various Capital Improvements				250,000.00		250,000.00	
					400,000.00		400,000.00	

-146-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2013

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance December 31, 2012	Increase	Decrease	Balance December 31, 2013
	<u>General</u>							
10-70	Various Capital Improvements	12-15-11	11-07-14	1.00 %	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00
11-18	Shade Tree Improvements	12-15-11	11-07-14	1.00	50,000.00	50,000.00	50,000.00	50,000.00
11-20	Various Capital Improvements	12-15-11	11-07-14	1.00	500,000.00	500,000.00	500,000.00	500,000.00
11-72	Tax Appeal Refunding	12-15-11	11-07-14	1.00	4,338,600.00	3,615,500.00	4,338,600.00	3,615,500.00
12-27	Pavement Restoration at South Park Plaza	12-14-12	11-07-14	1.00	50,000.00	50,000.00	50,000.00	50,000.00
12-31	Various Capital Improvements	12-14-12	11-07-14	1.00	202,500.00	202,500.00	202,500.00	202,500.00
					<u>19,056,000.00</u>	<u>5,321,700.00</u>	<u>19,056,000.00</u>	<u>5,321,700.00</u>
	<u>School</u>							
04-21	Various School Improvements				6,994,200.00		6,994,200.00	
					2,300,000.00		2,300,000.00	
7-26	Various School Improvements				1,188,600.00		1,188,600.00	
					500,000.00		500,000.00	
08-14	Various School Improvements				1,925,000.00		1,925,000.00	
					1,500,000.00		1,500,000.00	
					750,000.00		750,000.00	
					700,000.00		700,000.00	
09-20	Various School Improvements				961,000.00		961,000.00	
					1,700,000.00		1,700,000.00	
					750,000.00		750,000.00	
					250,000.00		250,000.00	
10-28	Multi-Purpose				1,500,000.00		1,500,000.00	

-147-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2013

-148-

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance December 31, 2012	Increase	Decrease	Balance December 31, 2013
	<u>School</u>							
04-21	Various School Improvements				\$ 1,317,200.00	\$	\$ 1,317,200.00	\$
10-28	Various School Improvements				1,400,000.00		1,400,000.00	
11-41	Various School Improvements				500,000.00 600,000.00		500,000.00 600,000.00	
12-32	Various School Improvements	12-14-12	11-07-14	1.00 %	1,450,000.00	1,180,000.00	1,450,000.00	1,180,000.00
					<u>26,286,000.00</u>	<u>1,180,000.00</u>	<u>26,286,000.00</u>	<u>1,180,000.00</u>
					<u>\$ 45,342,000.00</u>	<u>\$ 6,501,700.00</u>	<u>\$ 45,342,000.00</u>	<u>\$ 6,501,700.00</u>
				<u>Ref.</u>	C	C-2	C-2	C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GREEN ACRES TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2013

C-19
Sheet # 1

Description	Amount of Original Issue	Maturities of Loan Outstanding December 31, 2013		Interest Rate	Balance December 31, 2012	Decrease	Balance December 31, 2013
		Date	Amount				
Project Youth Sports	\$ 250,000.00	2014	\$ 12,182.73				
		2015	12,427.61				
		2016	12,677.40				
		2017	12,932.22				
		2018	13,192.15				
		2019	13,457.32				
		2020	13,727.82				
		2021	14,003.73				
		2022	14,285.21				
		2023	14,572.34				
		2024	14,865.25				
		2025	15,164.04				
		2026	7,695.94			2.00 %	\$ 183,126.45
Project Youth Sports II	250,000.00	2014	12,820.52	*			
		2015	12,820.52	*			
		2016	12,820.52	*			
		2017	12,820.52	*			
		2018	12,820.52	*			
		2019	12,820.52	*			
		2020	12,820.52	*			
		2021	12,820.52	*			
		2022	12,820.52	*			
2023	12,820.52	*					

-149-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GREEN ACRES TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2013

C-19
Sheet # 2

Description	Amount of Original Issue	Maturities of Loan Outstanding December 31, 2013			Balance December 31, 2012	Decrease	Balance December 31, 2013
		Date	Amount	Interest Rate			
Project Youth Sports II	\$ 250,000.00	2024	\$ 12,820.52	*	\$	\$	\$
		2025	12,820.52	*			
		2026	12,820.52	*			
		2027	12,820.52	*			
		2028	12,820.52	*			
		2029	6,410.12	*			
				<u>\$ 394,664.89</u>	<u>\$ 24,763.21</u>	<u>\$ 369,901.68</u>	
				Ref. C	C-9	C	

* Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2013

C-20
Sheet # 1

Description	Original Issue		Loan Maturities Outstanding December 31, 2013		Interest Rate	Balance Dec. 31, 2012	Decrease	Balance Dec. 31, 2013
	Date	Amount	Date	Amount				
Trust Share	10-14-04	\$ 435,000.00	8-01-2014	\$ 20,000.00	4.00 %			
			8-01-2015	20,000.00	4.00			
			8-01-2016	25,000.00	4.00			
			8-01-2017	25,000.00	5.00			
			8-01-2018	25,000.00	5.00			
			8-01-2019	25,000.00	5.00			
			8-01-2020	30,000.00	5.00			
			8-01-2021	30,000.00	5.00			
			8-01-2022	30,000.00	5.00			
			8-01-2023	30,000.00	4.25			
			8-01-2024	35,000.00	4.375			
Fund Share	10-14-04	443,438.00	2-01-2014	4,429.50	*			
			8-01-2014	17,403.79	*			
			2-01-2015	4,170.02	*			
			8-01-2015	17,144.31	*			
			2-01-2016	3,910.53	*			
			8-01-2016	20,128.40	*			
			2-01-2017	3,586.17	*			
			8-01-2017	19,804.04	*			
			2-01-2018	3,180.73	*			
			8-01-2018	19,398.59	*			
			2-01-2019	2,775.28	*			
8-01-2019	18,993.14	*						

-151-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

C-20
Sheet # 2

N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2013

Description	Original Issue		Loan Maturities Outstanding December 31, 2013		Interest Rate	Balance Dec. 31, 2012	Decrease	Balance Dec. 31, 2013
	Date	Amount	Date	Amount				
Fund Share	10-14-04	\$ 443,438.00	2-01-2020	\$ 2,369.83	*	\$	\$	\$
			8-01-2020	21,831.27	*			
			2-01-2021	1,883.30	*			
			8-01-2021	21,344.74	*			
			2-01-2022	1,396.76	*			
			8-01-2022	20,858.20	*			
			2-01-2023	910.23	*			
			8-01-2023	20,371.85	*			
			2-01-2024	496.67	*			
			8-01-2024	23,201.69	*			
						<u>272,071.05</u>	<u>22,482.01</u>	<u>249,589.04</u>
						<u>\$ 587,071.05</u>	<u>\$ 42,482.01</u>	<u>\$ 544,589.04</u>
					<u>Ref.</u>	C	C-9	C

* Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

N.J. BUSINESS DISTRICT
LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2013

C-21

Description	Original Issue		Loan Maturities Outstanding December 31, 2013		Interest Rate	Increase	Decrease	Balance Dec. 31, 2013
	Date	Amount	Date	Amount				
Loan	12-31-12	\$ 490,000.00	12-31-14/27	\$ 32,666.67	* %	\$ 490,000.00	\$ 32,666.67	\$ 457,333.33
					<u>Ref.</u>	C-9	C-9	C

* Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SERIAL BONDS - SCHOOL
YEAR ENDED DECEMBER 31, 2013

Purpose	Date of Issue	Issue Amount	Maturities of Bonds Outstanding Dec. 31, 2013		Interest Rate	Balance Dec. 31, 2012	Bonds Issued	Decrease	Balance Dec. 31, 2013							
			Date	Amount												
School Improvements	5-15-06	\$ 16,715,000.00	1-01-14	\$ 400,000.00	4.50 %	\$ 15,165,000.00	\$	\$	\$							
			1-01-15/26	1,000,000.00	4.50											
			1-01-27	1,200,000.00	4.50											
			1-01-28	1,265,000.00	4.50											
School Improvements	5-15-08	14,600,000.00	5-15-14	850,000.00	5.00	13,700,000.00										
			5-15-15	250,000.00	3.50											
			5-15-16	450,000.00	5.00											
			5-15-17	650,000.00	4.00											
			5-15-18	900,000.00	5.00											
			5-15-19/22	900,000.00	4.00											
			5-15-23	900,000.00	4.13											
			5-15-24	1,000,000.00	4.13											
			5-15-25	1,000,000.00	4.25											
			5-15-26/28	1,050,000.00	4.25											
			School Improvements	6-08-10	9,662,000.00					6-01-14	260,000.00	2.50	9,447,000.00			
										6-01-15	290,000.00	2.50				
6-01-16	330,000.00	2.50														
6-01-17	360,000.00	2.50														
6-01-18	400,000.00	3.00														
6-01-19	430,000.00	4.00														
6-01-20	460,000.00	3.25														
6-01-21	500,000.00	3.25														
6-01-22	540,000.00	3.50														
6-01-23	570,000.00	3.50														
6-01-24	600,000.00	4.00														
6-01-25	640,000.00	4.00														
6-01-26	700,000.00	4.00														
6-01-27	730,000.00	4.00														
6-01-28	770,000.00	4.00														
6-01-29	800,000.00	4.00														
6-01-30	847,000.00	4.00														

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SERIAL BONDS - SCHOOL
YEAR ENDED DECEMBER 31, 2013

Purpose	Date of Issue	Issue Amount	Maturities of Bonds Outstanding Dec. 31, 2013		Interest Rate	Balance Dec. 31, 2012	Bonds Issued	Decrease	Balance Dec. 31, 2013
			Date	Amount					
School Improvements	3-01-11	\$ 21,660,000.00	3-01-14	\$ 800,000.00	3.00 %	\$	\$	\$	\$
			3-01-15	835,000.00	3.00				
			3-01-16	870,000.00	3.00				
			3-01-17	905,000.00	3.00				
			3-01-18	940,000.00	3.00				
			3-01-19	975,000.00	4.00				
			3-01-20	1,010,000.00	4.00				
			3-01-21	1,050,000.00	4.00				
			3-01-22	1,090,000.00	3.75				
			3-01-23	1,134,000.00	4.00				
			3-01-24	1,178,000.00	4.00				
			3-01-25	1,222,000.00	4.00				
			3-01-26	1,266,000.00	4.10				
			3-01-27	1,310,000.00	4.20				
			3-01-28	1,354,000.00	4.375				
			3-01-29	1,370,000.00	4.375				
			3-01-31	1,450,000.00	4.625	20,935,000.00		765,000.00	20,170,000.00
Refunding School	8-01-11	2,750,000.00	2-01-14	595,000.00	3.00	2,750,000.00		495,000.00	2,255,000.00
			2-01-15	590,000.00	3.00				
			2-01-16	585,000.00	3.00				
			2-01-17	485,000.00	3.00				
School Improvements	3-01-13	22,000,000.00	3-01-14	980,000.00	4.00				
			3-01-15	1,050,000.00	4.00				
			3-01-16	1,115,000.00	4.00				
			3-01-17	1,190,000.00	5.00				
			3-01-18	1,260,000.00	5.00				
			3-01-19	1,325,000.00	5.00				
			3-01-20	1,395,000.00	5.00				
			3-01-21	1,465,000.00	5.00				
			3-01-22	1,535,000.00	5.00				
			3-01-23	1,605,000.00	5.00				
			3-01-24	1,675,000.00	5.00				
			3-01-25	1,745,000.00	2.50				
			3-01-26	1,815,000.00	2.625				
			3-01-27	1,885,000.00	2.625				
			3-01-28	1,960,000.00	2.75		22,000,000.00		22,000,000.00
						<u>\$ 61,997,000.00</u>	<u>\$ 22,000,000.00</u>	<u>\$ 2,730,000.00</u>	<u>\$ 81,267,000.00</u>
					Ref.	C	C-2	C-9	C

-155-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GENERAL SERIAL BONDS
YEAR ENDED DECEMBER 31, 2013

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2013		Interest Rate	Balance Dec. 31, 2012	Bonds Issued	Decrease	Balance Dec. 31, 2013
			Date	Amount					
Pension Obligation	10-01-03	\$ 3,495,000.00		\$	5.35 %	\$ 175,000.00	\$	\$ 175,000.00	\$
Refunding Bonds	6-01-05	9,465,000.00	7-15-14	1,250,000.00	5.00	2,695,000.00		1,445,000.00	1,250,000.00
General Improvements	5-15-06	19,215,000.00	1-01-14	450,000.00	4.50				
			1-01-15	700,000.00	4.50				
			1-01-16	600,000.00	4.50				
			1-01-17	700,000.00	4.50				
			1-01-18	1,800,000.00	4.50				
			1-01-19	1,700,000.00	4.50				
			1-01-20	1,550,000.00	4.50				
			1-01-21	700,000.00	4.625				
			1-01-22	1,500,000.00	4.625				
			1-01-23/25	2,000,000.00	4.625				
			1-01-26	1,865,000.00	4.625	18,015,000.00		450,000.00	17,565,000.00
General Improvements	9-01-08	8,252,000.00	9-01-14	700,000.00	3.50				
			9-01-15	1,200,000.00	3.50				
			9-01-16	900,000.00	3.75				
			9-01-17/18	750,000.00	3.75				
			9-01-19*	750,000.00	4.00				
			9-01-20*	750,000.00	4.00				
			9-01-21*	752,000.00	4.00	7,102,000.00		550,000.00	6,552,000.00
General Improvements	3-01-11	18,519,000.00	3-01-14	1,105,000.00	3.00				
			3-01-15	1,185,000.00	3.00				
			3-01-16	1,265,000.00	3.00				
			3-01-17	1,345,000.00	3.00				
			3-01-18	1,425,000.00	3.00				
			3-01-19	1,505,000.00	3.00				
			3-01-20	1,585,000.00	3.125				
			3-01-21	1,665,000.00	3.375				
			3-01-22	1,745,000.00	3.625				
			3-01-23	1,835,000.00	3.75				
			3-01-24	1,889,000.00	4.00	17,574,000.00		1,025,000.00	16,549,000.00

-156-

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GENERAL SERIAL BONDS
YEAR ENDED DECEMBER 31, 2013

-157-

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2013		Interest Rate	Balance Dec. 31, 2012	Bonds Issued	Decrease	Balance Dec. 31, 2013
			Date	Amount					
Refunding Bonds	8-01-11	\$ 4,960,000.00	2-01-14	\$ 975,000.00	3.00 %	\$	\$	\$	\$
			2-01-15	970,000.00	3.00				
			2-01-16	1,060,000.00	3.00				
			2-01-17	1,075,000.00	5.00	4,960,000.00	880,000.00	4,080,000.00	
Pension Refunding Bonds	10-01-12	2,780,000.00	4-01-14	245,000.00	0.891				
			4-01-15	270,000.00	1.247				
			4-01-16	295,000.00	1.660				
			4-01-17	320,000.00	1.960				
			4-01-18	345,000.00	2.371				
			4-01-19	380,000.00	2.521				
			4-01-20	415,000.00	2.853				
			4-01-21	455,000.00	3.053	2,780,000.00	55,000.00	2,725,000.00	
			General Improvement	3-01-13	10,500,000.00	3-01-14	635,000.00	4.00	
3-01-15	700,000.00	4.00							
3-01-16	765,000.00	4.00							
3-01-17	830,000.00	4.00							
3-01-18	890,000.00	4.00							
3-01-19	955,000.00	4.00							
3-01-20	1,020,000.00	5.00							
3-01-21	1,080,000.00	5.00							
3-01-22	1,145,000.00	5.00							
3-01-23	1,210,000.00	5.00							
3-01-24	1,270,000.00	5.00							
									10,500,000.00
						<u>\$ 53,301,000.00</u>	<u>\$10,500,000.00</u>	<u>\$ 4,580,000.00</u>	<u>\$59,221,000.00</u>
					Ref.	C	C-2	C-9	C

* Term Bonds - Sinking Fund Installment

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2013

Ordinance Number	Improvement Description	Balance Dec. 31, 2012	Authorizations	Cash on Hand	Canceled	Balance Dec. 31, 2013
	<u>General Improvements</u>					
00-13	Various Capital Improvements	\$ 261.16	\$	\$	\$ 261.16	\$
00-29	Various Capital Improvements	3.52			3.52	
01-05	Various Capital Improvements	300.00			300.00	
01-09,01-55	Purchase and Development of Property	500.00			500.00	
01-20	Various Capital Improvements	500.00			500.00	
01-21	Various Park Capital Improvements	500.00			500.00	
01-22	Various Capital Improvements	500.00			500.00	
02-11	Reconstruction of Various Streets	4,157.76			4,157.76	
02-23	Various Library Capital Improvements	3,000.00			3,000.00	
02-41	Resurfacing and Curbing on Briar Hill Road	4,500.00			4,500.00	
03-08	Reconstruction of Bellevue Avenue III	9,255.50			9,255.50	
03-09	Street and Drainage Improvements	44,082.62			44,082.62	
03-10, 03-11	Street and Drainage Improvements	19,720.46			19,720.46	
03-45	Various Library Capital Improvements	12,000.00			12,000.00	
04-06	Street and Drainage Improvements	262.63			262.63	
04-09	Development of Calming Plan for the Nishuane Road and Erfield, Virginia and Franklin Avenues Area	43,330.00			43,330.00	
04-10	Street and Drainage Improvements	1,687.85			1,687.85	
04-20	Streetscape Improvements on Valley Road	11,266.55			11,266.55	
04-35	Reconstruction of Sanitary Sewer System	80,524.00			80,524.00	
04-45	Various Capital Improvements	54,000.00			54,000.00	
04-46	Various Capital Improvements	69,000.00			69,000.00	
04-47	Various Capital Improvements	1,000.00		1,000.00		
04-48	Various Capital Improvements	22,000.00				22,000.00
04-49	Various Library Capital Improvements	142,450.00				142,450.00
05-08	Acquisition of Communication Equipment	15,000.00				15,000.00
05-15	Refunding Bond Issue	38,693.17		2,276.00	29,856.08	6,561.09
05-25	Renovation of Police Dispatch Control	3,924.00		3,924.00		
05-37	Acquisition of Land	22,525.00				22,525.00
05-40	Various Capital Improvements	26,111.04				26,111.04
06-37	Various Capital Improvements	368,092.47				368,092.47
06-78	Preliminary Design and Planning of Day Care Facility	1,750.00				1,750.00
07-06	Various Capital Improvements	237,075.00				237,075.00
07-19	Acquisition of Property	295,000.00				295,000.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2013

-159-

Ordinance Number	Improvement Description	Balance Dec. 31, 2012	Authorizations	Cash on Hand	Canceled	Balance Dec. 31, 2013
<u>General Improvements</u>						
07-34, 08-25	Various Capital Improvements	\$ 60,125.00	\$	\$	\$	\$ 60,125.00
07-40	Various Library Capital Improvements	2,500.00				2,500.00
07-41	Various Capital Improvements	68,780.68				68,780.68
08-43	Removal and Replacement of Trees	38,100.00				38,100.00
08-44	Various Capital Improvements	342,512.70				342,512.70
09-11	Orange Road Redevelopment	25,000.00				25,000.00
09-16, 09-51	Various Capital Improvements	48,500.00				48,500.00
09-52a	Various Capital Improvements	92,715.96				92,715.96
09-52b1	Improvements to Clary Anderson Arena	142,500.00				142,500.00
09-65	Tax Appeal Refunding	112,000.00				112,000.00
10-12	Multi-Purpose	101,639.36				101,639.36
10-13	Traffic Calming Improvements	526,700.00				526,700.00
10-70	Multi-Purpose	108,750.00				108,750.00
11-14	Pavement and Restoration - South Park Place	62,500.00		62,500.00		
11-18	Shade Tree Improvements	21,250.00				21,250.00
11-19	Improvements to South Mountain Ave	60,609.00				60,609.00
11-20	Improvements to Edgemont Pond	500,000.00				500,000.00
11-67	Pavement and Restoration - South Park Place	237,500.00		237,500.00		
12-26	Paving South Mountain Arena	726,500.00				726,500.00
12-27	Pavement and Restoration - South Park Place	35,500.00		35,500.00		
12-31	Various Capital Improvements	181,537.00				181,537.00
12-36	Various Capital Improvements	812,962.00				812,962.00
12-40	Acquisition of Vehicles	584,250.00				584,250.00
12-41	Various Capital Improvements	1,086,875.00		178,275.00		908,600.00
12-42	Acquisition of Ambulance	144,875.00				144,875.00
13-18	Upgrade to Firehouse Server		113,430.00			113,430.00
13-20	Police Radio System		171,000.00			171,000.00
		7,657,154.43	284,430.00	520,975.00	389,208.13	7,031,401.30

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2013

Ordinance Number	Improvement Description	Balance Dec. 31, 2012	Authorizations	Cash on Hand	Canceled	Balance Dec. 31, 2013
	<u>School Improvements</u>					
04-21	Various School Improvements	\$ 121,512.28	\$ 2,836,000.00	\$	\$ 2,957,512.28	\$
06-30	Various School Improvements	949,840.00				949,840.00
07-26	Various School Improvements	681,520.00				681,520.00
08-14	Various School Improvements	396,848.00				396,848.00
09-20	Various School Improvements	153,200.00				153,200.00
10-28	Multi-Purpose	86,360.00				86,360.00
11-14	Various School Improvements	586,360.00				586,360.00
12-32	Various School Improvements	1,603,440.00				1,603,440.00
13-17/13-67	Various School Improvements		2,900,000.00		1,811,487.72	1,088,512.28
		<u>4,579,080.28</u>	<u>5,736,000.00</u>		<u>4,769,000.00</u>	<u>5,546,080.28</u>
		<u>\$ 12,236,234.71</u>	<u>\$ 6,020,430.00</u>	<u>\$ 520,975.00</u>	<u>\$ 5,158,208.13</u>	<u>\$ 12,577,481.58</u>
	<u>Ref.</u>	C				C

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
YEAR ENDED DECEMBER 31, 2013

D-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, December 31, 2012	D	\$ 3,598,012.35	\$ 363,026.54
Increased by Receipts:			
Miscellaneous Revenue	D-3	\$ 38,738.17	\$
Collector	D-6	6,470,227.45	
Petty Cash Funds	D-8	150.00	
Interfund Receivable	D-11	376,054.01	
Water Overpayments	D-21	18,658.25	
Capital Improvement Fund	D-23		50,000.00
Interfunds Payable	D-24		175,582.53
Bond Anticipation Notes	D-27		3,837,590.00
		6,903,827.88	
		10,501,840.23	4,063,172.53
			4,426,199.07
Decreased by Disbursements:			
Budget Appropriations	D-4	5,343,478.58	
Petty Cash Funds	D-8	150.00	
Interfunds Receivable	D-11	501,977.66	
Appropriation Reserves	D-16	65,417.72	
Accrued Interest on Bonds	D-17	337,854.82	
Accrued Interest on Notes	D-18	46,087.65	
Accrued Interest on Loans	D-19	76,527.01	
Due to State of New Jersey	D-20	13,296.42	
Water Overpayments	D-21	1,219.57	
Improvement Authorizations	D-22		570,766.45
Bond Anticipation Notes	D-27		3,837,590.00
		6,386,009.43	4,408,356.45
Balance, December 31, 2013	D	\$ 4,115,830.80	\$ 17,842.62

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS COLLECTOR
YEAR ENDED DECEMBER 31, 2013

D-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue	D-3	\$ 96,370.72
Consumer Accounts Receivable	D-12	6,360,196.42
Due to State of New Jersey	D-20	<u>13,660.31</u>
		<u>6,470,227.45</u>
Decreased by:		
Turnovers to Treasurer	D-5	<u>6,470,227.45</u>
		<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CHANGE FUNDS
YEAR ENDED DECEMBER 31, 2013

D-7

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ <u>200.00</u>
Balance, December 31, 2013	D	\$ <u><u>200.00</u></u>

PETTY CASH FUNDS
YEAR ENDED DECEMBER 31, 2013

D-8

	<u>Ref.</u>	
Increased by:		
Petty Cash Fund Established	D-5	\$ 150.00
Decreased by:		
Petty Cash Fund Returned	D-5	<u>150.00</u>
Balance, December 31, 2013		\$ <u><u> </u></u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ANALYSIS OF CAPITAL CASH
YEAR ENDED DECEMBER 31, 2013

D-9

	Receipts		Disbursements		Transfers		Balance Dec. 31, 2013	
	Balance Dec. 31, 2012	Bond Anticipation Notes	Other	Improvement Authorizations	Other	From		To
<u>Improvement Authorizations</u>								
General Improvements:								
#99-14	\$ (70,948.60)	\$	\$	\$	\$	\$	\$ (70,948.60)	
#01-11	687,724.21						687,724.21	
#01-24	273.23						273.23	
#02-33	(93,838.25)			71,095.62			(164,933.87)	
#02-34	(118,432.33)			35,920.73			(154,353.06)	
#03-13	800.00						800.00	
#03-46	12,966.90			6,325.27			6,641.63	
#05-39	147,113.61			35,409.50			111,704.11	
#06-39	106,203.02						106,203.02	
#07-50	12,395.98			3,814.76			8,581.22	
#08-35	26,801.05			21,224.01			5,577.04	
#09-35	(636,653.59)			1,850.00			(638,503.59)	
#09-69	(101,211.94)			69,703.18			(170,915.12)	
#10-73	87,934.34			108,841.76			(20,907.42)	
#11-74	121,921.39			179,089.23			(57,167.84)	
#12-73	28,875.00			37,492.39			(8,617.39)	
<u>Other Accounts</u>								
Fund Balance	80,696.07						93,578.56	
Capital Improvement Fund	64,756.53		50,000.00				114,756.53	
General Capital Fund Interfund	(747.73)					12,882.49	(13,630.22)	
Water Operating Fund Interfund	6,397.65		175,582.53				181,980.18	
	<u>\$ 363,026.54</u>	<u>\$</u>	<u>\$ 225,582.53</u>	<u>\$ 570,766.45</u>	<u>\$</u>	<u>\$ 12,882.49</u>	<u>\$ 17,842.62</u>	
Ref.	D						D	

-164-

TOWNSHIP OF MONTCLAIR
WATER UTILITY

LOANS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

D-10

	<u>Ref.</u>	
Balance, December 31, 2012	D	<u>\$ 298,090.60</u>
Balance, December 31, 2013	D	<u>\$ 298,090.60</u>
 <u>Analysis of Balance</u>		
<u>N.J. Environmental Infrastructure</u>		
Trust Loan:		
Ordinance #09-35		<u>\$ 298,090.60</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

D-11

	Ref.	Total Water Operating Fund	Water Operating Fund			Water Capital Fund
			Current Fund	Water Capital Fund	Sewer Operating Fund	General Capital Fund
Balance, December 31, 2012	D	\$ 55,949.41	\$	\$ 6,397.65	\$ 49,551.76	\$ 747.73
Increased by:						
Interest on Deposit	D-3	582.53		582.53		
Premium on Note Sale	D-2					12,882.49
Advances	D-5	501,977.66	69,460.00	175,000.00	257,517.66	
		<u>502,560.19</u>	<u>69,460.00</u>	<u>175,582.53</u>	<u>257,517.66</u>	<u>12,882.49</u>
		558,509.60	69,460.00	181,980.18	307,069.42	13,630.22
Decreased by:						
Settlements	D-5	376,054.01	69,460.00		306,594.01	
Balance, December 31, 2013	D	<u>\$ 182,455.59</u>	<u>\$</u>	<u>\$ 181,980.18</u>	<u>\$ 475.41</u>	<u>\$ 13,630.22</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CONSUMER ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

D-12

	<u>Ref.</u>		
Balance, December 31, 2012	D		\$ 1,001,427.19
Increased by:			
Water Rents Levied - Net	Reserve		<u>6,307,113.18</u>
			<u>7,308,540.37</u>
Decreased by:			
Collections	D-6	\$ 6,360,196.42	
Overpayments Applied	D-21	<u>15,383.00</u>	
	D-3		<u>6,375,579.42</u>
Balance, December 31, 2013	D		<u><u>\$ 932,960.95</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INVENTORY - MATERIALS AND SUPPLIES
YEAR ENDED DECEMBER 31, 2013

D-13

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ <u>126,298.65</u>
Balance, December 31, 2013	D	\$ <u>126,298.65</u>

FIXED CAPITAL
YEAR ENDED DECEMBER 31, 2013

D-14

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ <u>25,922,306.96</u>
Balance, December 31, 2013	D	\$ <u>25,922,306.96</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
YEAR ENDED DECEMBER 31, 2013

D-15

Ordinance Number	Description	Balance Dec. 31, 2013	Balance Dec. 31, 2012
01-11	Reconstruction of Watchung Avenue Pump Station	\$ 1,484,000.00	1,484,000.00
01-24	Various Water System Improvements	1,920,350.37	1,920,350.37
02-33	Reconstruction of Grove Street Pumping Station	2,020,500.00	2,020,500.00
02-34	Construction of Facilities for the Nishuane Well	1,060,000.00	1,060,000.00
03-13	Various Water System Improvements	52,000.00	52,000.00
03-46	Various Water System Improvements	985,900.00	985,900.00
05-39	Various Water System Improvements	1,190,000.00	1,190,000.00
06-39	Various Water System Improvements	1,022,000.00	1,022,000.00
07-50	Various Water System Improvements	850,000.00	850,000.00
08-35	Various Water System Improvements	980,000.00	980,000.00
09-35	Replacement of Glenfield Public Supply Well	800,000.00	800,000.00
09-69	Various Water System Improvements	825,000.00	825,000.00
10-73	Various Water Utility Improvements	650,000.00	650,000.00
11-74	Various Water Utility Improvements	715,000.00	715,000.00
12-73	Various Water Utility Improvements	577,500.00	577,500.00
		<u>\$ 15,132,250.37</u>	<u>\$ 15,132,250.37</u>
		<u>Ref.</u> D	D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

D-16

	Balance Dec. 31, 2012		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating</u>					
Salaries and Wages	\$	\$ 339,902.79	\$ 339,902.79	\$	\$ 339,902.79
Other Expenses	24,846.91	450,987.90	475,834.81	65,417.72	410,417.09
<u>Commercial</u>					
Salaries and Wages		3,052.77	3,052.77		3,052.77
Other Expenses		22,685.27	22,685.27		22,685.27
	<u>\$ 24,846.91</u>	<u>\$ 816,628.73</u>	<u>\$ 841,475.64</u>	<u>\$ 65,417.72</u>	<u>\$ 776,057.92</u>
<u>Ref.</u>	D	D		D-5	D-1

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON BONDS
YEAR ENDED DECEMBER 31, 2013

D-17

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ 146,654.18
Increased by:		
Budget Appropriation	D-4	<u>327,827.73</u>
		474,481.91
Decreased by:		
Payments	D-5	<u>337,854.82</u>
Balance, December 31, 2013	D	<u><u>\$ 136,627.09</u></u>

Analysis of Balance

<u>Principal Outstanding Dec. 31, 2013</u>	<u>Interest Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
		<u>From</u>	<u>To</u>		
\$ 110,000.00	5.00 %	7-15-13	12-31-13	5.5 Months	\$ 2,520.83
1,270,000.00	4.50	7-01-13	12-31-13	6 Months	28,575.00
1,768,000.00	4.625	7-01-13	12-31-13	6 Months	40,885.00
225,000.00	3.50	9-01-13	12-31-13	4 Months	2,625.00
640,000.00	3.75	9-01-13	12-31-13	4 Months	8,000.00
1,700,000.00	4.00	9-01-13	12-31-13	4 Months	22,666.67
300,000.00	4.125	9-01-13	12-31-13	4 Months	4,125.00
294,000.00	4.25	9-01-13	12-31-13	4 Months	4,165.00
500,000.00	3.00	9-01-13	12-31-13	4 Months	5,000.00
100,000.00	2.00	9-01-13	12-31-13	4 Months	666.67
100,000.00	3.125	9-01-13	12-31-13	4 Months	1,041.67
165,000.00	3.375	9-01-13	12-31-13	4 Months	1,856.25
950,000.00	3.00	8-01-13	12-31-13	5 Months	11,875.00
280,000.00	2.25	8-01-13	12-31-13	5 Months	<u>2,625.00</u>
<u>\$ 8,402,000.00</u>					<u><u>\$ 136,627.09</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON NOTES
YEAR ENDED DECEMBER 31, 2013

D-18

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ 8,913.49
Increased by:		
Budget Appropriation	D-4	45,662.02
		<u>54,575.51</u>
Decreased by:		
Payments	D-5	46,087.65
		<u>46,087.65</u>
Balance, December 31, 2013	D	<u>\$ 8,487.86</u>

Analysis of Balance

Notes Outstanding Dec. 31, 2013	Interest Rate		<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
			<u>From</u>	<u>To</u>		
\$ 891,100.00	1.00	%	3-10-13	12-31-13	290 Days	\$ 7,178.31
<u>2,946,490.00</u>	1.00		12-15-13	12-31-13	16 Days	<u>1,309.55</u>
<u>\$ 3,837,590.00</u>						<u>\$ 8,487.86</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON LOANS
YEAR ENDED DECEMBER 31, 2013

D-19

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ 37,688.56
Increased by:		
Budget Appropriation	D-4	72,480.12
		110,168.68
Decreased by:		
Payments	D-5	76,527.01
		76,527.01
Balance, December 31, 2013	D	\$ 33,641.67

Analysis of Balance

Principal Outstanding Dec. 31, 2013	Interest Rate		Accrued		Period	Amount
			From	To		
\$ 335,000.00	5.50	%	8-01-13	12-31-13	5 Months	\$ 7,677.08
195,000.00	5.70		8-01-13	12-31-13	5 Months	4,631.25
255,000.00	5.00		8-01-13	12-31-13	5 Months	5,312.50
100,000.00	4.75		8-01-13	12-31-13	5 Months	1,979.17
50,000.00	5.25		8-01-13	12-31-13	5 Months	1,093.75
415,000.00	5.00		8-01-13	12-31-13	5 Months	8,645.83
70,000.00	4.75		8-01-13	12-31-13	5 Months	1,385.42
45,000.00	5.00		8-01-13	12-31-13	5 Months	937.50
10,000.00	4.00		8-01-13	12-31-13	5 Months	166.67
10,000.00	5.00		8-01-13	12-31-13	5 Months	208.33
10,000.00	3.00		8-01-13	12-31-13	5 Months	125.00
40,000.00	4.00		8-01-13	12-31-13	5 Months	666.67
10,000.00	3.50		8-01-13	12-31-13	5 Months	145.83
40,000.00	4.00		8-01-13	12-31-13	5 Months	666.67
\$ 1,585,000.00						\$ 33,641.67

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

DUE TO STATE OF NEW JERSEY WATER SURCHARGE
YEAR ENDED DECEMBER 31, 2013

D-20

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ 3,488.11
Increased by:		
Collections	D-6	13,660.31
		<u>17,148.42</u>
Decreased by:		
Payments	D-5	13,296.42
		<u>13,296.42</u>
Balance, December 31, 2013	D	<u>\$ 3,852.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

WATER OVERPAYMENTS
YEAR ENDED DECEMBER 31, 2013

D-21

	<u>Ref.</u>		
Balance, December 31, 2012	D		\$ 15,383.00
Increased by:			
Collections	D-5		<u>18,658.25</u>
			34,041.25
Decreased by:			
Refunds	D-5	\$ 1,219.57	
Overpayments Applied	D-12	<u>15,383.00</u>	
			<u>16,602.57</u>
Balance, December 31, 2013	D		<u>\$ 17,438.68</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

WATER IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2013

D-22

Improvement Description	Ordinance			Balance Dec. 31, 2012		Paid or Charged	Balance Dec. 31, 2013	
	Number	Date	Amount	Funded	Unfunded		Funded	Unfunded
Reconstruction of Watchung Avenue Pump Station	01-11	4-10-01	\$ 1,484,000.00	\$	\$ 10,974.21	\$	\$	\$ 10,974.21
Various Water System Improvements	01-24	4-10-01	1,931,280.00	273.23			273.23	
Reconstruction of Grove Street Pumping Station	02-33	7-23-02	2,020,500.00		91,975.75	71,095.62		20,880.13
Construction of Facilities for the Nishuane Well	02-34	7-23-02	1,060,000.00		863,341.67	35,920.73		827,420.94
Various Water System Improvements	03-13	3-11-03	52,000.00	800.00			800.00	
Various Water System Improvements	03-46	7-22-03	985,900.00	12,966.90		6,325.27	6,641.63	
Various Water System Improvements	05-39	9-13-05	1,190,000.00	178,708.61		35,409.50	143,299.11	
Various Water System Improvements	06-39	6-27-06	1,022,000.00		177,503.02			177,503.02
Various Water System Improvements	07-50	11-12-07	850,000.00		12,895.98	3,814.76		9,081.22
Various Water System Improvements	08-35	9-23-08	980,000.00		57,801.05	21,224.01		36,577.04
Replacement of Glenfield Public Supply Well	09-35	6-23-09	800,000.00		163,346.41	1,850.00		161,496.41
Various Water System Improvements	09-69	11-10-09	825,000.00		182,538.06	69,703.18		112,834.88
Various Water System Improvements	10-73	12-07-10	650,000.00		205,434.34	108,841.76		96,592.58
Various Water System Improvements	11-74	11-01-11	715,000.00		479,321.39	179,089.23		300,232.16
Various Water System Improvements	12-73	12-28-12	577,500.00	28,875.00	548,625.00	37,492.39		540,007.61
				<u>\$ 221,623.74</u>	<u>\$ 2,793,756.88</u>	<u>\$ 570,766.45</u>	<u>\$ 151,013.97</u>	<u>\$ 2,293,600.20</u>
			<u>Ref.</u>	<u>D</u>	<u>D</u>	<u>D-5</u>	<u>D</u>	<u>D</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2013

D-23

	<u>Ref.</u>	
Balance, December 31, 2012	D	\$ 64,756.53
Increased by:		
Budget Appropriation	D-5	<u>50,000.00</u>
Balance, December 31, 2013	D	<u>\$ 114,756.53</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INTERFUND PAYABLE
YEAR ENDED DECEMBER 31, 2013

D-24

	<u>Ref.</u>		
			<u>Water Capital Fund</u> <u>Water Operating Fund</u>
Balance, December 31, 2012	D		\$ 6,397.65
Increased by:			
Interest on Deposit	D-5	\$ 582.53	
Advances	D-5	<u>175,000.00</u>	
			<u>175,582.53</u>
Balance, December 31, 2013	D		<u>\$ 181,980.18</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2013

D-25

	<u>Ref.</u>		
Balance, December 31, 2012	D		\$ 21,589,945.01
Increased by:			
N.J. Environmental Infrastructure Trust			
Loan Paid by Operating Budget	D-28	\$ 340,087.40	
Serial Bonds Paid by Operating Budget	D-29	<u>670,000.00</u>	
			<u>1,010,087.40</u>
Balance, December 31, 2013	D		<u>\$ 22,600,032.41</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

DEFERRED RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2013

D-26

-180-

Ordinance Number	Description	Balance Dec. 31, 2012	Increase	Notes Paid by Budget Appropriation	Balance Dec. 31, 2013
01-11	Reconstruction of Watchung Avenue Pump Station	\$ 70,000.00	\$	\$	\$ 70,000.00
01-24	Various Water System Improvements	81,550.37			81,550.37
02-33	Reconstruction of Grove Street Pumping Station	96,230.00			96,230.00
02-34	Construction of Facilities for the Nishuane Well	50,576.00			50,576.00
03-13	Various Water System Improvements	3,000.00			3,000.00
03-46	Various Water System Improvements	47,900.00			47,900.00
05-39	Various Water System Improvements	74,500.00			74,500.00
06-39	Various Water System Improvements	88,600.00		15,323.00	103,923.00
07-50	Various Water System Improvements	60,625.00		12,023.00	72,648.00
08-35	Various Water System Improvements	57,000.00		13,839.00	70,839.00
09-69	Various Water System Improvements	41,250.00		3,700.00	44,950.00
10-73	Various Water Utility Improvements	32,500.00			32,500.00
11-74	Various Water Utility Improvements	35,750.00			35,750.00
12-73	Various Water Utility Improvements	28,875.00			28,875.00
		<u>\$ 768,356.37</u>	<u>\$</u>	<u>\$ 44,885.00</u>	<u>\$ 813,241.37</u>
		Ref. D		D-27	D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2013

D-27

-181-

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2012	Increase	Decrease	Balance Dec. 31, 2013	
06-39	Various Water System Improvements	12-21-06	11-07-14	1.00%	\$ 852,100.00	\$ 836,777.00	\$ 852,100.00	\$ 836,777.00	
07-50	Various Water System Improvements	12-18-08 03-13-09	11-07-14 3-8-13	1.00 1.00	388,000.00 400,875.00	382,052.00 394,800.00	388,000.00 400,875.00	382,052.00 394,800.00	
08-35	Various Water System Improvements	12-18-09 12-16-10	11-07-14 11-07-14	1.00 1.00	492,000.00 400,000.00	484,500.00 393,661.00	492,000.00 400,000.00	484,500.00 393,661.00	
09-69	Various Water System Improvements	03-11-10 03-10-11	3-8-13 3-8-13	1.00 1.00	250,000.00 250,000.00	246,300.00 250,000.00	250,000.00 250,000.00	246,300.00 250,000.00	
02-34	Various Water System Improvements	12-15-11	11-07-14	1.00	27,650.00	27,650.00	27,650.00	27,650.00	
10-73	Various Water System Improvements	12-15-11	11-07-14	1.00	500,000.00	500,000.00	500,000.00	500,000.00	
11-74	Various Water System Improvements	12-14-12	11-07-14	1.00	321,850.00	321,850.00	321,850.00	321,850.00	
					<u>\$ 3,882,475.00</u>	<u>\$ 3,837,590.00</u>	<u>\$ 3,882,475.00</u>	<u>\$ 3,837,590.00</u>	
					<u>Ref.</u>	D	D-5	Below	D
								<u>Ref.</u>	
					Cash Disbursements		D-5	\$ 3,837,590.00	
					Paid by Budget Appropriation		D-26	<u>44,885.00</u>	
								<u>\$ 3,882,475.00</u>	

TOWNSHIP OF MONTCLAIR
WATER UTILITY

N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2013

D-28

	<u>Original Issue</u>		<u>Balance</u>	<u>Decrease</u>	<u>Balance</u>
	<u>Date</u>	<u>Amount</u>	<u>December 31, 2012</u>		<u>December 31, 2013</u>
Trust Share	11-04-99	\$ 1,245,000.00	\$ 605,000.00	\$ 75,000.00	\$ 530,000.00
Fund Share	11-04-99	1,295,000.00	198,914.11	67,589.35	131,324.76
Trust Share	11-08-01	660,000.00	390,000.00	35,000.00	355,000.00
Fund Share	11-08-01	706,820.00	325,063.36	35,954.81	289,108.55
Trust Share	11-07-02	915,000.00	580,000.00	45,000.00	535,000.00
Fund Share	11-07-02	962,135.00	491,155.36	48,526.65	442,628.71
Trust Share	3-10-10	180,000.00	170,000.00	5,000.00	165,000.00
Fund Share	3-10-10	550,993.00	476,282.12	28,016.59	448,265.53
			<u>\$ 3,236,414.95</u>	<u>\$ 340,087.40</u>	<u>\$ 2,896,327.55</u>
	Reference		D	D-25	D

-182-

TOWNSHIP OF MONTCLAIR
WATER UTILITY

SERIAL BONDS
YEAR ENDED DECEMBER 31, 2013

D-29

Purpose	Date of Issue	Amount of Original Issue	Bonds Outstanding Dec. 31, 2013		Interest Rate	Balance Dec. 31, 2012	Decrease	Balance Dec. 31, 2013	
			Date	Amount					
Water Refunding	6-01-05	\$ 755,000.00	7-15-14	\$ 110,000.00	5.00 %	\$ 235,000.00	\$ 125,000.00	\$ 110,000.00	
Water Improvements	5-15-06	3,453,000.00	1-01-14	100,000.00	4.50				
			1-01-15/16	110,000.00	4.50				
			1-01-17	160,000.00	4.50				
			1-01-18	270,000.00	4.50				
			1-01-19/20	260,000.00	4.50				
			1-01-21	275,000.00	4.625				
			1-01-22/26	250,000.00	4.625				
			1-01-27	243,000.00	4.625	3,103,000.00	65,000.00	3,038,000.00	
Water Improvements	9-01-08	3,349,000.00	9-01-14	50,000.00	3.50				
			9-01-15	175,000.00	3.50				
			9-01-16/17	195,000.00	3.75				
			9-01-18	250,000.00	3.75				
			9-01-19/20	250,000.00	4.00				
			9-01-21/24	300,000.00	4.00				
			9-01-25	300,000.00	4.15				
			9-01-26	294,000.00	4.25	3,219,000.00	60,000.00	3,159,000.00	
Water Improvements	3-01-11	1,065,000.00	3-01-14	100,000.00	2.00				
			3-01-15/19	100,000.00	3.00				
			3-01-20	100,000.00	3.125				
			3-01-21	165,000.00	3.375	965,000.00	100,000.00	865,000.00	
Water Refunding	8-15-11	1,550,000.00	2-01-14	320,000.00	3.00				
			2-01-15	315,000.00	3.00				
			2-01-16	315,000.00	3.00				
			2-01-17	280,000.00	3.00	1,550,000.00	320,000.00	1,230,000.00	
						<u>\$ 9,072,000.00</u>	<u>\$ 670,000.00</u>	<u>\$ 8,402,000.00</u>	
						Ref.	D	D-25	D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2013

D-30

Ordinance Number	Improvement Description	Balance December 31, 2012	Balance December 31, 2013
01-11	Reconstruction of Pumping Station	\$ 180.00	\$ 180.00
02-33	Reconstruction of Pumping Station - Grove Street	12,735.00	12,735.00
02-34	Construction of Nishuane Well	981,774.00	981,774.00
05-39	Various Water Improvements	31,595.00	31,595.00
06-39	Various Water Improvements	71,300.00	71,300.00
07-50	Various Water Improvements	500.00	500.00
08-35	Various Water Improvements	31,000.00	31,000.00
09-35	Replacement of Glenfield Public Supply Well	69,007.00	69,007.00
09-69	Various Water Improvements	283,750.00	283,750.00
10-73	Various Water Improvements	117,500.00	117,500.00
11-74	Various Water Improvements	357,400.00	357,400.00
12-73	Various Water Improvements	548,625.00	548,625.00
		<u>\$ 2,505,366.00</u>	<u>\$ 2,505,366.00</u>
		<u>Ref.</u> D	D

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION - TREASURER
DECEMBER 31, 2013

E-5

	Ref.	<u>Operating Fund</u>		<u>Capital Fund</u>
Balance, December 31, 2012	E	\$ 2,391,560.00		\$ 103,251.97
Increased by Receipts:				
Collector	E-6	\$ 4,826,761.20		
Interfunds Receivable	E-9			\$ 700,205.60
Sewer Overpayments	E-15	24,908.86		
Interfunds Payable	E-18	92.32		
Bond Anticipation Notes	E-21			<u>2,139,551.00</u>
		<u>4,851,762.38</u>		<u>2,839,756.60</u>
		7,243,322.38		<u>2,943,008.57</u>
Decreased by Disbursements:				
Anticipated Revenue - Current Fund	E-1	150,000.00		
Budget Appropriations	E-4	4,591,734.83		
Appropriation Reserves	E-13	29,119.84		
Accrued Interest on Notes	E-14	24,182.91		
Sewer Overpayments	E-15	857.21		
Improvements Authorizations	E-16			705,764.69
Interfund Payable	E-18	749,168.67		
Bond Anticipation Notes	E-21			<u>2,139,551.00</u>
		<u>5,545,063.46</u>		<u>2,845,315.69</u>
Balance, December 31, 2013	E	<u>\$ 1,698,258.92</u>		<u>\$ 97,692.88</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CASH RECEIPTS AND DISBURSEMENTS - COLLECTOR
YEAR ENDED DECEMBER 31, 2013

E-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue Not Anticipated	E-3	\$ 392,798.31
Consumer Accounts Receivable	E-10	<u>4,433,962.89</u>
		4,826,761.20
Decreased by:		
Turnovers to Treasurer	E-5	<u>4,826,761.20</u>
		<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CHANGE FUNDS
YEAR ENDED DECEMBER 31, 2013

E-7

	<u>Ref.</u>	
Balance, December 31, 2012	E	<u>\$ 200.00</u>
Balance, December 31, 2013	E	<u><u>\$ 200.00</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

ANALYSIS OF CAPITAL CASH
YEAR ENDED DECEMBER 31, 2013

E-8

	Balance Dec. 31, 2012	Receipts Other	Disbursements		Transfers		Balance Dec. 31, 2013
			Improvement Authorizations	Other	From	To	
<u>Improvement Authorizations</u>							
General Improvements:							
#06-38, 07-44	\$ 61,411.14	\$	\$	\$	\$	\$	\$ 61,411.14
#08-11	(52,241.43)		24,440.43				(76,681.86)
#08-36	16,086.93						16,086.93
#09-17	264,881.97		17,867.44				247,014.53
#09-70	6,110.05		47,750.70				(41,640.65)
#11-54	(782,832.55)		456,407.00				(1,239,239.55)
#12-21	606,807.96		159,299.12				447,508.84
<u>Other Accounts</u>							
Fund Balance	61,134.54					5,581.49	66,716.03
Capital Improvement Fund	620,500.00						620,500.00
General Capital Interfund	(967.05)				5,581.49		(6,548.54)
Sewer Operating Fund Interfund	(697,639.59)	700,205.60					2,566.01
	<u>\$ 103,251.97</u>	<u>\$ 700,205.60</u>	<u>\$ 705,764.69</u>	<u>\$</u>	<u>\$ 5,581.49</u>	<u>\$ 5,581.49</u>	<u>\$ 97,692.88</u>
Ref.	E						E

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

E-9

		<u>Sewer Operating Fund</u>	<u>Sewer Capital Fund</u>	
	Ref.	<u>Sewer Capital</u>	<u>General Capital</u>	<u>Operating Fund</u>
Balance, December 31, 2012	E	\$	\$ 967.05	\$ 697,639.59
Increased by:				
Premium on Sale of Notes	E-2		5,581.49	
Transferred from/to Interfunds Payable	E-18	2,566.01		2,566.01
		<u>2,566.01</u>	<u>6,548.54</u>	<u>700,205.60</u>
Decreased by:				
Settlements	E-5			700,205.60
Balance, December 31, 2013	E	<u>\$ 2,566.01</u>	<u>\$ 6,548.54</u>	<u>\$</u>

-189-

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CONSUMER ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

E-10

	<u>Ref.</u>		
Balance, December 31, 2012	E		\$ 703,111.84
Increased by:			
Sewer Charges Levied - Net	Reserve		<u>4,514,186.39</u>
			5,217,298.23
Decreased by:			
Collections	E-6	\$ 4,433,962.89	
Overpayments Applied	E-15	<u>14,882.33</u>	
	E-3		<u>4,448,845.22</u>
Balance, December 31, 2013	E		<u><u>\$ 768,453.01</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

INVENTORY - MATERIALS AND SUPPLIES
YEAR ENDED DECEMBER 31, 2013

E-11

	<u>Ref.</u>	
Balance, December 31, 2012	E	<u>\$ 14,454.22</u>
Balance, December 31, 2013	E	<u><u>\$ 14,454.22</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
YEAR ENDED DECEMBER 31, 2013

E-12

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance Dec. 31, 2012</u>	<u>2013 Authorizations</u>	<u>Balance Dec. 31, 2013</u>
04-27, 07-44	Various Sewer System Improvements	\$ 855,000.00	\$	\$ 855,000.00
08-11	Various Sewer Improvements	600,000.00		600,000.00
08-36	Repairs to Sewer Utility System	330,000.00		330,000.00
09-17	Various Sewer System Improvements	550,000.00		550,000.00
09-70	Various Sewer System Improvements	450,000.00		450,000.00
11-54	Various Sewer System Improvements	1,600,000.00		1,600,000.00
12-21	Various Sewer System Improvements	<u>1,100,000.00</u>	<u>_____</u>	<u>1,100,000.00</u>
		<u>\$ 5,485,000.00</u>	<u>\$ _____</u>	<u>\$ 5,485,000.00</u>
	Ref.	E		E

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2013

E-13

	<u>Balance Dec. 31, 2012</u>		<u>Balance After Transfers</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating:</u>					
Salary and Wages	\$	\$ 64,019.20	\$ 64,019.20	\$	\$ 64,019.20
Other Expenses	10,404.99	167,893.76	178,298.75	29,119.84	149,178.91
Second River Sewer		2,952.73	2,952.73		2,952.73
Third River Sewer		65.64	65.64		65.64
	<u>\$ 10,404.99</u>	<u>\$ 234,931.33</u>	<u>\$ 245,336.32</u>	<u>\$ 29,119.84</u>	<u>\$ 216,216.48</u>
<u>Ref.</u>	E	E		E-5	E-1

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

ACCRUED INTEREST ON NOTES
YEAR ENDED DECEMBER 31, 2013

E-14

	<u>Ref.</u>	
Balance, December 31, 2012	E	\$ 9,946.51
Increased by:		
Budget Appropriation	E-4	24,051.65
		33,998.16
Decreased by:		
Payments	E-5	24,182.91
Balance, December 31, 2013	E	\$ 9,815.25

Analysis of Balance

Notes Outstanding Dec. 31, 2013	Interest Rate	Accrued		Period	Period
		From	To		
\$ 991,651.00	1.00 %	12/13/2013	12/31/2013	18 Days	\$ 495.83
1,147,900.00	1.00	3/8/2013	12/31/2013	292 Days	9,319.42
					\$ 9,815.25

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

SEWER OVERPAYMENTS
YEAR ENDED DECEMBER 31, 2013

E-15

	<u>Ref.</u>	
Balance, December 31, 2012	E	\$ 14,882.33
Increased by:		
Collections	E-5	<u>24,908.86</u>
		39,791.19
Decreased by:		
Refunds	E-5	\$ 857.21
Overpayments Applied	E-10	<u>14,882.33</u>
		<u>15,739.54</u>
Balance, December 31, 2013	E	<u>\$ 24,051.65</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

SEWER IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2013

E-16

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance</u> <u>Dec. 31, 2012</u>		<u>2013</u> <u>Authorizations</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Dec. 31, 2013</u>		
	<u>Number</u>	<u>Date</u>	<u>Amount</u>	<u>Funded</u>			<u>Unfunded</u>	<u>Funded</u>	<u>Unfunded</u>
Various Sewer System Improvements	06-38	10-01-06	\$ 755,000.00						
	07-44	9-25-07	100,000.00	\$	\$ 123,411.14	\$	\$	\$ 123,411.14	
Various Sewer System Improvements	08-11	2-19-08	600,000.00			24,440.43		23,318.14	
Repairs to Sewer Utility System	08-36	9-23-08	330,000.00					29,186.93	
Various Sewer System Improvements	09-17	4-21-09	550,000.00			17,867.44		394,514.53	
Various Sewer System Improvements	09-70	11-10-09	450,000.00			47,750.70		85,859.35	
Refurbishment of the Sanitary Sewer	11-54	08-16-11	1,600,000.00			456,407.00		360,760.45	
Various Sewer System Improvements	12-21	03-06-12	1,100,000.00	606,807.96		159,299.12	447,508.84		
				<u>\$ 606,807.96</u>	<u>\$ 1,563,516.11</u>	<u>\$</u>	<u>\$ 705,764.69</u>	<u>\$ 447,508.84</u>	<u>\$ 1,017,050.54</u>
		<u>Reference</u>		<u>E</u>	<u>E</u>	<u>E-5</u>	<u>E</u>	<u>E</u>	

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2013

E-17

	<u>Ref.</u>	
Balance, December 31, 2012	E	<u>\$ 620,500.00</u>
Balance, December 31, 2013	E	<u><u>\$ 620,500.00</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2013

E-18

	<u>Ref.</u>	<u>Sewer Operating Fund</u>		<u>Sewer Capital Fund</u>
		<u>Water Operating</u>	<u>Sewer Capital</u>	<u>Sewer Operating Fund</u>
		<u>Water Operating</u>	<u>Sewer Capital</u>	<u>Sewer Operating Fund</u>
Balance, December 31, 2012	E	\$ 49,551.76	\$ 697,639.59	\$
Increased by:				
Advances	E-5	92.32		
Transferred from/to Interfunds Receivable	E-9		2,566.01	2,566.01
		<u>92.32</u>	<u>2,566.01</u>	<u>2,566.01</u>
		49,644.08	700,205.60	2,566.01
Decreased by:				
Interest on Deposit	E-3		205.60	
Settlements	E-5	49,168.67	700,000.00	
Balance, December 31, 2013	E	<u>\$ 475.41</u>	<u>\$</u>	<u>\$ 2,566.01</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2013

E-19

	<u>Ref.</u>	
Balance, December 31, 2012	E	<u>\$ 7,500.00</u>
Balance, December 31, 2013	E	<u><u>\$ 7,500.00</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

DEFERRED RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2013

E-20

Ordinance Number	Improvement Description	Balance Dec. 31, 2012	Increase	Balance Dec. 31, 2013
06-38, 07-44	Various Sewer System Improvements	\$ 76,175.00	\$ 13,582.00	\$ 89,757.00
08-11	Various Sewer System Improvements	7,125.00	7,175.00	14,300.00
08-36	Repairs to Sewer Utility System	19,575.00	3,850.00	23,425.00
09-17	Various Sewer System Improvements	27,500.00	6,200.00	33,700.00
09-70	Various Sewer System Improvements	22,500.00	4,167.00	22,500.00
12-21	Various Sewer System Improvements	<u>1,100,000.00</u>	<u> </u>	<u>1,100,000.00</u>
		<u>\$ 1,252,875.00</u>	<u>\$ 34,974.00</u>	<u>\$ 1,287,849.00</u>
		Ref. E	Below	E

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2013

E-21

Ordinance Number	Purpose	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2012	Increase	Decrease	Balance Dec. 31, 2013	
06-38, 07-44	Various Sewer System Improvements	12-21-06	12-13-13	11-07-14	1.00%	\$ 364,760.00	\$ 357,520.00	\$ 364,760.00	\$ 357,520.00	
		12-18-08	12-13-13	11-07-14	1.00	294,575.00	289,150.00	294,575.00	289,150.00	
		12-18-09	12-13-13	11-07-14	1.00	49,485.00	48,578.00	49,485.00	48,578.00	
		12-16-10	12-13-13	11-07-14	1.00	580.00	570.00	580.00	570.00	
08-11	Various Sewer Improvements	3-13-09	3-08-13	3-07-14	1.00	492,875.00	485,700.00	492,875.00	485,700.00	
08-36	Repairs to Sewer Utility System	3-13-09	3-08-13	3-07-14	1.00	197,250.00	194,500.00	197,250.00	194,500.00	
		3-11-10	3-08-13	3-07-14	1.00	100,000.00	98,900.00	100,000.00	98,900.00	
09-17	Various Sewer Improvements	3-11-10	3-08-13	3-07-14	1.00	375,000.00	368,800.00	375,000.00	368,800.00	
09-70	Various Sewer Improvements	12-16-10	12-13-13	11-07-14	1.00	300,000.00	295,833.00	300,000.00	295,833.00	
						<u>\$ 2,174,525.00</u>	<u>\$ 2,139,551.00</u>	<u>\$ 2,174,525.00</u>	<u>\$ 2,139,551.00</u>	
						<u>Ref.</u>	E	Below	Below	E
						<u>Ref.</u>				
						Budget Appropriations	E-20	\$	\$ 34,974.00	
						Cash	E-5	2,139,551.00	2,139,551.00	
						Above	<u>\$ 2,139,551.00</u>	<u>\$ 2,174,525.00</u>		

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2013

E-22

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2012</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2013</u>
06-38, 07-44	Various Sewer System Improvements	\$ 62,000.00	\$	\$ 62,000.00
08-11	Various Sewer Improvements	100,000.00		100,000.00
08-36	Repairs to Sewer Utility System	13,100.00		13,100.00
09-17	Various Sewer System Improvements	147,500.00		147,500.00
09-70	Various Sewer System Improvements	127,500.00		127,500.00
11-54	Various Sewer System Improvements	<u>1,600,000.00</u>	<u> </u>	<u>1,600,000.00</u>
		<u>\$ 2,050,100.00</u>	<u>\$</u>	<u>\$ 2,050,100.00</u>
	<u>Ref.</u>	E		E

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION -
TREASURER
YEAR ENDED DECEMBER 31, 2013

F-4

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, December 31, 2012	F	\$ 2,090,746.49	\$ 334,127.85
Increased by Receipts:			
Interest on Deposits	F-2, F-12	\$ 2,695.31	\$ 594.61
Meter Fees	F-2	1,597,035.67	
Miscellaneous Revenue	F-2	467,200.47	
Permit Fees	F-2	1,556,865.22	
Interfund Receivable	F-6	18,201.22	
Capital Improvement Fund	F-11		800,000.00
		<u>3,641,997.89</u>	<u>800,594.61</u>
			1,134,722.46
Increased by Disbursements:			
Anticipated Revenue - Current Fund	F-1	500,000.00	
Budget Appropriations	F-3	2,344,218.67	
Interfund Receivable	F-6	358,975.00	
Accounts Payable	F-10	63,803.91	
Accrued Interest on Bonds	F-8	<u>725,772.54</u>	
		<u>3,992,770.12</u>	
Balance, December 31, 2013	F	<u>\$ 1,739,974.26</u>	<u>\$ 1,134,722.46</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ANALYSIS OF CAPITAL CASH
DECEMBER 31, 2013 AND 2012

F-5

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2012</u>
<u>Other Accounts</u>		
Capital Improvement Fund	\$ 800,000.00	\$
Current Fund Interfund	82,944.48	82,944.48
General Capital Fund Interfund	251,183.37	251,183.37
Parking Utility Operating Fund Interfund	594.61	
	<u>\$1,134,722.46</u>	<u>\$ 334,127.85</u>
<u>Ref.</u>	F-4	F-4

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING AUTHORITY

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2013

F-6

	Ref.	<u>Parking Utility Operating Fund</u>			
		<u>Total</u>	<u>General Capital Fund</u>	<u>Current Fund</u>	<u>Parking Utility Capital Fund</u>
Balance, December 31, 2012	F	\$ 74,961.76	\$ 74,961.76	\$	\$
Increased by:					
Advances	F-4	358,975.00		358,975.00	
Interest Earned	F-2	594.61			594.61
		<u>434,531.37</u>	<u>74,961.76</u>	<u>358,975.00</u>	<u>594.61</u>
Decreased by:					
Collections	F-4	<u>18,201.22</u>	<u>18,201.22</u>		
Balance, December 31, 2013	F	<u>\$ 416,330.15</u>	<u>\$ 56,760.54</u>	<u>\$ 358,975.00</u>	<u>\$ 594.61</u>

- 205 -

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

FIXED CAPITAL
DECEMBER 31, 2013

F-7

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2012</u>
Construction of Various Parking Decks	<u>\$ 16,445,000.00</u>	<u>\$ 16,445,000.00</u>
<u>Ref.</u>	F	F

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ACCRUED INTEREST ON BONDS
YEAR ENDED DECEMBER 31, 2013

F-8

	<u>Ref.</u>	
Balance, December 31, 2012	F	\$ 366,797.50
Increased by:		
Budget Appropriation	F-3	717,950.04
		1,084,747.54
Decreased by:		
Payments	F-4	725,772.54
		725,772.54
Balance, December 31, 2013	F	\$ 358,975.00

Analysis of Balance

Bonds Outstanding	Interest Rate	Accrued		Period	Amount
		From	To		
\$ 2,515,000.00	4.500%	7/1/2013	12/31/2013	6 Months	\$ 56,587.50
10,620,000.00	4.625	7/1/2013	12/31/2013	6 Months	245,587.50
150,000.00	6.400	7/1/2013	12/31/2013	6 Months	4,800.00
1,600,000.00	6.500	7/1/2013	12/31/2013	6 Months	52,000.00
					\$ 358,975.00

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2013

F-9

	<u>Ref.</u>	
Balance, December 31, 2012	F	\$ 1,225,000.00
Increased by:		
Serial Bonds Paid by Operating Budget:		
Current Year	F-13	<u>335,000.00</u>
Balance, December 31, 2013	F	<u>\$ 1,560,000.00</u>

ACCOUNTS PAYABLE
YEAR ENDED DECEMBER 31, 2013

F-10

	<u>Ref.</u>	
Balance, December 31, 2012	F	\$ 63,803.91
Decreased by:		
Cash Disbursements	F-4	<u>63,803.91</u>
Balance, December 31, 2013		<u>\$</u>

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2013

F-11

Increased by:		
Cash Receipts	F-4	<u>\$ 800,000.00</u>
Balance, December 31, 2013	F	<u>\$ 800,000.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

INTERFUNDS PAYABLE
DECEMBER 31, 2013

F-12

	<u>Ref.</u>	<u>Total Parking Utility Capital Fund</u>	<u>Parking Utility Capital Fund</u>		
			<u>Current Fund</u>	<u>Parking Utility Operating Fund</u>	<u>General Capital Fund</u>
Balance, December 31, 2012	F	\$ 334,127.85	\$ 82,944.48	\$	\$ 251,183.37
Increased by:					
Cash Receipts	F-4	<u>594.61</u>		<u>594.61</u>	
Balance, December 31, 2013	F	<u>\$ 334,722.46</u>	<u>\$ 82,944.48</u>	<u>\$ 594.61</u>	<u>\$ 251,183.37</u>

-209-

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

SERIAL BONDS
YEAR ENDED DECEMBER 31, 2013

F-13
Sheet # 1

Purpose	Date of Issue	Amount of Original Issue	Bonds Outstanding Dec. 31, 2013		Interest Rate	Balance	Decreased	Balance
			Date	Amount		Dec. 31, 2012		Dec. 31, 2013
Series A	5-15-06	\$ 14,555,000.00	1-01-14	\$ 320,000.00	4.50 %	\$	\$	\$
			1-01-15	330,000.00	4.50			
			1-01-16	340,000.00	4.50			
			1-01-17	360,000.00	4.50			
			1-01-18	370,000.00	4.50			
			1-01-19	390,000.00	4.50			
			1-01-20	405,000.00	4.50			
			1-01-21	430,000.00	4.625			
			1-01-22	445,000.00	4.625			
			1-01-23	465,000.00	4.625			
			1-01-24	490,000.00	4.625			
			1-01-25	510,000.00	4.625			
			1-01-26	530,000.00	4.625			
			1-01-27	555,000.00	4.625			
			1-01-28	580,000.00	4.625			
			1-01-29	610,000.00	4.625			
			1-01-30	635,000.00	4.625			
			1-01-31	665,000.00	4.625			
			1-01-32	700,000.00	4.625			
			1-01-33	725,000.00	4.625			
			1-01-34	765,000.00	4.625			
			1-01-35	800,000.00	4.625			
			1-01-36	835,000.00	4.625			
			1-01-37	880,000.00	4.625	13,440,000.00	305,000.00	13,135,000.00

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

SERIAL BONDS
YEAR ENDED DECEMBER 31, 2013

F-13
Sheet # 2

Purpose	Date of Issue	Amount of Original Issue	Bonds Outstanding		Interest Rate	Balance Dec. 31, 2012	Decreased	Balance Dec. 31, 2013
			Date	Amount				
Series B	5-15-06	\$ 1,890,000.00	1-01-14/15	\$ 30,000.00	6.40 %	\$	\$	\$
			1-01-16/17	40,000.00	6.40			
			1-01-18/19	45,000.00	6.50			
			1-01-20/21	50,000.00	6.50			
			1-01-22/23	55,000.00	6.50			
			1-01-24	60,000.00	6.50			
			1-01-25	65,000.00	6.50			
			1-01-26	70,000.00	6.50			
			1-01-27	75,000.00	6.50			
			1-01-28/29	80,000.00	6.50			
			1-01-30	85,000.00	6.50			
			1-01-31	90,000.00	6.50			
			1-01-32	100,000.00	6.50			
			1-01-33	105,000.00	6.50			
			1-01-34	110,000.00	6.50			
			1-01-35	120,000.00	6.50			
			1-01-36	125,000.00	6.50			
			1-01-37	135,000.00	6.50			
					<u>1,780,000.00</u>	<u>30,000.00</u>	<u>1,750,000.00</u>	
					<u>\$ 15,220,000.00</u>	<u>\$ 335,000.00</u>	<u>\$ 14,885,000.00</u>	
				<u>Ref.</u>	F	F-9	F	

-211-

PART II
REPORT ON INTERNAL CONTROL AND
OTHER MATTERS
SINGLE AUDIT ATTACHMENTS
ROSTER OF OFFICIALS
COMMENTS AND RECOMMENDATIONS
DECEMBER 31, 2013



**Report on Internal Control Over Financial Reporting and on Compliance and Other
Matters Based on an Audit of Financial Statements Performed in Accordance With *Government
Auditing Standards***

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory basis financial statements of the various funds of the Township of Montclair, Essex County, New Jersey (the "Township"), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise Township's basic financial statements, and have issued our report thereon dated June 24, 2014.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during 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 Township's regulatory basis financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

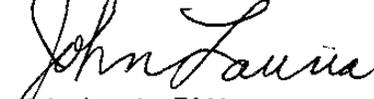
Purpose of this Report

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



Livingston, New Jersey

June 24, 2014



John Lauria, RMA

Licensed Registered Municipal Accountant # 403



**Report on Compliance For Each Major Federal
Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of
Federal and State Awards Required by OMB Circular A-133 and New Jersey OMB Circular 04-04**

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

Report on Compliance for Each Major Federal and State Program

We have audited the Township of Montclair, County of Essex, New Jersey's (the "Township") compliance with the types of compliance requirements described in the *OMB Circular A-133* and *New Jersey OMB Circular 04-04 Compliance Supplements* that could have a direct and material effect on each of the Township's major programs for the year ended December 31, 2013. The Township's major programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Township's major programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and *New Jersey OMB Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid Programs* (collectively, "OMB Circular A-133"). Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major program occurred. An audit includes examining, on a test basis, evidence about the Township's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major program. However, our audit does not provide a legal determination of the Township's compliance.

Opinion on Each Major Program

In our opinion, the Township complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major programs for the year ended December 31, 2013.

Report on Internal Control Over Compliance

Management of the Township is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Township's internal control over compliance with the types of requirements that could have a direct and material effect on each major program to determine the auditing procedures that are

appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over compliance.

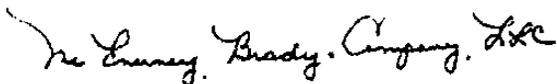
A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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

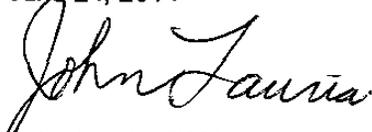
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the regulatory basis financial statements of the Township as of and for the year ended December 31, 2013, and have issued our report thereon dated June 24, 2014, which contained an unmodified opinion on those financial statements on the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our audit was conducted for the purpose of forming an opinion on the regulatory basis financial statements as a whole. The accompanying schedules of expenditures of federal and state awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the regulatory basis financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the regulatory basis financial statements. The 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 schedules of expenditures of federal and state awards is fairly stated in all material respects in relation to the financial statements as a whole.



Livingston, New Jersey
June 24, 2014



John Lauria, RMA
Licensed Registered Municipal Accountant # 403

TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2013

SCHEDULE A
Sheet # 1

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Period</u>		<u>Revised Budget</u>	<u>Cash Receipts</u>	<u>Canceled</u>	<u>Current Year Expenditures</u>	<u>Cumulative Expenditures</u>
		<u>From</u>	<u>To</u>					
U.S. Department of Housing and Urban Development:								
Passed -Through County of Essex Block Grant								
Program Year 2013	14.218	7-01-13	Completion	\$ 180,009.00	\$	\$	\$	\$
Program Year 2012	14.218	7-01-12	Completion	197,727.00	16,500.00	1,500.00	16,500.00	16,500.00
Direct Award - Section 8 Housing	14.856	1-01-13	12-31-13	3,658,023.72	3,658,023.72		3,764,233.05	3,764,233.05
U.S. Department of Justice:								
Pass Through New Jersey Department of Law and Public Safety:								
Pedestrian Safety Grant	16.710	7-01-11	6-30-12	16,000.00	15,676.00		2,200.00	16,000.00
	16.710	7-01-12	6-30-13	15,000.00				
Bulletproof Vest Program	16.607	7-01-12	6-30-13	2,857.65				
U.S. Department of Homeland Security:								
Assistance to Firefighters	97.044	7-01-04	6-30-05	50,688.00				31,387.90
		7-01-08	6-30-09	68,923.00				63,215.93
		7-01-10	6-30-11	97,663.00				83,005.13
		7-01-12	6-30-13	9,500.00				
U.S. Environmental Protection Agency:								
Passed Through Twp. Of Cherry Hill: Climate Showcase Communities Grant	66.041	7-01-10	6-30-11	75,000.00	6,250.00			35,555.95

TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2013

SCHEDULE A
Sheet # 2

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period		Revised Budget	Cash Receipts	Canceled	Current Year Expenditures	Cumulative Expenditures
		From	To					
U.S. Department of Transportation:								
Pass Through New Jersey Department of								
Transportation - Highway Safety:								
Click It or Ticket	20.602	7-01-12	6-30-13	\$ 4,000.00	\$	\$	\$	\$ 1,400.00
Over the Limit Under Arrest	20.601	7-01-11	6-30-12	5,000.00				2,275.00
Drive Sober or Get Pulled Over	20.601	7-01-12	6-30-13	9,400.00				
	20.601	7-01-13	6-30-14	8,800.00	8,800.00			
Highway Safety Grant	20.602	7-01-12	6-30-13	15,000.00	15,000.00		11,510.00	13,259.00
U.S. Department of Energy:								
Energy Efficiency and Conservation	81.128	7-01-10	Completion	155,000.00				150,729.37
U.S. Department of Health and Human Service:								
Older Americans Act - Title III:								
Passed through County of Essex:								
Senior Citizens' Public Health Nurse	13.991	7-01-12	6-30-13	15,790.00	80.00			15,504.00
	13.991	7-01-13	6-30-14	15,504.00	15,504.00		15,504.00	15,504.00
Total Federal Financial Assistance					<u>\$ 3,735,833.72</u>	<u>\$ 1,500.00</u>	<u>\$ 3,809,947.05</u>	<u>\$ 4,208,569.33</u>

-218-

See accompanying Notes to Schedule of Expenditures of Federal and State Financial Assistance.

TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2013

SCHEDULE B
Sheet # 1

State Funding Department or Division	Program	State Account Number	Revised Grant Award	Grant Period		Cash Received	Expended	Cumulative Expenditures
				From	To			
Transportation	Transportation Trust Fund:	6320-480-601385-61						
	South Mountain - Section 1	ORD 11-19	\$ 456,838.00	7/01/10	6/30/11	\$	\$	\$ 456,838.00
	South Mountain - Section 2	ORD 12-26	243,404.00	7/01/11	6/30/12		60,851.00	243,404.00
	Union Street Section 1	ORD 12-41	237,700.00	7/01/12	7/01/13	178,275.00	237,700.00	237,700.00
	Union Street Section 2		221,330.00	7/01/13	7/01/14			
	Transit Village		200,000.00	7/01/12	7/01/13	127,425.00	175,858.88	175,858.88
	Safe Routes to Schools Program		324,000.00	7/01/07	Completion	173,848.64		10,110.00
			130,000.00	7/01/12	Completion	69,902.12	50,937.36	98,028.00
						<u>549,450.76</u>	<u>525,347.24</u>	<u>1,221,938.88</u>
	Environmental Protection	Clean Communities	4900-765-178910-60	54,198.12	1/01/11	12/31/12		54,198.12
			63,632.97	1/01/12	12/31/13	63,632.97		
N.J.E.D.A. Hazardous Discharge			103,612.00	7/01/12	Completion	14,326.61		
NJ Historic Preservation		487-542-320010-60	500.00	7/01/12	Completion	125.00	500.00	500.00
			2,800.00	7/01/13	Completion			
			23,500.00	7/01/13	Completion			
Historic Trust		487-542-320010-60	18,665.00	7/01/12	Completion	13,795.00	14,297.00	14,297.00
Green Acres Trust Program: Edgemont Pond		ORD 11-20	1,000,000.00	7/01/11	Completion		692,970.66	745,381.31
N.J. Environmental Infrastructure Program: Ordinance #09-35			730,933.00	7/01/09	Completion		1,850.00	640,353.47
						<u>91,879.58</u>	<u>763,815.78</u>	<u>1,454,729.90</u>

TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2013

SCHEDULE B
Sheet # 2

State Funding Department or Division	Program	State Account Number	Revised Grant Award	Grant Period		Cash Received	Expended	Cumulative Expenditures	
				From	To				
Health	Municipal Alliance Grant	2000-475-995120-60	\$ 47,747.23	1/01/12	12/31/12	\$ 47,747.23	\$ 16,933.96	\$ 47,747.23	
			55,100.00	1/01/13	12/31/13	14,199.43	36,928.97	36,928.97	
	Tobacco Control Grant		5,940.00	1/01/10	12/31/10				
	Emergency Preparedness Grant		3,477.60	7/01/11	6/30/12			2,688.35	
	County Health Officers		14,000.00	7/01/11	6/30/14	4,000.00	4,236.67	5,713.13	
	Partners for Health		65,225.00	7/01/13	6/30/14	34,475.00	590.00	590.00	
	Passed thru Montclair Board of Education:								
	Non-Public School Nursing			114,853.00	7/01/12	6/30/13		20,006.15	114,853.00
				122,404.00	7/01/13	6/30/14	122,404.00	83,073.60	83,073.60
							<u>222,825.66</u>	<u>161,769.35</u>	<u>291,594.28</u>
Law and Public Safety	Division of Criminal Justice:								
	Body Armor Fund		1020-718-066-1020-001	9,446.79	7/01/12	6/30/13			7,390.00
				21,664.11	7/01/13	6/30/14	21,664.11		
	Ambulance Subsidy Grant			14,987.00	7/01/13	6/30/14		14,897.00	14,987.00
	Safe and Secure Community Program			60,000.00	7/01/12	6/30/13	51,025.00	51,025.00	51,025.00
	Division of Motor Vehicles:								
	Drunk Driving Enforcement		6400-100-078-6400	4,973.08	7/01/13	6/30/14	4,973.08	2,060.00	2,060.00
	Alcohol Education and Rehabilitation			11,162.97	7/01/08	Completion		2,800.00	6,436.48
				6,687.90	7/01/11	Completion			
				5,161.93	7/01/13	Completion	5,161.93		
Division of Archives and Records Management:									
PARIS Police Records			22,200.00	7/01/12	Completion	22,200.00		9,850.00	
						<u>105,024.12</u>	<u>70,782.00</u>	<u>81,898.48</u>	
						<u>\$ 969,180.12</u>	<u>\$ 1,521,714.37</u>	<u>\$ 3,050,161.54</u>	

See accompanying Notes to Schedule of Expenditures of Federal and State Financial Assistance.

TOWNSHIP OF MONTCLAIR

NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE FINANCIAL ASSISTANCE DECEMBER 31, 2013

NOTE 1 - GENERAL

The accompanying Schedules of Expenditures of Federal and State Financial Assistance present the activity of all federal and state financial assistance programs of the Township of Montclair (the "Township"). The Township is defined in Note 1 to the Township's regulatory basis financial statements. All federal and state financial assistance received directly from federal and state agencies as well as federal and state financial assistance passed-through other government agencies, is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2 - BASIS OF ACCOUNTING

The accompanying Schedules of Expenditures of Federal and State Financial Assistance are presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting other than generally accepted accounting principles. This basis of accounting is described in Notes 1(c) and 1(d) to the Township's statutory basis financial statements.

NOTE 3 - RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORT

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

NOTE 4 - RELATIONSHIP TO REGULATORY BASIS FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Township's regulatory basis financial statements. Matching contributions expended by the Township in accordance with terms of the various grants are not reported in the accompanying schedules.

NOTE 5 - FEDERAL AND STATE LOANS OUTSTANDING

The Township has the following loans outstanding as of December 31, 2013:

General Capital Fund:	
Green Acres Loan	\$ 369,901.68
Environmental Infrastructure Loan	544,589.04
Business District Loan	457,333.33
Water Utility Capital Fund	
Environmental Infrastructure Loan	2,896,327.55

NOTE 6 - FEDERAL EMERGENCY MANAGEMENT ASSISTANCE

The Township had eligible expenditures of \$854,754.86 for the 2012 Hurricane Sandy. The Federal government's share of 75% was increased to 90%. The Township has been reimbursed \$425,948.60 in 2013.

NOTE 7 - MAJOR PROGRAM AUDITED BY ANOTHER FIRM

The Township authorized another auditing firm to audit the Section 8 Housing Assistance Program for 2013. The report has not yet been issued. The 2012 audit had no reported comments or recommendations.

TOWNSHIP OF MONTCLAIR

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified?

_____ Yes √ No

2) Were significant deficiencies identified that are not considered to be material weaknesses?

_____ Yes √ None Reported

Noncompliance material to basic financial statements noted?

_____ Yes √ No

Federal Awards Section

Internal control over major programs:

1) Material weakness(es) identified?

_____ Yes √ No

2) Were significant deficiencies identified that are not considered to be material weaknesses?

_____ Yes √ None Reported

Type of auditor's report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular A-133?

_____ Yes √ No

Identification of major federal programs:

CFDA Numbers

14.856

Name of Federal Program or Cluster

Direct Award – Section 8 Housing

Dollar threshold used to distinguish between Type A and Type B Programs:

\$300,000.00

Auditee qualified as low-risk auditee?

 √ Yes _____ No

TOWNSHIP OF MONTCLAIR

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013

Section I - Summary of Auditor's Results

State Awards

Dollar threshold used to distinguish between Type A
and Type B programs:

\$300,000.00

Auditee qualified as low-risk auditee?

 √ Yes No

Internal control over major programs:

1) Material weakness(es) identified

 Yes √ No

2) Significant deficiencies identified that are not
considered to be material weaknesses?

 Yes √ None
Reported

Type of auditor's report issued on compliance for
major programs:

Unqualified

Any audit findings disclosed that are required to be reported
in accordance with NJ OMB Circular Letter 04-04?

 Yes √ No

Identification of major programs:

State Grant/Project Number(s)

Not Available
480-078-6300-7310

Name of State Program

Green Acres Trust-Edgemont Pond
Department of Transportation-Transit Village

TOWNSHIP OF MONTCLAIR
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013

Section II – Financial Statement Findings

Finding #2013-1:

Criteria:

The Township is required by the State of New Jersey Division of Local Government Services regulations to implement policies and procedures to ensure that all activity is properly recorded and complete, as well as the safeguarding of assets.

Condition and Effect:

Cash reconciliations for the Payroll Accounts were not reconciled by Township employees. The effect is that unauthorized expenditures would not be detected on a timely basis and account activity might not be complete and accurate.

Recommendation:

That cash reconciliations for all Payroll bank accounts be prepared and received on a monthly basis.

Management's Response:

Management will review its existing policies and procedures regarding month end closing processes, specifically with respect to reconciliations.

TOWNSHIP OF MONTCLAIR
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2013

Section III – Federal Awards and State Financial Assistance Findings and Questioned Costs

Federal Awards

None Reported

State Awards

None Reported

TOWNSHIP OF MONTCLAIR
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2012

Federal Awards

There were no prior year audit findings for Federal Award Programs.

State Awards

There were no prior year audit findings for State Financial Assistance.

Financial Statements

Finding #2012-1:

The Township is not preparing cash reconciliations of its payroll accounts.

Status:

This finding remains unresolved.

TOWNSHIP OF MONTCLAIR

OFFICIALS IN OFFICE AND REPORT ON SURETY BONDS

The following officials were in office on December 31, 2013:

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>
<u>Township Council</u>		
Robert D. Jackson	Mayor	\$
Robert J. Russo	Deputy Mayor	
Rich McMahon	Councilor	
William L. Hurlock, Esq.	Councilor	
Robin Schlager	Councilor	
Sean M. Spiller	Councilor	
Renee E. Baskerville, M.D.	Councilor	
<u>Other Officials</u>		
Marc. D. Dashield	Township Manager	
Frank Mason	Chief Financial Officer	125,000.00 (1)
Linda S. Wanat	Municipal Clerk	
Anthony Blasi	Township Comptroller	125,000.00 (1)
Maureen A. Montesano	Collector of Taxes, Water Rents And Sewer Charges	503,000.00 (2)
Tracy A. Ottey	Supervisor of Water Administration	100,000.00 (1)
Joan Kozeniesky	Tax Assessor	
Richard H. Insley	Judge	*
Joyce Hayes	Court Administrator	*
Ira Karasick	Township Attorney	

Corporate surety of the bonds listed above:

- (1) Travelers Casualty and Surety Company of America
- (2) Fidelity and Deposit Company of Maryland

Court personnel were covered by an Employee Dishonesty Surety Bond issued by the Fidelity and Deposit Company of Maryland in the amount of \$90,000.00 per occurrence.

* An Employee Dishonest Bond, issued by Garden State Municipal Joint Insurance Fund, covers each employee in the amount of \$1,000,000.00 per Loss.

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

N.J.S.A. 40A:11-4, as amended, states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the Governing Body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or the amount calculated by the Governor pursuant to N.J. S.A. 40A: 11-3, except by contract or agreement."

It is pointed out that the Township Council have 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 Township Attorney should be sought before a commitment is made.

The bidding threshold for the period under review was \$36,000.00 in accordance with the provisions of N.J.S.A. 40A:11-3a, based on the appointment of a qualified purchasing agent.

Notwithstanding N.J.S.A. 40A: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 Township did not participate in this process.

The minutes indicate that bids were requested by public advertising for all purchases.

The minutes indicate that resolutions were adopted and advertised, authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

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.

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

N.J.S.A. 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 fifteen percent of the bid threshold or \$5,400.00, at least two quotations as to the cost or price, 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."

Reference is made to the Local Public Contract Guidelines and Local Public Contract Regulations (1977) promulgated by the New Jersey Division of Local Government Services in the Department of Community Affairs.

Collection of Interest on Delinquent Taxes and Other Municipal Charges

N.J.S.A. 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 June 24, 1980, adopted the following resolution authorizing interest to be charged on delinquent taxes as follows:

BE IT RESOLVED by the Council of the Township of Montclair, in the County of Essex, that effective February 14, 1980, the rate of interest to be charged for delinquent real property taxes not in excess of \$1,500.00 shall be 8% per annum and until July 31, 1980, the rate of interest to be charged for delinquent real property taxes in excess of \$1,500.00 shall be 12% per annum. Commencing August 1, 1980, the rate of interest to be charged for delinquent real property taxes in excess of \$1,500.00 shall be 18% per annum. Interest shall not be charged on any delinquent real property taxes if payment of any installments due is made within the 10 calendar day following the date upon which the same became payable."

The Governing Body, on June 24, 1997, adopted the following resolution authorizing a penalty on delinquent taxes as follows:

"BE IT RESOLVED by the Council of the Township of Montclair, in the County of Essex, that the Tax Collector be and she hereby is authorized to fix and charge a penalty to every taxpayer with a delinquency in excess of \$10,000.00 at the rate of 6% of such delinquent amount in accordance with the above statute. This resolution shall take effect for such excesses occurring and commencing in the 1997 tax year."

The Governing Body, on October 4, 1988, adopted the following resolution authorizing interest to be charged on delinquent utility bills as follows:

"BE IT RESOLVED by the Council of the Township of Montclair, in the County of Essex, effective November 1, 1988, in accordance with N.J.SA 40:14B-41, there shall be a penalty of 1½% per month on the unpaid amounts imposed on all bills for water rent which remain unpaid for over 30 days from the date the bill was presented by the Water Bureau."

The Governing Body, on May 23, 2006, adopted Ordinance 6-34 authorizing interest to be charged on delinquent sewer utility bills as follows:

"All charges payable to the Township for connection to or use of the Township sewage system and all charges for connection with and use of the Township sewers and drains shall accrue interest from the time they become due at the same rate as taxes upon real estate in the Township and shall be a lien upon the premises connected until paid, and the Township shall have the same remedies for collection thereof, with interest, costs and penalties as it has by law for the collection of taxes upon real estate."

It appears from an examination of the Collector's records that interest was generally collected in accordance with the provisions of the foregoing resolutions and ordinance.

Delinquent Taxes and Tax Title Liens

Delinquent taxes, exclusive of 2013, in the sum of \$88,977.32 are summarized as follows:

<u>Year</u>	<u>Amount</u>
2009	\$ 25,851.21
2010	27,280.77
2011	35,595.34
2012	250.00

A tax sale was held in October 2013 and was complete, except for one property which is in bankruptcy for years 2009-2011, one property for 2011 and an added tax assessment for 2012.

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

<u>Year</u>	<u>Number of Liens</u>
2013	6
2012	6
2011	6

Recourse to all means provided by the statutes should be taken to realize or eliminate tax title liens through collection or foreclosure in order to return such property to a tax paying basis.

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent balances and current payments was made in accordance with the regulations of the Division of Local Government Services, consisting of verification notices as follows:

<u>Type</u>	Number of Confirmations <u>Written</u>
Payments of 2013 and 2014 Taxes	25
Delinquent Taxes	25
Payments of Water and Sewer Utility Charges	25
Unpaid Water and Sewer Utility Charges	25
	<hr/>
	100
	<hr/> <hr/>

There were no exceptions developed in connection with our examination.

Developer's Escrow

A detailed list of developer's escrows was not available for audit review.

It is recommended that a detailed list of developer's escrows be available for audit review.

Planning Escrows

The 2014 activity was not documented and the bank account was not reconciled. The amount shown on B-9 was only the opening balance. There is no detail of the account balance.

It is recommend that an analysis of activity be prepared and a bank reconciliation be performed on a monthly basis.

Purchase Orders/Vouchers

It was noted that a number of purchase orders were dated after the invoice date. This practice circumvents the encumbrance system and could lead to payments made that exceed the budget line account.

It is recommended that purchase orders are created and approved prior to the purchase of goods.

IRS Form 1099 – Miscellaneous

As required by the Internal Revenue Service, all vendors that are not incorporated are required to receive IRS Form 1099-Misc. for goods or services rendered to the Township. We noted that four vendors tested did not receive the form.

It is recommended that IRS Form 1099-Misc. be issued to all required vendors.

Dedication by Rider

Certain accounts included on the balance sheet of the General Trust fund may be subject to the provisions of Dedication by Rider, N.J.S.A. 40A:4-39. Specifically, these accounts are detailed as follows:

- Railroad Station Projects
- DARE Donation
- Child Fire Safety
- Body Armor Settlement
- National Nite Out
- Fire – Right-to-Know
- LEA – Penalty Account
- Bonsal Wildlife
- Hurricane Floyd Storm Damage Funds
- Edgemont Memorial
- Edgemont Playground
- Health Program
- Contribution for Public Memorials
- Crime Prevention
- Municipal Alliance Contribution

It is recommended that resolution be adopted by the Governing Body requesting approval for insertion of certain accounts in the Municipal Budget under the provisions of N.J.S.A. 40A:4-39, "Dedication by Rider".

Cash Deficits in Capital Funds

In accordance with regulations of the Local Finance Board, capital ordinances over five years old cannot finance expenditures from cash not provided from its own resources. As of the date of this report, there are number of ordinances, over five years old, having cash deficits.

	<u>Year</u>	<u>Ordinance Number</u>	<u>Cash Deficit</u>
General Capital Fund:	2004	04-49	\$ 14,298.72
	2005	05-15	1,637.09
	2005	05-37	10,153.49
	2006	06-78	88.36
	2007	07-06	65,879.63
	2007	07-19	287,885.89
	Water Capital Fund:	1999	99-14

Efforts should be continued to finance these ordinances.

Parking Utility Operations

It was noted during our audit review that parking permits were given out with a "no charge" throughout the year. These were given out on a case by case basis. There is no process in place to document the "no fee" charge and who has approved it and the basis for it.

It is recommended that an official policy be approved by the Township that provides the reason behind the "no

fee" charge and those Township employees eligible to approve the no fee.

Meter collections are deposited on a weekly basis. Collection of the cash from the meters is performed by one employee. The cash is deposited in total for all zones or areas where the parking meters are located. There is no recording of the revenue by zones. Distinguishing where the cash is collected would enhance internal control.

It is recommended that meter collections be recorded by zone so as to better analyze trends in the collection rates. Also, the Township should consider alternating employees when collecting the meter money.

Payroll Fund

Cash reconciliations for the years 2007 through 2013 have not been prepared for the Payroll Account.

A list of payroll deductions payable was not available for audit review therefore we were unable to determine if the proper remittances were made to all appropriate agencies and if they were made timely. Also, we were unable to determine if the proper amounts were deposited.

It is recommended that cash reconciliations for the Payroll Account be prepared and filed on a monthly basis and that a list of payroll deductions payable be maintained and available for audit review.

Revenue Departments

In order to ensure that all fees from departments are collected and transmitted to the finance office, the Township should issue duplicate receipts for all collections (cash, check or credit cards). Permits/license books should all be pre-numbered and be under the control of a designated employee. When permit/license books are distributed that employee should sign a control sheet listing the permit/license numbers of the books that are being taken. This procedure would establish an accounting for all fees collected and transmitted the finance office.

Administrative Procedures

Pension Eligibility

The State of New Jersey enacted legislation under Ch. 92 P.L. 2007 and codified under N.J.S.A. 43:15A-7.2 and 43:15c-2b(4). The law establishes that individuals performing professional services 1) under a contract awarded pursuant to N.J.S.A. 40A:11.5 and 1 or 2) under an independent contract as determined in accordance with rules an policy of the IRS are ineligible for membership in the State's Pension System – PERS. There was no "grandfathering" provisions under N.J.S.A. 43:15A-7.2. The municipalities were required to remove them from the pension rolls.

It appears that two individuals who are enrolled in PERS do not meet the requirements under the statues. The two employees are the Assistant Township attorney and the prosecutor. The Township is awaiting an opinion from the State Division of Pensions regarding the eligibility of these positions. In addition, it appears that the Assistant Township attorney is not eligible for health benefits and should be removed.

Health Insurance

When reviewing the employee health benefit contributions, it was noted that some employees were being incorrectly calculated. It is also noted that employees receiving the health benefit waiver were in some instances not calculated correctly or were not eligible. A review was undertaken in 2013 of all employee deductions and effective November 1, 2013, health deductions were being deducted correctly.

Corrective Action Plan

In accordance with the requirements of the Single Audit Act and regulations of the Division of Local Government Services, a Corrective Action Plan must be prepared by the Chief Financial Officer and filed with the Division within 60 days from the state the audit is received by the governing Body.

A Corrective Action Plan was prepared and filed by the Chief Financial Officer.

Status of Prior Years' Audit Recommendations

A review was performed on all prior years' recommendations and corrective action was taken on all, except for those marked with an asterisk in this year's recommendations.

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.

Examination of the Free Public Library is the subject of a separate report.

Revenue and receipts were established and verified as to sources and amounts only insofar as the local records permitted.

In verifying expenditures, computations were made on a statistical sample of 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.

Individual payments of the Local School District Tax by Municipality were confirmed as received by the Secretary of the Board of Education for the year 2013.

The propriety of deductions for pensions, withholding tax, social security and other purposes from employees' individual salaries were tested.

A synopsis of this report was prepared for publication and filed with the Township Clerk.

One copy of this report was filed with the New Jersey Division of Local Government Services in the Department of Community Affairs.

RECOMMENDATIONS

* That a detailed list of developer's escrows be available for audit review.

That an analysis of activity be prepared and a bank reconciliation be performed on a monthly basis for the Planning Escrow Account.

* That resolutions be adopted by the Governing Body requesting approval for insertion of certain account in the Municipal Budget under the provisions of N.J.S.A. 40A:4-39, "Dedication by Rider".

That purchase orders be created and approved prior to the purchase of goods.

That IRS Form 1099-Misc. be issued to all required vendors.

* That cash reconciliations for the Payroll bank accounts be prepared and filed on a monthly basis and a list of payroll deductions payable at year end be available for audit.

That an official policy be approved by the Township establishing procedures for issuing "no fee" parking permits.

That parking meter collections be recorded by zone and the collection of meter coins be alternated between two employees.

* Indicates prior year recommendations

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

We shall be pleased to confer with the Mayor and Township Council on questions that might arise with respect to any matters in this report.

We would like to express to express our appreciation for the assistance and effort rendered by the Township officials and employees during the course of the examination.

Respectfully submitted,

The Currency. Brady. Company. LLC

Livingston, New Jersey
June 24, 2014

John Lauria

John Lauria, RMA
Licensed Registered Municipal Accountant # 403