



**TOWNSHIP OF MONTCLAIR
ESSEX COUNTY, NEW JERSEY
REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2014**

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PART I
REPORT ON EXAMINATION
FINANCIAL STATEMENTS
AND SUPPLEMENTARY EXHIBITS
DECEMBER 31, 2014



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, 2014 and 2013, the statements of revenues, expenditures and changes in fund balances for the year ended December 31, 2014 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller 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 Adverse Opinions

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 2 to the financial statements.

Adverse 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, 2014 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, 2014, 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 2 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 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 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 section is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Report on Supplementary Information as Required Federal OMB A-133 and NJOMB 04-04

In addition, the accompanying schedules of expenditures of federal awards and state financial assistance, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments and Non-Profit Organizations* and by New Jersey OMB Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid* and are presented for purposes of additional analysis and are 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2014 regulatory-basis financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the regulatory-basis financial statements or to the regulatory-basis financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the regulatory-basis financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2015, on our consideration of the Township's internal control over financial reporting. 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.

See Summary Township Accounting A/C

Livingston, New Jersey
June 15, 2015

John Lauria

John Lauria, RMA
Licensed Registered Municipal Accountant # 403

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

A
Sheet # 1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Regular Fund</u>			
<u>Current Assets:</u>			
Cash - Checking	A-4	\$ 17,806,528.42	\$ 15,604,915.58
Cash - Cash Management Fund	A-6	3,473.61	3,471.60
Change Funds	A-7	525.00	525.00
		<u>17,810,527.03</u>	<u>15,608,912.18</u>
Due from State of New Jersey: (Ch. 129, P.L. 1976)	A-9	3,435.40	3,633.34
		<u>17,813,962.43</u>	<u>15,612,545.52</u>
<u>Receivables and Other Assets with Full Reserves:</u>			
Delinquent Property Taxes Receivable	A-10	2,541,986.86	2,358,955.56
Tax Title Liens	A-11	132,336.06	119,556.06
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	89,203.91	74,405.04
Revenue Accounts Receivable	A-15	14,927.81	15,770.35
Interfunds Receivable	A-17	100,003.00	82,947.48
		<u>3,203,857.64</u>	<u>2,977,034.49</u>
<u>Deferred Charges:</u>			
Special Emergency Authorizations (40A:4-53)	A-19	356,000.00	534,000.00
		<u>356,000.00</u>	<u>534,000.00</u>
		<u>21,373,820.07</u>	<u>19,123,580.01</u>
<u>Federal and State Grant Fund</u>			
Grants Receivable	A-16	491,688.83	487,106.63
Interfunds Receivable	A-18	925,777.67	838,765.35
		<u>1,417,466.50</u>	<u>1,325,871.98</u>
		<u>\$ 22,791,286.57</u>	<u>\$ 20,449,451.99</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

A
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Regular Fund</u>			
<u>Appropriated Reserves:</u>			
Encumbered	A-3, A-20	\$ 1,117,373.25	\$ 1,223,063.75
Unencumbered	A-3, A-20	2,358,790.45	2,552,905.32
Interfunds Payable	A-27	1,201,623.85	1,573,827.10
Accounts Payable	A-24	102,566.67	459,523.12
Due to State of New Jersey	A-21	15,174.00	12,840.00
Reserve for State Tax Appeals	A-22		436,881.78
Payment in Lieu of Taxes - Overpayments	A-25	778.99	
Tax Overpayments	A-26	1,137,537.23	440,276.36
County Taxes Payable	A-29	81,335.98	73,128.21
School Taxes Payable	A-30	1,991,194.00	
Capital Note Payable	A-32	356,000.00	534,000.00
Prepaid Taxes	A-33	1,146,219.84	834,515.96
Prepaid Payment in Lieu of Taxes	A-34		1,583.39
Accumulated Revenue Unappropriated	A-37	853,569.38	853,569.38
		<hr/>	<hr/>
Reserve for Receivables	Reserve	10,362,163.64	8,996,114.37
Fund Balance	A-1	3,203,857.64	2,977,034.49
		<hr/>	<hr/>
		7,807,798.79	7,150,431.15
		<hr/>	<hr/>
		21,373,820.07	19,123,580.01
 <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	1,069,516.92	1,067,830.24
Accumulated Revenue Unappropriated	A-37	129,447.73	39,539.89
		<hr/>	<hr/>
		1,417,466.50	1,325,871.98
		<hr/>	<hr/>
		\$ 22,791,286.57	\$ 20,449,451.99
		<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, 2014 AND 2013

A-1

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized	A-2	\$ 2,408,945.73	\$ 1,394,651.84
Miscellaneous Revenue Anticipated	A-2	13,341,545.50	14,221,314.20
Receipts from Delinquent Taxes	A-2c	2,214,893.79	2,667,567.84
Receipts from Current Taxes	A-2c	193,571,707.85	188,113,049.90
Nonbudget Revenue	A-2d	464,674.00	508,711.62
<u>Other Credits to Income:</u>			
Unexpended Balance of Appropriation			
Reserves	A-20	2,200,225.10	1,122,825.23
Other Accounts Receivable	A-14	67,702.14	102,249.28
Grant Reserves Canceled			27,093.93
Special Deposits Canceled			46,000.00
Total Income		<u>214,269,694.11</u>	<u>208,203,463.84</u>
<u>Expenditures</u>			
Budget Appropriations	A-3	74,648,443.93	74,538,819.92
Prior Year Senior Citizen Deductions			
Disallowed by Tax Collector	A-9	6,162.47	
State Tax Court Judgments	A-26	625,611.72	
County Taxes	A-29	33,933,325.10	32,495,186.39
Local School District Tax	A-30	101,492,086.00	97,509,698.00
Special Improvement District Tax	A-31	480,696.00	460,850.00
Interfund Charges	A-17	17,055.52	
Deferred Charge Adjustment			0.59
Total Expenditures		<u>211,203,380.74</u>	<u>205,004,554.90</u>
Excess Revenue		3,066,313.37	3,198,908.94
<u>Fund Balance</u>			
Balance, Beginning of Year	A	<u>7,150,431.15</u>	<u>5,346,174.05</u>
		10,216,744.52	8,545,082.99
<u>Decreased by</u>			
Utilized as Anticipated Revenue	A-1, A-2	<u>2,408,945.73</u>	<u>1,394,651.84</u>
Balance, End of Year	A	<u>\$ 7,807,798.79</u>	<u>\$ 7,150,431.15</u>

See accompanying notes to financial statements

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Anticipated	A-1	\$ 2,408,945.73	\$ 2,408,945.73	\$
Miscellaneous Revenue	A-1,2a	13,263,778.66	13,341,545.50	77,766.84
Receipts from Delinquent Taxes	A-1,2c	2,200,000.00	2,214,893.79	14,893.79
Sub-Total General Revenue		<u>17,872,724.39</u>	<u>17,965,385.02</u>	<u>92,660.63</u>
Amounts to be Raised by Taxation:				
Local Tax for Municipal Purposes	A-10	52,011,350.94		
Minimum Library Tax	A-10	6,142,200.00		
Addition to Local District School Tax	A-10	2,177,299.02		
	A-2c	<u>60,330,849.96</u>	<u>61,172,300.75</u>	<u>841,450.79</u>
Total General Revenue	A-3	78,203,574.35	79,137,685.77	934,111.42
Nonbudget Revenue	A-2d		464,674.00	464,674.00
		<u>\$78,203,574.35</u>	<u>\$ 79,602,359.77</u>	<u>\$ 934,111.42</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, 2014

A-2a
Sheet # 1

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>(Deficit)</u>
<u>Miscellaneous Revenue</u>				
Licenses:				
Alcoholic Beverages	A-15	\$ 58,000.00	\$ 57,500.00	\$
Other Licenses	A-2b	122,000.00	148,106.25	26,106.25
Fees and Permits	A-2b	700,000.00	788,371.44	88,371.44
Fines and Costs:				
Municipal Court	A-15	1,607,700.00	1,441,208.65	(166,491.35)
Interest and Cost on Taxes	A-5	670,000.00	591,433.82	(78,566.18)
Interest on Investments and Deposits	A-15	82,000.00	77,532.61	(4,467.39)
Consolidated Municipal Property Tax Relief Aid	A-15	203,888.00	108,888.00	(95,000.00)
Energy Receipts Tax	A-15	2,763,178.00	2,763,178.00	
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	746,600.00	992,038.00	245,438.00
Interlocal Government Services:				
Health Services	A-15	193,000.00	164,568.00	(28,432.00)
Fire Services - Glen Ridge	A-15	625,000.00	625,000.00	
Health Services - Nutley	A-15	37,244.00	37,244.00	
Animal Control Services - Nutley	A-15	35,500.00	42,252.50	6,752.50
Animal Control Services - Verona	A-15	23,000.00	30,888.40	7,888.40
State and Federal Revenues Offset with				
Appropriations:				
Municipal Alliance and Alcoholism and Drug Abuse	A-27	27,550.00	27,550.00	
Sustainable Jersey	A-27	20,000.00	20,000.00	
Juvenile Assistance Program	A-27	4,724.00	4,724.00	
Alcohol Education, Rehabilitation and Enforcement	A-27	1,772.40	1,772.40	
Bicycle Safety program	A-27	12,720.00	12,720.00	
Division on Aging - Citizen Services	A-27	14,561.00	14,561.00	
Partners for Health - Senior AMA	A-27	4,950.00	4,950.00	
Montclair Board of Education:				
Nonpublic School Nursing School	A-27	289,487.00	289,487.00	
Cable Communication Grant - Comcast	A-27	5,000.00	5,000.00	
N.J. Pedestrian Safety Grant	A-27	12,000.00	12,000.00	
Click it or Ticket Enforcement Grant	A-27	8,000.00	8,000.00	
Drive Sober or Get Pulled Over	A-27	4,000.00	4,000.00	
Partners for Health	A-27	10,000.00	10,000.00	
Recycling Tonnage Grant	A-27	28,565.89	28,565.89	
Cops in Shops	A-27	2,000.00	2,000.00	
National Association of Health Officials	A-27	3,500.00	3,500.00	
Donation - Police	A-27	250.00	250.00	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
ANALYSIS OF MISCELLANEOUS REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-2a
Sheet # 2

	Ref.	Anticipated Budget	Realized	Excess or (Deficit)
<u>Miscellaneous Revenue</u>				
State and Federal Revenues Offset with				
Appropriations:				
Department of Transportation	A-27	\$ 263,820.00	\$ 263,820.00	\$
Other Special Items:				
Anticipated Utility Operating Surplus - Water	A-15	150,000.00	150,000.00	
Capital Fund Surplus	A-15	247,000.00	247,000.00	
Uniform Fire Safety Act	A-15	45,000.00	36,738.32	(8,261.68)
Cable Television Franchise Fees	A-15	542,668.37	547,410.32	4,741.95
Section 8 - Administrative Costs	A-15	20,000.00	20,000.00	
Towing - Administrative Costs	A-15	3,000.00	4,548.00	1,548.00
Payment in Lieu of Taxes:				
Montclair Senior Housing Corp. (Orange Road)	A-2b	90,000.00	92,108.00	2,108.00
First Montclair Housing Corp. (Walnut Street)	A-2b	100,000.00	112,046.00	12,046.00
RTD Management Corp. (Lackawanna Plaza)	A-2b	105,000.00	117,015.00	12,015.00
RTD Management Corp. (Union Gardens)	A-2b	100,000.00	100,000.00	
United Methodist Homes (Pineridge of Montclair)	A-2b	25,000.00	25,592.00	592.00
MAG	A-2b	95,000.00	100,000.00	5,000.00
Siena	A-2b	973,000.00	999,342.24	26,342.24
11 Pine Street	A-2b	203,000.00	260,336.50	57,336.50
Herod Redevelopment	A-2b	94,000.00	98,134.23	4,134.23
55 Glenridge Avenue	A-2b		3,964.50	3,964.50
11 Elm Street	A-2b		14,269.06	14,269.06
Alarm Registration Fees	A-15	200,000.00	206,180.48	6,180.48
Penalty on Delinquent Taxes (\$10,000 and Over)	A-15	130,000.00	78,492.27	(51,507.73)
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	56,533.62	11,533.62
Rear Yard Refuse Collection	A-15	40,000.00	14,625.00	(25,375.00)
Anticipated Utility Operating Surplus - Parking	A-15	400,000.00	400,000.00	
Capital Fund Surplus - Premium on Sale of School Bonds	A-15	901,100.00	901,100.00	
Total Miscellaneous Revenue	A-1, A-2	\$ 13,263,778.66	\$ 13,341,545.50	\$ 78,266.84

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-2b

	<u>Ref.</u>		
<u>Other Licenses</u>			
Township Clerk	A-15	\$ 53,601.50	
Health Department	A-15	94,504.75	
		94,504.75	
	A-2a		\$ 148,106.25
 <u>Other Fees and Permits</u>			
Township Clerk	A-15	\$ 96,240.30	
Health Officer	A-15	86,894.00	
Planning Board	A-15	11,675.00	
Community Services	A-15	8,410.00	
Housing and Zoning	A-15	11,350.00	
Recreation	A-15	479,409.71	
Police	A-15	11,724.01	
Fire	A-15	26,647.00	
Collector	A-15	60.00	
Board of Adjustment	A-15	14,551.42	
Public Works	A-15	8,410.00	
Construction Code Official	A-15	33,000.00	
		33,000.00	
	A-2a		\$ 788,371.44
 <u>Payment in Lieu of Taxes</u>			
Collections	A-15	\$ 1,992,707.53	
Less: Amount Due County of Essex	A-24	69,900.00	
		69,900.00	
	A-2a		\$ 1,922,807.53

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF REVENUE
ANALYSIS OF REALIZED REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-2c

	<u>Ref.</u>		
<u>Receipts from Delinquent Taxes</u>			
Collections of Delinquent Taxes			
2014 Collections:			
Taxes	A-1, A-2, A-10		<u>\$ 2,214,893.79</u>
<u>Allocation of Current Tax Collections</u>			
Collection of Current Taxes:			
2014 Collections	A-1, A-2, A-10	\$ 192,620,691.89	
2013 Collections	A-1, A-2, A-10	834,515.96	
Due from State of New Jersey	A-9, A-10	<u>116,500.00</u>	
	A-1		\$ 193,571,707.85
Allocated to:			
County Taxes	A-29	33,933,325.10	
Local School District Taxes	A-30	101,492,086.00	
Special Improvement District Taxes	A-31	<u>480,696.00</u>	
			<u>135,906,107.10</u>
			57,665,600.75
Plus: Appropriation for "Reserve for			
Uncollected Taxes"	A-3		<u>3,506,700.00</u>
Realized for Support of Municipal Budget	A-2		<u>\$ 61,172,300.75</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, 2014

A-2d

	<u>Ref.</u>		
FEMA - Sandy		\$ 270,615.22	
Wireless Telecommunication Fees		54,759.78	
Sale of Assets		50,000.00	
Copies		760.55	
Fee for Dumpster		350.00	
Prior Year Refunds		15,472.72	
Motor Vehicle - Inspection Penalties		7,421.00	
Administrative Fee - Senior Citizen and Veteran Deductions		2,270.71	
NJDEP - Occidental Settlement		32,395.00	
Vending Machine Commissions		700.52	
Sale of Bid Specifications		3,810.00	
South Park Street Pedestrian Plaza		8,000.00	
City of Clifton - Animal Control		450.00	
Other		<u>14,292.64</u>	
	A-4		\$ 461,298.14
<u>Tax Collector</u>			
Cost of Tax Sale		<u>3,375.86</u>	
	A-5		<u>3,375.86</u>
	A-1, A-2		<u><u>\$ 464,674.00</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

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	\$ 42,875.00	\$ 42,875.00	\$ 42,874.86	\$	\$ 0.14	\$
Other Expenses	13,800.00	13,800.00	10,547.17	1,881.30	1,371.53	
Township and Manager:						
Salaries and Wages	731,206.04	731,206.04	585,244.02		145,962.02	
Other Expenses	277,700.00	277,700.00	199,083.60	70,572.60	8,043.80	
Township Clerk:						
Salaries and Wages	275,071.27	275,071.27	268,615.28		6,455.99	
Other Expenses	36,985.00	36,985.00	22,206.68	6,590.16	8,188.16	
Election Expenses:						
Salaries and Wages	3,550.00	3,350.00	2,863.73		486.27	
Other Expenses	16,200.00	16,400.00	16,178.58		221.42	
Township Attorney:						
Salaries and Wages	272,743.48	302,743.48	300,216.80		2,526.68	
Other Expenses	150,605.00	285,455.00	185,360.41	80,094.59		
Municipal Court:						
Salaries and Wages	647,154.61	647,154.61	632,545.91		14,608.70	
Other Expenses	56,660.00	57,160.00	43,993.11	4,902.25	8,264.64	
Postage:						
Other Expenses	54,000.00	54,000.00	40,639.20	437.77	12,923.03	
	<u>2,578,550.40</u>	<u>2,723,900.40</u>	<u>2,350,369.35</u>	<u>164,478.67</u>	<u>209,052.38</u>	
FINANCE DEPARTMENT						
Administration:						
Salaries and Wages	80,523.47	80,523.47	68,213.46		12,310.01	
Other Expenses	85,950.00	85,950.00	85,437.13	90.00	422.87	
Accounting and Treasury:						
Salaries and Wages	254,040.99	254,040.99	243,990.49		10,050.50	
Other Expenses	16,875.00	16,875.00	13,584.94	1,593.32	1,696.74	
Tax Assessor:						
Salaries and Wages	239,005.32	239,005.32	237,702.15		1,303.17	
Other Expenses:	63,100.00	63,100.00	50,682.96	3,041.85	9,375.19	
Revaluation						
Miscellaneous						
Tax Collector:						
Salaries and Wages	141,087.16	141,687.16	141,541.09		146.07	
Other Expenses	27,550.00	27,550.00	20,399.34	854.00	6,296.66	
Auditing:						
Other Expenses	50,000.00	50,000.00	40,500.00		9,500.00	
	<u>958,131.94</u>	<u>958,731.94</u>	<u>802,051.56</u>	<u>5,579.17</u>	<u>51,101.21</u>	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

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	\$ 223,062.71	\$ 223,062.71	\$ 217,619.14	\$	\$ 5,443.57	\$
Other Expenses	37,650.00	37,650.00	24,298.49	4,499.95	8,851.56	
Planning Board:						
Other Expenses	20,950.00	20,950.00	14,160.64	250.04	6,539.32	
Board of Adjustment:						
Other Expenses	10,250.00	10,250.00	6,037.83	174.00	4,038.17	
	<u>291,912.71</u>	<u>291,912.71</u>	<u>262,116.10</u>	<u>4,923.99</u>	<u>24,872.62</u>	
DEPARTMENT OF ADMINISTRATION AND CODE ENFORCEMENT						
Salaries and Wages	230,928.27	243,928.27	243,595.10		333.17	
Other Expenses	38,150.00	38,150.00	3,838.47	795.02	33,516.51	
	<u>269,078.27</u>	<u>282,078.27</u>	<u>247,433.57</u>	<u>795.02</u>	<u>33,849.68</u>	
POLICE DEPARTMENT						
Salaries and Wages	13,240,128.39	13,310,128.39	13,306,485.93		3,642.46	
ATB Service Police PD&Fire Alarm	61,000.00	61,000.00	32,739.13	24,860.87	3,400.00	
Other Expenses	733,750.00	733,750.00	377,054.25	245,249.70	111,446.05	
	<u>14,034,878.39</u>	<u>14,104,878.39</u>	<u>13,716,279.31</u>	<u>270,110.57</u>	<u>118,488.51</u>	
FIRE DEPARTMENT						
Salaries and Wages	9,109,213.44	9,166,213.44	9,166,213.44			
Other Expenses	273,900.00	273,900.00	163,457.43	99,044.07	11,398.50	
	<u>9,383,113.44</u>	<u>9,440,113.44</u>	<u>9,329,670.87</u>	<u>99,044.07</u>	<u>11,398.50</u>	
UNIFORM FIRE SAFETY ACT (Ch. 383, P.L. 1983)						
Life Hazard Use Fee Payment:						
Salaries and Wages	58,002.83	58,002.83	20,321.27		37,681.56	
PUBLIC WORKS DEPARTMENT						
Community Services Administration:						
Salaries and Wages	552,717.39	656,717.39	656,646.68		70.71	
Other Expenses	29,150.00	29,150.00	21,236.30	1,716.61	6,197.09	
Engineering:						
Salaries and Wages	114,756.13	119,756.13	119,440.39		315.74	
Other Expenses	3,750.00	3,750.00	1,349.58	670.98	1,729.46	
Street Repairs and Maintenance:						
Salaries and Wages	181,914.04	280,914.04	276,330.35		4,583.69	
Other Expenses	33,150.00	37,150.00	32,994.14	3,860.19	295.67	
Storm Sewers Repairs and Maintenance:						
Salaries and Wages	227,936.90	204,936.90	203,219.09		1,717.81	
Other Expenses	14,800.00	14,800.00	12,431.81	491.56	1,876.63	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-3
Sheet # 3

<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>	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>PUBLIC WORKS DEPARTMENT</u>						
Refuse Collection and Disposal:						
Salaries and Wages	\$ 875,501.22	\$ 1,144,501.22	\$ 968,354.34		\$ 176,146.88	\$
Other Expenses	70,000.00	70,000.00	10,047.46	7,895.48	52,257.06	
Storm Clearance:						
Salaries and Wages	100,000.00	102,000.00	97,608.48		4,391.52	
Other Expenses	340,500.00	340,500.00	95,445.58	58,374.61	186,679.81	
Traffic:						
Salaries and Wages	200,776.64	145,776.64	142,372.53		3,404.11	
Other Expenses	13,000.00	13,000.00	9,053.72	1,020.93	2,925.35	
Central Garage Operation:						
Salaries and Wages	226,920.04	226,920.04	226,609.64		310.40	
Other Expenses	313,600.00	313,600.00	229,779.10	44,064.04	39,756.86	
Building Maintenance:						
Salaries and Wages	100,450.60	53,450.60	52,589.96		860.64	
Other Expenses	84,250.00	84,250.00	69,699.87	10,885.92	3,664.21	
Parks Maintenance:						
Salaries and Wages	341,543.79	491,543.79	490,805.79		738.00	
Other Expenses	106,500.00	106,500.00	96,810.01	9,590.69	99.30	
Shade Trees:						
Salaries and Wages	133,214.11	133,214.11	132,197.46		1,016.65	
Other Expenses	167,300.00	167,300.00	115,980.09	34,518.43	16,801.48	
	<u>4,231,730.86</u>	<u>4,739,730.86</u>	<u>4,061,002.35</u>	<u>172,889.44</u>	<u>505,839.07</u>	
<u>PARKS, RECREATION AND CULTURAL AFFAIRS DEPARTMENT</u>						
Recreation Program:						
Salaries and Wages	576,054.95	576,054.95	558,969.25		17,085.70	
Other Expenses	68,400.00	68,400.00	59,575.77	2,754.66	6,069.57	
	<u>644,454.95</u>	<u>644,454.95</u>	<u>618,545.02</u>	<u>2,754.66</u>	<u>23,155.27</u>	
<u>HEALTH AND HUMAN SERVICES DEPARTMENT</u>						
Health Services:						
Salaries and Wages	549,555.63	565,555.63	564,991.30		564.33	
Other Expenses	57,450.00	63,950.00	35,113.51	12,428.32	16,408.17	
Nursing Services:						
Salaries and Wages	134,583.72	136,583.72	136,370.91		212.81	
Animal Control:						
Salaries and Wages	187,918.59	187,918.59	183,636.53		4,282.06	
Other Expenses	85,050.00	95,050.00	84,315.01	9,345.93	1,389.06	
	<u>1,014,557.94</u>	<u>1,049,057.94</u>	<u>1,004,427.26</u>	<u>21,774.25</u>	<u>22,856.43</u>	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-3
Sheet # 4

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>MISCELLANEOUS AND OTHER</u>						
Unemployment Compensation Insurance:						
Other Expenses	\$ 241,220.51	\$ 241,220.51	\$ 103,765.72	\$	\$ 137,454.79	\$
Refuse Tipping Fees:						
Other Expenses	1,345,000.00	1,341,000.00	1,021,896.75	216,158.25	102,945.00	
Mandatory Recycling Act:						
Other Expenses	900,000.00	900,000.00	900,000.00			
Defined Contribution Retirement Plan:						
Other Expenses	5,000.00	5,000.00	3,099.89		1,900.11	
Homeless Shelter (M.E.S.H)	25,000.00	25,000.00	25,000.00			
Adult School	120,000.00	120,000.00	120,000.00			
Montclair Early Childhood Corporation:						
Other Expenses	255,000.00	255,000.00	255,000.00			
	<u>2,891,220.51</u>	<u>2,887,220.51</u>	<u>2,428,762.36</u>	<u>216,158.25</u>	<u>242,299.90</u>	
Insurances:						
Liability Insurance	1,381,873.11	1,471,873.11	1,400,898.62	22,200.62	48,773.87	
Health Benefit Waiver	224,419.19	224,419.19	224,419.19			
Employee Group Insurance	5,610,025.71	4,778,175.71	4,346,170.87	67,804.97	364,199.87	
	<u>7,216,318.01</u>	<u>6,474,468.01</u>	<u>5,971,488.68</u>	<u>90,005.59</u>	<u>412,973.74</u>	
<u>SPECIAL PROGRAMS AND ACTIVITIES</u>						
Parks, Recreation and Cultural Affairs:						
Salaries and Wages						
Other Expenses	130,000.00	130,000.00	121,483.77	4,200.26	4,315.97	
<u>UNIFORM CONSTRUCTION CODE -</u>						
<u>APPROPRIATIONS OFFSET BY</u>						
<u>DEDICATED REVENUES (N.J.A.C.</u>						
<u>5:23-4.17)</u>						
Salaries and Wages	460,794.76	460,794.76	458,127.58		2,667.18	
Other Expenses	109,250.00	109,250.00	82,129.52	3,284.32	23,836.16	
	<u>570,044.76</u>	<u>570,044.76</u>	<u>540,257.10</u>	<u>3,284.32</u>	<u>26,503.34</u>	
<u>UNCLASSIFIED</u>						
Emergency Assistance Coalition:						
Other Expenses						
Utilities:						
Gasoline	325,000.00	325,000.00	272,685.87	22,914.09	29,400.04	
Fuel - Diesel	230,000.00	230,000.00	153,569.60	16,813.93	59,616.47	
Electricity	551,000.00	551,000.00	506,226.21	22.02	44,751.77	
Telephone	252,620.00	252,620.00	230,835.04	21,624.95	160.01	
Natural Gas	202,700.00	202,700.00	145,304.30		57,395.70	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-3
Sheet # 5

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>UNCLASSIFIED</u>						
Utilities:						
Street Lighting	\$ 535,000.00	\$ 535,000.00	\$ 241,157.54	\$	\$ 293,842.46	\$
Water	13,250.00	13,250.00			13,250.00	
	<u>2,109,570.00</u>	<u>2,109,570.00</u>	<u>1,549,778.56</u>	<u>61,374.99</u>	<u>498,416.45</u>	
Total Operations Within CAPS	<u>46,381,565.01</u>	<u>46,464,165.01</u>	<u>43,123,987.13</u>	<u>1,117,373.25</u>	<u>2,222,804.63</u>	
<u>CONTINGENT</u>						
	<u>3,500.00</u>	<u>3,500.00</u>	<u>133.35</u>		<u>3,366.65</u>	
Total Operations Within CAPS	<u>46,385,065.01</u>	<u>46,467,665.01</u>	<u>43,124,120.48</u>	<u>1,117,373.25</u>	<u>2,226,171.28</u>	
<u>DEFERRED CHARGES</u>						
Prior Year Bills:						
Genova Burns	4,400.00	4,400.00	4,400.00			
	<u>4,400.00</u>	<u>4,400.00</u>	<u>4,400.00</u>			
<u>STATUTORY EXPENDITURES</u>						
Contributions to:						
Public Employees' Retirement System of N.J.	1,113,782.00	1,113,782.00	1,107,874.67		5,907.33	
Social Security System (OASI)	1,312,000.00	1,204,400.00	1,117,468.11		86,931.89	
Police and Firemen's Retirement System of N.J.	4,563,924.00	4,563,924.00	4,563,923.42		0.58	
Pension Increase Fund Consolidated Police and Firemen's Pension System	63,814.00	63,814.00	51,933.63		11,880.37	
Total Statutory Expenditures	<u>7,053,520.00</u>	<u>6,945,920.00</u>	<u>6,841,199.83</u>		<u>104,720.17</u>	
Total Appropriations Within "CAPS"	<u>53,442,985.01</u>	<u>53,417,985.01</u>	<u>49,969,720.31</u>	<u>1,117,373.25</u>	<u>2,330,891.45</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>OTHER OPERATIONS</u>						
Maintenance of Free Public Library	3,133,749.00	3,133,749.00	3,133,749.00			
Reserve for Tax Appeals Pending	300,000.00	300,000.00	300,000.00			
	<u>3,433,749.00</u>	<u>3,433,749.00</u>	<u>3,433,749.00</u>			

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-3
Sheet # 6

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
<u>UNIFORM CONSTRUCTION CODE -</u>						
<u>APPROPRIATIONS OFFSET BY</u>						
<u>INCREASED FEE REVENUE</u>						
<u>(N.J.A.C. 5.23-4.17)</u>						
Other Expenses	\$ 56,153.05	\$ 56,153.05	\$ 56,153.05	\$	\$	\$
<u>ADDITIONAL APPROPRIATIONS OFFSET BY</u>						
<u>REVENUES (N.J.S.A. 40A 4-43.3h)</u>						
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 - Nutley:						
Other Expenses	35,500.00	35,500.00	35,500.00			
Interlocal Animal Control Services - Verona:						
Salaries and Wages	23,000.00	23,000.00	23,000.00			
Interlocal Nursing Services - Nutley:						
Salaries and Wages	37,244.00	37,244.00	9,345.00		27,899.00	
	<u>913,744.00</u>	<u>913,744.00</u>	<u>885,845.00</u>		<u>27,899.00</u>	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET</u>						
<u>BY REVENUES</u>						
Governor's Council on Alcohol and Drug Abuse:						
State Share	27,550.00	27,550.00	27,550.00			
Matching Funds	14,000.00	14,000.00	14,000.00			
Clean Community Program						
Nonpublic School Nursing Services	289,487.00	289,487.00	289,487.00			
Partners for Health	10,000.00	10,000.00	10,000.00			
Partners for Health - Senior AMA	4,950.00	4,950.00	4,950.00			
Click It or Ticket	4,000.00	4,000.00	4,000.00			
N.J. Dept. of Transportation	263,820.00	263,820.00	263,820.00			
Sustainable Jersey	20,000.00	20,000.00	20,000.00			
Pedestrian Safety Grant	12,000.00	12,000.00	12,000.00			
Bicycle Safety	12,720.00	12,720.00	12,720.00			
Copes in Shops	2,000.00	2,000.00	2,000.00			
Edward Byrne -JAG	4,724.00	4,724.00	4,724.00			
Cable Communication Grant	5,000.00	5,000.00	5,000.00			
Drive Sober or Get Pulled Over	4,000.00	4,000.00	4,000.00			
Alcohol Education, Rehabilitation and Enforcement	1,772.40	1,772.40	1,772.40			
Click It or Ticket Enforcement Grant	4,000.00	4,000.00	4,000.00			
National Association of Health Officials	3,500.00	3,500.00	3,500.00			
Essex County Department of Aging:						
Senior Citizen Public Health Nursing	14,561.00	14,561.00	14,561.00			
Donation Police	250.00	250.00	250.00			
Recycling Tonnage Grant	28,565.89	28,565.89	28,565.89			
Historic Trust -Watching Plaza						
Historic Trust - Matching	2,560.00	2,560.00	2,560.00			
	<u>729,460.29</u>	<u>729,460.29</u>	<u>729,460.29</u>			

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-3
Sheet # 7

Appropriation	Appropriations		Paid or Charged	Reserved		Balance Canceled
	Budget	Modified Budget		Encumbered	Unencumbered	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
Total Operations Excluded from "CAPS"	\$ 5,133,108.34	\$ 5,133,106.34	\$ 5,105,207.34	\$	\$ 27,899.00	\$
<u>CAPITAL IMPROVEMENTS</u>						
Capital Improvement Fund	163,903.00	188,903.00	163,903.00			25,000.00
<u>DEBT SERVICE</u>						
Payment of Bond Principal	5,360,000.00	5,360,000.00	5,360,000.00			
Payment of Bond Anticipation Notes and Capital Notes	1,083,630.00	1,083,630.00	1,083,629.00			1.00
Interest on Bonds	2,121,550.00	2,044,364.61	2,030,880.67			13,503.94
Interest on Notes	53,300.00	53,300.00	47,895.29			5,404.71
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	28,400.00	28,400.00	28,366.32			33.68
Environmental Trust - Principal	42,000.00	42,000.00	39,026.25			2,973.75
Environmental Trust - Interest	13,700.00	13,700.00	13,700.00			
	<u>8,735,580.00</u>	<u>8,658,394.61</u>	<u>8,636,144.20</u>			<u>22,250.41</u>
<u>DEFERRED CHARGES</u>						
Special Emergency Authorization - 5 Years	178,000.00	178,000.00	178,000.00			
	<u>178,000.00</u>	<u>178,000.00</u>	<u>178,000.00</u>			
<u>FOR LOCAL SCHOOL DISTRICT PURPOSES</u>						
Type I School District Debt Service:						
Payment of Bond Principal	3,885,000.00	3,885,000.00	3,885,000.00			
Interest on Bonds	3,146,500.00	3,223,685.39	3,223,685.39			
Interest on Notes	11,800.00	11,800.00	10,619.99			1,180.01
	<u>7,043,300.00</u>	<u>7,120,485.39</u>	<u>7,119,305.38</u>			<u>1,180.01</u>
Total Appropriations Excluded from "CAPS"	21,253,889.34	21,278,889.34	21,202,559.92		27,899.00	48,430.42
Sub-total Appropriations	74,696,874.35	74,696,874.35	71,172,280.23	1,117,373.25	2,358,790.45	48,430.42
Reserve for Uncollected Taxes	3,506,700.00	3,506,700.00	3,506,700.00			
Total Appropriations	<u>\$ 78,203,574.35</u>	<u>\$ 78,203,574.35</u>	<u>\$ 74,678,980.23</u>	<u>\$ 1,117,373.25</u>	<u>\$ 2,358,790.45</u>	<u>\$ 48,430.42</u>
Ref.	A-3 Sheet 8		A-3 Sheet 8	A	A	

TOWNSHIP OF MONTCLAIR
CURRENT FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

A-3
Sheet # 8

	<u>Ref.</u>	<u>Modified Budget</u>	<u>Paid or Charged</u>
Adopted Budget	A-2	\$ 77,755,545.95	\$
Added by N.J.S.A. 40A:4-87	A-2	448,028.40	
Reserve for Uncollected Taxes	A-2c	(3,506,700.00)	3,506,700.00
Cash Disbursements	A-4		69,914,069.98
Accounts Payable	A-24		32,666.67
Deferred Charges - Special Emergency	A-19		178,000.00
Reserve for Tax Appeals	A-22		300,000.00
Interfunds Payable	A-27		747,543.58
Canceled	A-3 Sh. 7	<u>(48,430.42)</u>	
	A-1	<u>\$ 74,648,443.93</u>	<u>\$ 74,678,980.23</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

B
Sheet # 1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assessment Trust Fund</u>			
Assessments Receivable:			
Unpledged	B-4	\$ 10.65	\$ 10.65
Interfunds Receivable	B-7	62,753.10	62,753.10
		<u>62,763.75</u>	<u>62,763.75</u>
 <u>Animal Control Trust Fund</u>			
Cash - Checking	B-2	<u>73,394.52</u>	<u>56,661.84</u>
 <u>General Trust Fund</u>			
Cash - Checking	B-2	4,020,896.23	4,498,438.31
Due from Montclair Housing Agency	B-5	33,730.84	34,730.80
Due from County of Essex - Community Development Block Grant Programs	B-6	161,165.00	359,727.00
Interfunds Receivable	B-7	287,908.25	516,306.71
Deferred Charge - Overexpenditure of Special Deposit	B-10	67,312.60	
		<u>4,571,012.92</u>	<u>5,409,202.82</u>
		<u>\$ 4,707,171.19</u>	<u>\$ 5,528,628.41</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
TRUSTS FUNDS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

B
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assessment Trust Fund</u>			
Interfunds Payable	B-11	\$ 54,311.20	\$ 54,311.20
Reserve for:			
Assessments and Assessment Liens	B-12	10.65	10.65
Fund Balance	B-1	<u>8,441.90</u>	<u>8,441.90</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	468.00	478.20
Interfunds Payable	B-11	2,503.00	2,503.00
Reserve for:			
Animal Shelter Expenditures	B-15	35,035.85	30,453.82
Animal Control Trust Fund Expenditures	B-16	<u>35,387.67</u>	<u>23,226.82</u>
		<u>73,394.52</u>	<u>56,661.84</u>
 <u>General Trust Fund</u>			
Interfunds Payable	B-11	8,757.15	8,757.15
Special Deposits	B-10	4,174,224.16	4,890,088.05
Accounts Payable	B-9	3,887.18	
Reserve for:			
Community Development Block Grant	B-13	161,165.00	359,727.00
Section 8 Voucher Program	B-14	161,750.26	89,451.25
State Unemployment Trust Fund Expenditures	B-17	<u>61,229.17</u>	<u>61,179.37</u>
		<u>4,571,012.92</u>	<u>5,409,202.82</u>
		<u>\$ 4,707,171.19</u>	<u>\$ 5,528,628.41</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

STATEMENT OF FUND BALANCE
ASSESSMENT TRUST
YEAR ENDED DECEMBER 31, 2014

B-1

	<u>Ref.</u>	
Balance, December 31, 2013	B	<u>\$ 8,441.90</u>
Balance, December 31, 2014	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, 2014 AND 2013

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Cash - Checking	C-2	\$ 5,284,615.64	\$ 10,584,290.01
Grants Receivable	C-4	1,276,554.86	1,341,606.00
Interfunds Receivable	C-7	234,318.55	411,972.58
Note Receivable	C-5	356,000.00	534,000.00
Due from Improvement District	C-6	15,000.00	15,000.00
Deferred Charges to Future Taxation:			
Funded	C-8	131,050,320.84	141,859,824.05
Unfunded	C-9	25,043,447.46	19,079,181.58
		<u>\$ 163,260,257.35</u>	<u>\$ 173,825,874.22</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
General Serial Bonds	C-22	\$ 53,006,000.00	\$ 59,221,000.00
School Serial Bonds	C-21	76,772,000.00	81,267,000.00
Environmental Infrastructure Loan Payable	C-19	502,755.75	544,589.04
Green Acres Loans Payable	C-18	344,898.43	369,901.68
Bond Anticipation Notes	C-17	9,560,640.00	6,501,700.00
Business District Loan Payable	C-20	424,666.66	457,333.33
Interfunds Payable	C-12	86,126.67	204,064.30
Improvement Authorizations:			
Funded	C-10	5,118,657.28	9,620,213.83
Unfunded	C-10	11,807,548.85	9,102,518.92
Capital Improvement Fund	C-11	9,715.83	305,213.83
Reserve for:			
Cost of Issuance	C-13	14,494.04	
Repayment of Urban Development Action Grants	C-14	26,955.51	26,955.51
Grants Receivable	C-15	1,276,554.86	1,341,606.00
Debt Service	C-16	858,171.57	1,591,199.61
Fund Balance	C-1	3,451,071.90	3,272,578.17
		<u>\$ 163,260,257.35</u>	<u>\$ 173,825,874.22</u>
 Bonds and Notes Authorized but Not Issued			
General		\$ 12,560,727.18	\$ 7,031,401.30
School		2,922,080.28	5,546,080.28
	C-23	<u>\$ 15,482,807.46</u>	<u>\$ 12,577,481.58</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

C-1

	<u>Ref.</u>		
Balance, December 31, 2013	C		\$3,272,578.17
Increased by:			
Premium on Sale of Notes and Bonds	C-2	\$ 94,774.06	
Funded Improvement Authorizations Canceled	C-10	<u>1,378,219.67</u>	
			<u>1,472,993.73</u>
			4,745,571.90
Decreased by:			
Anticipated Revenue - Current Fund	C-2	247,000.00	
Applied to Pay Down Unfunded Improvement Authorizations	C-9	900,000.00	
Appropriated to Finance Improvement Authorizations	C-10	<u>147,500.00</u>	
			<u>1,294,500.00</u>
Balance, December 31, 2014	C		<u>\$3,451,071.90</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

D
Sheet # 1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Cash	D-5	\$ 4,367,417.01	\$ 4,115,830.80
Change Fund	D-7	200.00	200.00
		<u>4,367,617.01</u>	<u>4,116,030.80</u>
Interfunds Receivable	D-11	475.41	182,455.59
		<u>4,368,092.42</u>	<u>4,298,486.39</u>
<u>Receivables and Inventory with Full Reserves:</u>			
Consumer Accounts Receivable	D-12	963,914.57	932,960.95
Inventory - Materials and Supplies	D-13	126,298.65	126,298.65
		<u>1,090,213.22</u>	<u>1,059,259.60</u>
		<u>5,458,305.64</u>	<u>5,357,745.99</u>
<u>Capital Fund</u>			
Cash - Checking	D-5, D-9	774,897.55	17,842.62
Loans Receivable	D-10	29,947.60	298,090.60
Interfunds Receivable	D-11	40,675.42	13,630.22
Fixed Capital	D-14	25,922,306.96	25,922,306.96
Fixed Capital - Authorized and Uncompleted	D-15	16,482,250.37	15,132,250.37
		<u>43,250,077.90</u>	<u>41,384,120.77</u>
		<u>\$ 48,708,383.54</u>	<u>\$ 46,741,866.76</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

D
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCES</u>	<u>Ref.</u>	<u>2013</u>	<u>2013</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	D-4, D-16	\$ 322,309.35	\$ 141,114.79
Unencumbered	D-4, D-16	500,541.89	810,836.03
Accrued Interest on Bonds	D-17	124,487.93	136,627.09
Accrued Interest on Notes	D-18	8,952.31	8,487.86
Accrued Interest on Loans	D-19	29,995.84	33,641.67
Due State of New Jersey - Surcharge	D-20		3,852.00
Water Overpayments	D-21	17,426.47	17,438.68
Interfunds Payable	D-24	27,045.20	
		<u>1,030,758.99</u>	<u>1,151,998.12</u>
Reserve for Receivables and Inventory		1,090,213.22	1,059,259.60
Fund Balance	D-1	<u>3,337,333.43</u>	<u>3,146,488.27</u>
		<u>5,458,305.64</u>	<u>5,357,745.99</u>
<u>Capital Fund</u>			
Serial Bonds	D-29	7,584,000.00	8,402,000.00
N.J. Environmental Infrastructure Trust			
Loan Payable	D-28	2,545,207.35	2,896,327.55
Bond Anticipation Notes	D-27	4,774,563.00	3,837,590.00
Improvement Authorizations:			
Funded	D-22	194,519.51	151,013.97
Unfunded	D-22	3,006,338.72	2,293,600.20
Capital Improvement Fund	D-23	97,256.53	114,756.53
Interfunds Payable	D-24	194,571.36	181,980.18
Reserves for:			
Amortization	D-25	23,769,152.61	22,600,032.41
Deferred Amortization	D-26	937,841.37	813,241.37
Fund Balance	D-2	146,627.45	93,578.56
		<u>43,250,077.90</u>	<u>41,384,120.77</u>
		<u>\$ 48,708,383.54</u>	<u>\$ 46,741,866.76</u>
Bonds and Notes Authorized but Not Issued	D-30	<u>\$ 2,793,793.00</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, 2014 AND 2013

D-1

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	D-3	\$ 375,000.00	\$ 497,757.00
Rents	D-3	6,228,899.32	6,375,579.42
Miscellaneous Revenue	D-3	158,967.24	135,691.42
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-16	720,662.04	776,057.92
		<u>7,483,528.60</u>	<u>7,785,085.76</u>
 <u>Expenditures</u>			
Budgets Expenditures:			
Operating	D-4	4,886,200.00	4,860,457.00
Capital Improvements	D-4	50,000.00	50,000.00
Debt Service	D-4	1,501,483.44	1,500,942.27
Statutory Expenditures	D-4	330,000.00	330,000.00
		<u>6,767,683.44</u>	<u>6,741,399.27</u>
Excess Revenue		715,845.16	1,043,686.49
 <u>Fund Balance</u>			
Balance, Beginning of Year	D	3,146,488.27	2,600,558.78
		<u>3,862,333.43</u>	<u>3,644,245.27</u>
 Decreased by:			
Utilized as Anticipated Revenue:			
Water Operating Fund Budget	D-3	375,000.00	497,757.00
Current Fund Budget	D-5	150,000.00	
		<u>525,000.00</u>	<u>497,757.00</u>
Balance, End of Year	D	<u>\$ 3,337,333.43</u>	<u>\$ 3,146,488.27</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF WATER CAPITAL FUND BALANCE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

D-2

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 93,578.56
Increased by:		
Premium on Sales of Notes:		
Cash Received	D-5	<u>53,048.89</u>
Balance, December 31, 2014	D	<u>\$ 146,627.45</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF REVENUE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

D-3

<u>Source</u>	<u>Ref.</u>	<u>2014 Budget</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Fund Balance Utilized	D-1	\$ 375,000.00	\$ 375,000.00	\$
Rents	D-1, D-12	6,325,000.00	6,228,899.32	(96,100.68)
Miscellaneous Revenue	D-1, Below	<u>90,000.00</u>	<u>158,967.24</u>	<u>68,967.24</u>
	D-4	<u>\$ 6,790,000.00</u>	<u>\$ 6,762,866.56</u>	<u>\$ (27,133.44)</u>
 <u>Analysis of Realized Revenue</u>				
Miscellaneous Revenue:				
Interest on Delinquent Rents		\$ 93,783.35		
Glen Ridge Management Fee		28,757.01		
Interest on Investments		8,787.69		
Miscellaneous		<u>27,639.19</u>		
	Above		<u>\$ 158,967.24</u>	
 Collections:				
Treasurer	D-5		\$ 63,648.13	
Collector	D-6		93,783.35	
Interfunds Receivable	D-11		<u>1,535.76</u>	
	Above		<u>\$ 158,967.24</u>	

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

D-4
Sheet # 1

Appropriation	Budget	Modified Budget	Paid or Charged	Expended		Balance Canceled
				Encumbered	Reserved Unencumbered	
<u>Operating</u>						
Salaries and Wages	\$ 1,107,940.00	\$ 1,107,940.00	\$ 891,567.26	\$	\$ 216,372.74	\$
Other Expenses	3,088,260.00	3,088,260.00	2,491,595.22	321,675.35	274,989.43	
<u>Commercial</u>						
Salaries and Wages	635,000.00	635,000.00	628,858.12		6,141.88	
Other Expenses	55,000.00	55,000.00	51,328.16	634.00	3,037.84	
	<u>4,886,200.00</u>	<u>4,886,200.00</u>	<u>4,063,348.76</u>	<u>322,309.35</u>	<u>500,541.89</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	680,000.00	680,000.00	680,000.00			
Payment on Bond Anticipation						
Notes and Capital Notes	57,100.00	57,100.00	57,100.00			
Interest on Bonds	306,500.00	306,500.00	302,842.94			3,657.06
Interest on Notes	48,000.00	48,000.00	41,720.10			6,279.90
Environmental Trust Fund - Principal	351,200.00	351,200.00	351,120.20			79.80
Environmental Trust Fund - Interest	81,000.00	81,000.00	68,700.20			12,299.80
	<u>1,523,800.00</u>	<u>1,523,800.00</u>	<u>1,501,483.44</u>			<u>22,316.56</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>\$ 6,790,000.00</u>	<u>\$ 6,790,000.00</u>	<u>\$ 5,944,832.20</u>	<u>\$ 322,309.35</u>	<u>\$ 500,541.89</u>	<u>\$ 22,316.56</u>

Ref.

D-3

D-4 Sheet 2

D

D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

D-4
Sheet # 2

	<u>Ref.</u>	
Cash Disbursed	D-5	\$ 5,481,568.96
Capital Improvement Fund	D-11	50,000.00
Accrued Interest on Bonds	D-17	302,842.94
Accrued Interest on Notes	D-18	41,720.10
Accrued Interest on Loans	D-19	<u>68,700.20</u>
	Sheet # 1	<u>\$ 5,944,832.20</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

E
Sheet # 1

<u>ASSETS</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Cash - Checking	E-5	\$ 1,776,441.51	\$ 1,698,258.92
Change Fund	E-7	200.00	200.00
		<u>1,776,641.51</u>	<u>1,698,458.92</u>
Interfund Receivable	E-9	32,055.05	2,566.01
		<u>1,808,696.56</u>	<u>1,701,024.93</u>
Receivables and Inventory with Full Reserves:			
Consumer Accounts Receivable	E-10	738,510.43	768,453.01
Inventory - Materials and Supplies	E-11	14,454.22	14,454.22
		<u>752,964.65</u>	<u>782,907.23</u>
		<u>2,561,661.21</u>	<u>2,483,932.16</u>
<u>Capital Fund</u>			
Cash	E-5, E-8	1,842,093.92	97,692.88
Interfund Receivable	E-9	166,035.25	6,548.54
Environmental Infrastructure Loan Receivable	E-12	318,302.00	
Fixed Capital Authorized and Uncompleted	E-13	5,930,000.00	5,485,000.00
		<u>8,256,431.17</u>	<u>5,589,241.42</u>
		<u>\$ 10,818,092.38</u>	<u>\$ 8,073,173.58</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

E
Sheet # 2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	E-4, E-14	\$ 41,184.83	\$ 12,898.94
Unencumbered	E-4, E-14	150,414.08	187,760.23
Accrued Interest on Notes	E-17	6,772.84	9,815.25
Sewer Overpayments	E-15	18,763.93	24,051.65
Interfunds Payable	E-16	100,475.41	475.41
		<u>317,611.09</u>	<u>235,001.48</u>
Reserve for Receivables and Inventory		752,964.65	782,907.23
Fund Balance	E-1	1,491,085.47	1,466,023.45
		<u>2,561,661.21</u>	<u>2,483,932.16</u>
 <u>Capital Fund</u>			
Bond Anticipation Notes	E-23	3,612,714.00	2,139,551.00
Environmental Infrastructure Loan Payable	E-19	879,759.50	
Improvements Authorizations:			
Funded	E-18	319,225.59	447,508.84
Unfunded	E-18	1,290,202.99	1,017,050.54
Capital Improvement Fund	E-21	1,720,500.00	620,500.00
Interfunds Payable	E-16	3,518.94	2,566.01
Reserve for:			
Amortization	E-22	100,983.50	7,500.00
Deferred Amortization	E-20	222,686.00	1,287,849.00
Fund Balance	E-2	106,840.65	66,716.03
		<u>8,256,431.17</u>	<u>5,589,241.42</u>
		<u>\$ 10,818,092.38</u>	<u>\$ 8,073,173.58</u>
 Bonds and Notes Authorized But Not Issued	 E-24	 \$ 1,113,857.00	 \$ 2,050,100.00

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, 2014 AND 2013

E-1

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Revenues and Other Income Realized</u>			
Fund Balance Utilized	Below	\$ 444,708.00	\$ 334,592.00
Sewer Charges	E-3	4,615,720.97	4,448,845.22
Sewer Flow Usage Fees - Reservoir Ridge	E-3	69,644.00	104,241.75
Non Budget Revenue	E-3	103,585.42	288,762.16
Other Credits to Income:			
Water Rent Overpayments Canceled	E-15	314.37	
Unexpended Balance of Appropriation Reserves	E-14	158,840.56	216,216.48
		<u>5,392,813.32</u>	<u>5,392,657.61</u>
 <u>Expenditures</u>			
Budget Expenditures:			
Operating	E-4	4,630,475.00	4,524,620.00
Debt Service	E-4	234,768.30	234,025.65
Statutory Expenditures	E-4	57,800.00	57,800.00
		<u>4,923,043.30</u>	<u>4,816,445.65</u>
 Excess in Revenue		 469,770.02	 576,211.96
 <u>Fund Balance</u>			
Balance, Beginning of Year	E	<u>1,466,023.45</u>	<u>1,374,403.49</u>
		<u>1,935,793.47</u>	<u>1,950,615.45</u>
 Decreased by:			
Utilized as Anticipated Revenue:			
Sewer Operating Fund Budget	Above	444,708.00	334,592.00
Current Fund Budget			150,000.00
		<u>444,708.00</u>	<u>484,592.00</u>
 Balance, End of Year	E	 <u>\$ 1,491,085.47</u>	 <u>\$ 1,466,023.45</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY CAPITAL FUND

STATEMENT OF FUND BALANCE
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

E-2

	<u>Ref.</u>		
Balance, December 31, 2013	E		\$ 66,716.03
Increased by:			
Premium on Sale of Notes:			
Cash Receipts	E-5	\$ 37,824.37	
Interfund Receivable	E-9	<u>2,300.25</u>	
			<u>40,124.62</u>
Balance, December 31, 2014	E		<u>\$ 106,840.65</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2014

E-3

	<u>Ref.</u>	<u>2014 Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Fund Balance Utilized	E-1	\$ 444,708.00	\$ 444,708.00	\$
Sewer Charges	E-1, E-10	4,420,467.00	4,615,720.97	195,253.97
Sewer Flow Usage Fee: Reservoir Ridge	E-1, E-6	66,000.00	69,644.00	3,644.00
		<u>4,931,175.00</u>	<u>5,130,072.97</u>	<u>198,897.97</u>
 Non Budget Revenue	 E-1, Below		 103,585.42	 103,585.42
	E-4	<u>\$ 4,931,175.00</u>	<u>\$ 5,233,658.39</u>	<u>\$ 302,483.39</u>

	<u>Ref.</u>	<u>Ref.</u>		
<u>Non Budget Revenue</u>				
Interest Earned on Investments:				
Collections	E-5		\$ 2,696.68	
Sewer Connection Fees		\$ 7,005.00		
Interest on Delinquent Rents		46,182.22		
Glen Ridge Management Fee		38,895.00		
Miscellaneous		<u>7,853.59</u>		
	E-6		99,935.81	
 Interfunds Receivable	 E-9		 952.93	
			<u>\$ 103,585.42</u>	

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

E-4
Sheet # 1

Appropriation	Budget	Modified Budget	Expended			Balance Canceled
			Paid	Reserved		
				Encumbered	Unencumbered	
<u>Operating</u>						
Salaries and Wages	\$ 515,000.00	\$ 515,000.00	\$ 431,601.97	\$	\$ 83,398.03	\$
Other Expenses	447,075.00	447,075.00	350,027.23	41,184.83	55,862.94	
Passaic Valley Sewer Commission	3,621,900.00	3,621,900.00	3,621,830.94		69.06	
Third River Sewer	1,500.00	1,500.00	1,334.36		165.64	
Second River Sewer	45,000.00	45,000.00	37,581.59		7,418.41	
	<u>4,630,475.00</u>	<u>4,630,475.00</u>	<u>4,442,376.09</u>	<u>41,184.83</u>	<u>146,914.08</u>	
<u>Debt Service</u>						
Payment on Bond Anticipation						
Notes and Capital Notes	34,900.00	34,900.00	34,900.00			
Interest on Notes	33,000.00	33,000.00	24,868.30			8,131.70
Reimbursement for Sewer Share of Current Debt Service	175,000.00	175,000.00	175,000.00			
	<u>242,900.00</u>	<u>242,900.00</u>	<u>234,768.30</u>			<u>8,131.70</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>\$ 4,931,175.00</u>	<u>\$ 4,931,175.00</u>	<u>\$ 4,731,444.39</u>	<u>\$ 41,184.83</u>	<u>\$ 150,414.08</u>	<u>\$ 8,131.70</u>

Ref.

E-3

Sheet # 2

E

E

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

STATEMENT OF EXPENDITURES
REGULATORY BASS
YEAR ENDED DECEMBER 31, 2014

E-4
Sheet # 2

	<u>Ref.</u>	<u>Paid or Charged</u>
Cash Disbursed	E-5	\$ 4,706,576.09
Accrued Interest on Notes	E-17	<u>24,868.30</u>
	Sheet # 1	<u>\$ 4,731,444.39</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

F

<u>ASSETS</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Cash - Checking	F-4	\$ 2,758,528.62	\$ 1,739,974.26
Interfunds Receivable	F-7		416,330.15
		<u>2,758,528.62</u>	<u>2,156,304.41</u>
<u>Capital Fund</u>			
Cash	F-4	802,626.25	1,134,722.46
Interfunds Receivable	F-7	42,373.75	
Fixed Capital	F-8	16,445,000.00	16,445,000.00
		<u>17,290,000.00</u>	<u>17,579,722.46</u>
		<u>\$ 20,048,528.62</u>	<u>\$ 19,736,026.87</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>Operating Fund</u>			
Accrued Interest on Bonds	F-10	\$ 328,635.18	\$ 358,975.00
Appropriation Reserves - Committed	F-9		76,795.95
Appropriation Reserves - Reserved	F-3, F-9	837,940.90	823,284.28
Interfunds Payable	F-13	42,373.75	
Fund Balance	F-1	1,549,578.79	897,249.18
		<u>2,758,528.62</u>	<u>2,156,304.41</u>
<u>Capital Fund</u>			
Serial Bonds	F-14	14,595,000.00	14,885,000.00
Interfunds Payable	F-13		334,722.46
Capital Improvement Fund	F-12	845,000.00	800,000.00
Reserve for Amortization	F-11	1,850,000.00	1,560,000.00
		<u>17,290,000.00</u>	<u>17,579,722.46</u>
		<u>\$ 20,048,528.62</u>	<u>\$ 19,736,026.87</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, 2014 AND 2013

F-1

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Revenues and Other Income Realized</u>			
Fund Balance Utilized	F-2	\$ 165,000.00	\$ 800,000.00
Permit Fees	F-2	1,609,268.67	1,556,865.22
Meter Fees	F-2	1,861,376.68	1,597,036.67
Miscellaneous Revenue	F-2	232,717.93	470,490.39
Appropriation Reserves Canceled	F-9	643,216.75	
		<u>4,511,580.03</u>	<u>4,424,391.28</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operating	F-3	2,122,260.16	1,999,298.90
Capital Improvements	F-3	45,000.00	800,000.00
Debt Service	F-3	1,034,290.26	1,052,950.04
Statutory Expenditures	F-3	92,700.00	110,000.00
		<u>3,294,250.42</u>	<u>3,962,248.94</u>
 Excess in Revenue		 1,217,329.61	 462,142.34
 <u>Fund Balance</u>			
Balance, Beginning of Year	F	897,249.18	1,735,106.84
		<u>2,114,578.79</u>	<u>2,197,249.18</u>
 Decreased by:			
Utilized as Anticipated Revenue - Current Fund	F-4	400,000.00	500,000.00
Utilized as Anticipated Revenue	Above	165,000.00	800,000.00
		<u>565,000.00</u>	<u>1,300,000.00</u>
 Balance, End of Year	F	 <u>\$ 1,549,578.79</u>	 <u>\$ 897,249.18</u>

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2014

F-2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Source:</u>				
Fund Balance Anticipated	F-1	\$ 165,000.00	\$ 165,000.00	\$
Meter Fees	F-1, F-4	1,800,000.00	1,861,376.68	61,376.68
Permit Fees	F-1, F-4	1,359,660.16	1,609,268.67	249,608.51
Miscellaneous	F-1, Below		<u>232,717.93</u>	<u>232,717.93</u>
	F-3	<u>\$ 3,324,660.16</u>	<u>\$ 3,868,363.28</u>	<u>\$ 543,703.12</u>
 <u>Miscellaneous Revenue</u>				
Interest on Deposits:				
Operating Fund	F-4	\$ 2,506.13		
Capital Fund	F-7	<u>2,031.64</u>	\$ 4,537.77	
Rental Income	F-4	40,725.00		
Herod Lot	F-4	<u>187,455.16</u>	<u>228,180.16</u>	
	Above		<u>\$ 232,717.93</u>	

See accompanying notes to financial statements.

TOWNSHIP OF MONTCLAIR
PARKING UTILITY FUND

STATEMENT OF EXPENDITURES
REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2014

F-3

Appropriation	Budget	Modified Budget	Expended		Balance Canceled
			Paid	Reserved	
			Encumbered	Unencumbered	
<u>Operating</u>					
Salaries and Wages	\$ 509,510.16	\$ 509,510.16	\$ 354,921.98	\$ 154,588.18	\$
Other Expenses	1,612,750.00	1,612,750.00	974,737.28	638,012.72	
	<u>2,122,260.16</u>	<u>2,122,260.16</u>	<u>1,329,659.26</u>	<u>792,600.90</u>	
<u>Capital Improvements</u>					
Capital Improvement Fund	45,000.00	45,000.00	45,000.00		
<u>Debt Service</u>					
Payment on Bond Principal	355,000.00	355,000.00	355,000.00		
Interest on Bonds	709,700.00	709,700.00	679,290.26		30,409.74
	<u>1,064,700.00</u>	<u>1,064,700.00</u>	<u>1,034,290.26</u>		<u>30,409.74</u>
<u>Statutory Expenditures</u>					
Contribution to:					
Public Employees' Retirement System	52,700.00	52,700.00	47,360.00	5,340.00	
Social Security System	40,000.00	40,000.00		40,000.00	
	<u>92,700.00</u>	<u>92,700.00</u>	<u>47,360.00</u>	<u>45,340.00</u>	
	<u>\$ 3,324,660.16</u>	<u>\$ 3,324,660.16</u>	<u>\$ 2,456,309.52</u>	<u>\$ 837,940.90</u>	<u>\$ 30,409.74</u>

Ref.

F-2

Below

F

Ref.

Cash Disbursements	F-4	\$ 1,731,726.26
Petty Cash	F-6	293.00
Interfunds	F-7	45,000.00
Accrued Interest on Bonds	F-10	679,290.26
		<u>\$ 2,456,309.52</u>

TOWNSHIP OF MONTCLAIR
CAPITAL FIXED ASSETS

COMPARATIVE BALANCE SHEETS
REGULATORY BASIS
DECEMBER 31, 2014 AND 2013

G

	<u>2014</u>	<u>2013</u>
<u>CAPITAL FIXED ASSETS</u>		
Building and Contents	\$ 99,391,258.78	\$ 95,518,603.00
Land	51,648,800.00	51,648,800.00
Vehicles and Other Equipment	12,451,965.35	12,013,058.50
	<u>\$ 163,492,024.13</u>	<u>\$ 159,180,461.50</u>
 <u>RESERVE</u>		
Investment in Capital Fixed Assets	<u>\$ 163,492,024.13</u>	<u>\$ 159,180,461.50</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF MONTCLAIR

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

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 in the United States of America (US GAAP):

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

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

Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from US GAAP. 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. US 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. US 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.

US 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 US 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 US 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. US 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. US 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. US 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 US GAAP, the Township has developed a capital fixed asset accounting and reporting system.

US 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 US 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 US GAAP. In addition, the Division requires the financial statements to be referenced to the supplementary schedules. This practice differs from US 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 5% of the average daily balance of public funds or

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

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, 2014, 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, 2014 was \$40,012,941.29. 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 2014</u>	<u>Calendar Year 2013</u>	<u>Calendar Year 2012</u>	<u>Calendar Year 2011</u>	<u>Calendar Year 2010</u>
Tax Rate	<u>\$ 3.408</u>	<u>\$ 3.301</u>	<u>\$ 3.253</u>	<u>\$ 2.561</u>	<u>\$ 2.519</u>
Apportionment of Tax Rate:					
Municipal	\$ 0.944	\$ 0.940	\$ 0.924	\$ 0.716	\$ 0.668
County	0.572	0.545	0.517	0.407	0.395
County Open Space	0.018	0.017	0.018	0.014	0.015
School	<u>1.874</u>	<u>1.799</u>	<u>1.794</u>	<u>1.424</u>	<u>1.441</u>

Assessed Valuation

<u>Calendar Year</u>	<u>Amount</u>
2014	\$ 5,742,708,051.00
2013	5,766,157,920.00
2012	5,775,681,589.00
2011	7,181,141,428.00
2010	7,323,196,626.00

Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2014	\$ 196,667,367.88	\$ 193,571,707.85	98.43 %
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

* 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>
2014	\$ 132,336.06	2,541,986.86	2,674,322.92	1.35 %
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

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, 2014 was \$480,696.00.

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>
2014	\$ 317,900.00
2013	317,900.00
2012	317,900.00
2011	317,900.00
2010	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>
2014	\$ 6,259,852.94	\$ 6,228,899.32
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

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>
2014	\$ 4,585,778.39	\$ 4,615,720.97
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

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:	2014	\$ 7,807,798.79	\$ 3,025,000.00
	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
Water Utility Operating Fund:	2014	\$ 3,337,333.43	\$ 803,000.00
	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
Sewer Utility Operating Fund:	2014	\$ 1,491,085.47	\$ 539,715.00
	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	
Parking Utility Operating Fund:	2014	\$ 1,549,578.79	\$ 165,000.00
	2013	897,249.18	
	2012	1,735,106.84	800,000.00
	2011	23,791.79	
	2010	23,787.53	

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 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 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
2014	\$ 1,356,534.67	\$ 736,719.48	\$ 4,563,923.42	\$ 2,004,681.80	\$ 51,933.63
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

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>
2014	\$ 3,099.89 *	\$2,364.48
2013	3,592.00	5,820.00

* Includes a 2013 contribution made in 2014.

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, 2014 "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 1/2 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 1/2 years.

2. Actuarial calculations:

Valuation date: 12/31/14

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 1/2 years.

Approximate OPEB calculation period: 2014-2035 (valuation cycle: 7 1/2 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>2014</u>	<u>2013</u>	<u>2012</u>
<u>Issued</u>			
General:			
Bonds, Notes and Loans	\$ 60,934,960.84	\$ 65,914,524.05	\$ 73,338,735.94
Water:			
Bonds, Notes and Loans	14,903,770.35	15,135,917.55	16,190,889.95
Sewer:			
Notes and Loans	4,492,473.50	2,139,551.00	2,174,525.00
Parking:			
Bonds and Notes	14,595,000.00	14,885,000.00	15,220,000.00
Total Issued	<u>94,926,204.69</u>	<u>98,074,992.60</u>	<u>106,924,150.89</u>
<u>Authorized but Not Issued</u>			
General:			
Bonds and Notes	12,560,727.18	7,031,401.30	7,657,154.43
Water:			
Bonds and Notes	2,793,793.00	2,505,366.00	2,505,366.00
Sewer:			
Bonds and Notes	1,113,857.00	2,050,100.00	2,050,100.00
	<u>16,468,377.18</u>	<u>11,586,867.30</u>	<u>12,212,620.43</u>
Less: Cash on Hand			
General			
Reserve for Debt Service	836,321.96	668,250.00	668,250.00
	<u>836,321.96</u>	<u>668,250.00</u>	<u>668,250.00</u>
Net Bonds and Notes Issued and Authorized but Not Issued	<u>\$ 110,558,259.91</u>	<u>\$ 108,993,609.90</u>	<u>\$ 118,468,521.32</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 1.101%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$ 82,598,080.28	\$ 82,598,080.28	\$
Utility Debt	37,898,893.85	37,898,893.85	
General Debt	73,495,688.02	668,250.00	72,827,438.02
	<u>\$ 193,992,662.15</u>	<u>\$ 121,165,224.13</u>	<u>\$ 72,827,438.02</u>

Net Debt, \$72,827,438.02 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, \$6,611,733,146.00 equals 1.101%.

Borrowing Power Available Under N.J.S.A. 40:A2-6 as Amended

3 1/2% of Equalized Valuation Basis	\$ 231,410,660.11
Net Debt	<u>72,827,438.02</u>
Remaining Borrowing Capacity	<u>\$ 158,583,222.09</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		\$ 7,483,528.60
Deductions:		
Operating and Maintenance Cost	\$ 5,216,200.00	
Debt Service	1,501,483.44	
		<u>6,717,683.44</u>
Excess Revenue		<u>\$ 765,845.16</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		\$ 5,392,813.32
Deductions:		
Operating and Maintenance Cost	\$ 4,688,275.00	
Debt Service	234,768.30	
		<u>4,923,043.30</u>
Excess Revenue		<u>\$ 469,770.02</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		\$ 4,511,580.03
Deductions:		
Operating and Maintenance Cost	\$ 2,214,960.16	
Debt Service	1,034,290.26	
		<u>3,249,250.42</u>
Excess Revenue		<u>\$ 1,262,329.61</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, 2014, the Township's long-term debt is as follows:

General Capital Bonds

\$19,215,000, 2006 Bonds, due in annual installments of \$600,000 to \$700,000 through January 1, 2016, interest at rate of 4.50%. Bonds refunded in 2014.	\$ 1,300,000.00
\$8,252,000, 2008 Bonds, due in annual installments of \$750,000 to \$1,200,000 through September 1, 2021, interest at rates from 3.50% to 4.00%.	5,852,000.00
\$18,519,000, 2011 Bonds, due in annual installments of \$1,185,000 to \$1,889,000 through March 1, 2024, interest at rates from 3.00% to 4.00%.	15,444,000.00
\$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%.	3,105,000.00
\$2,780,000, 2012 Pension Refunding Bonds, due in annual installments of \$270,000 to \$455,000 through April 1, 2021, interest at rates from 1.247% to 3.053%.	2,480,000.00
\$10,500,000, 2013 Bonds, due in annual installments of \$700,000 to \$1,270,000 through March 1, 2024, interest at rates from 4.00% to 5.00%.	9,865,000.00
\$14,960,000, 2014 Refunding Bonds, due in annual installments of \$610,000 to \$1,915,000 through January 1, 2026, interest at rates from 4.00% to 5.00%.	14,960,000.00
	<u>\$ 53,006,000.00</u>

Water Utility Bonds

\$3,453,000, 2006 Bonds, due an annual installment of \$110,000 through January 1, 2016, interest at rate of 4.50%. Bonds were refunded in 2014.	\$ 220,000.00
\$3,349,000, 2008 Bonds, due in annual installments of \$175,000 to \$300,000 through September 1, 2026, interest at rates from 3.50% to 4.25%.	3,109,000.00
\$1,065,000, 2011 Bonds, due in annual installments of \$100,000 to \$165,000 through March 1, 2021, interest at rates from 3.00% to 3.375%.	765,000.00
\$1,550,000, 2011 Refunding Bonds, due in annual installments of \$280,000 to \$315,000 through February 1, 2017, interest at a rate of 3.00%.	910,000.00
\$2,580,000, 2014 Refunding Bonds, due in annual installments of \$150,000 to \$260,000 through January 1, 2027, interest at rates of 3.00% to 5.00%	2,580,000.00
	<u>\$ 7,584,000.00</u>

Parking Utility Bonds

\$14,555,000, Series A Bonds, due in annual installments of \$330,000 to \$340,000 through January 1, 2016, interest at a rate of 4.50%. Bonds were refunded in 2014. \$ 670,000.00

\$1,890,000, Series B Bonds, due in annual installments of \$35,000 to \$40,000 through January 1, 2016, interest at rate 6.40%. Bonds were refunded in 2014. 75,000.00

\$12,030,000, 2014 Series A Refunding Bonds, due in annual installments of \$15,000 to \$855,000 through January 1, 2037, interest at rates from 2.00% to 5.00%. 12,030,000.00

\$1,820,000, 2014 Series B Refunding Bonds, due in annual installments of \$20,000 to \$125,000 through January 1, 2037, interest at rates from .706% to 4.556%. 1,820,000.00

\$ 14,595,000.00

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

GENERAL BONDS

Calendar Year	Total	General		Water Utility		Parking Utility	
		Principal	Interest	Principal	Interest	Principal	Interest
2015	9,154,774.91	5,025,000.00	2,048,938.97	700,000.00	323,070.94	400,000.00	616,709.84
2016	8,815,163.96	4,885,000.00	1,876,696.63	720,000.00	278,177.33	415,000.00	600,413.56
2017	8,693,820.31	4,955,000.00	1,705,500.55	725,000.00	251,339.76	430,000.00	587,091.26
2018	8,552,635.88	5,135,000.00	1,528,134.63	610,000.00	226,688.75	440,000.00	576,607.81
2019	8,433,426.00	5,200,000.00	1,381,424.75	595,000.00	204,213.75	455,000.00	561,661.81
2020	8,194,293.01	5,225,000.00	1,142,354.26	595,000.00	180,126.25	470,000.00	544,023.06
2021	7,437,161.83	4,562,000.00	942,501.21	725,000.00	153,154.37	490,000.00	523,357.81
2022	6,746,605.01	4,295,000.00	739,750.63	535,000.00	125,995.00	515,000.00	499,433.66
2023	7,170,451.88	4,955,000.00	531,966.25	535,000.00	102,245.00	530,000.00	474,374.96
2024	7,040,068.75	5,069,000.00	302,280.00	540,000.00	78,370.00	565,000.00	447,943.75
2025	3,694,726.25	1,915,000.00	137,125.00	540,000.00	54,370.00	590,000.00	419,786.36
2026	3,438,413.75	1,785,000.00	44,625.00	534,000.00	29,995.00	615,000.00	390,185.25
2027	1,280,740.63			230,000.00	5,750.00	650,000.00	359,118.26
2028	1,043,706.26					670,000.00	331,445.68
2029	1,040,997.51					695,000.00	307,223.40
2030	1,036,834.38					720,000.00	281,241.75
2031	1,036,084.38					740,000.00	253,941.35
2032	1,043,343.76					780,000.00	225,081.90
2033	1,033,728.13					800,000.00	194,630.75
2034	1,037,284.38					840,000.00	158,440.70
2035	1,038,618.76					885,000.00	115,804.10
2036	1,032,846.88					920,000.00	71,189.70
2037	1,039,737.50					980,000.00	24,222.50
	<u>\$ 108,567,197.19</u>	<u>\$ 53,006,000.00</u>	<u>\$ 12,381,297.88</u>	<u>\$ 7,584,000.00</u>	<u>\$ 2,013,496.15</u>	<u>\$ 14,595,000.00</u>	<u>\$ 8,563,929.24</u>

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%.

\$ 159,001.03

Project Youth Sports II:

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

185,897.40

\$ 344,898.43

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>
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>\$ 344,898.43</u>	<u>\$ 19,775.66</u>	<u>\$ 364,674.09</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

\$ 502,755.75

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>
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>\$ 502,755.75</u>	<u>\$ 76,087.60</u>	<u>\$ 578,843.35</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, 2014 is \$424,666.66.

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. \$ 513,159.00

2001 Loan:

Payments are semi-annual through the year 2021. 574,425.46

2002 Loan:

Payments are semi-annual through the year 2022. 877,373.94

2010 Loan:

Payments are semi-annual through the year 2029. 580,248.95

\$ 2,545,207.35

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>
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>\$ 2,545,207.35</u>	<u>\$ 311,835.00</u>	<u>\$ 2,857,042.35</u>

Environmental Infrastructure Loans Payable – Sewer Utility Fund

The Township was awarded a loan 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 2.00% to 5.00%. Payments are semi-annual through the year 2031. The balance at December 31, 2014 is \$879,759.50.

The following is a schedule of annual debt service for principal and interest for the Environmental Infrastructure Loan – Sewer Capital Fund:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 49,103.50	\$ 9,236.26	\$ 58,339.76
2016	49,103.50	8,836.26	57,939.76
2017	49,103.50	8,336.26	57,439.76
2018	49,103.50	7,836.26	56,939.76
2019	49,103.50	7,336.26	56,439.76
2020	49,103.50	6,836.26	55,939.76
2021	49,103.50	6,336.26	55,439.76
2022	49,103.50	5,836.26	54,939.76
2023	54,103.50	5,336.26	59,439.76
2024	54,103.50	4,586.26	58,689.76
2025	54,103.50	3,836.26	57,939.76
2026	54,103.50	3,086.26	57,189.76
2027	54,103.50	2,336.26	56,439.76
2028	54,103.50	1,886.26	55,989.76
2029	54,103.50	1,436.26	55,539.76
2030	54,103.50	967.50	55,071.00
2031	54,103.50	487.50	54,591.00
	<u>\$ 879,759.50</u>	<u>\$ 84,548.90</u>	<u>\$ 964,308.40</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>\$ 356,000.00</u>

Bond Anticipation Notes

Outstanding Bond Anticipation Notes are summarized as follows:

<u>Notes</u>	<u>Rate</u>	<u>Amount</u>
General Capital Fund	1.25%	\$ 6,656,640.00
Water Utility Capital Fund	1.25%	4,774,563.00
Sewer Utility Capital Fund	1.25%	<u>3,612,714.00</u>
		<u>\$ 15,043,917.00</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:

<u>Original Notes Issued</u>	<u>Legal Installments Due</u>	<u>Permanent Funding Required as of May 1</u>
2011	2014 - 2021	2022
2012	2015 - 2022	2023
2013	2016 - 2023	2024

Bonds and Notes Authorized but Not Issued

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

	<u>Balance Dec. 31, 2014</u>
General Capital Fund	
General Improvements	<u>\$ 12,560,727.18</u>
Water Utility Capital Fund	
General Improvements	<u>\$ 2,793,793.00</u>
Sewer Utility Capital Fund	
General Improvements	<u>\$ 1,113,857.00</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:

\$16,715,000, 2006 Bonds, due in annual installments of \$1,000,000 through January 1, 2016 interest at 4.50%. Bonds were refunded in 2014.	\$ 2,000,000.00
\$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%.	11,900,000.00
\$9,662,000, 2010 Bonds, due in annual installments of \$290,000 to \$847,000 through June 2030, interest at 2.50% to 4.00%	8,967,000.00
\$21,660,000, 2011 Bonds, due in annual installments of \$835,000 to \$1,450,000 through March 2031, interest at 3.00% to 4.625%.	19,370,000.00
\$2,750,000, 2011 Refunding Bonds, due in annual installments of \$485,000 to \$590,000 through February 2017, interest at 3.00%.	1,660,000.00
\$22,000,000, 2013 Bonds, due in annual installments of \$1,050,000 to \$1,960,000 through March 2028 interest at 2.50% to 5.00%	21,020,000.00
\$11,855,000, 2014 Refunding Bonds, due in annual installments of \$940,000 to \$1,225,000 through February 2017, interest at 3.00% to 5.00%.	<u>11,855,000.00</u>
	<u>\$ 76,772,000.00</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>
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	1,450,000.00	33,531.25	1,483,531.25
	<u>\$ 76,772,000.00</u>	<u>\$ 25,731,952.79</u>	<u>\$ 102,503,952.79</u>

Temporary Notes

Outstanding Temporary Notes for School purposes are as follows:

<u>Notes</u>	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	1.25%	<u>\$ 2,904,000.00</u>

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

General Capital Fund	<u>\$ 2,922,080.28</u>
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15. INTERFUND RECEIVABLES AND PAYABLES

As of December 31, 2014, 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	\$ 100,003.00	\$ 1,201,623.85
Federal and State Grant Fund	925,777.67	131,526.35
Assessment Trust Fund	62,753.10	54,311.20
Animal Control Trust Fund		2,503.00
General Trust Fund	287,908.25	8,757.15
General Capital Fund	234,318.55	86,126.67
Water Utility Operating Fund	475.41	27,045.20
Water Utility Capital Fund	40,675.42	194,571.36
Sewer Utility Operating Fund	32,055.05	100,475.41
Sewer Utility Capital Fund	166,035.25	3,518.94
Parking Utility Operating Fund		42,373.75
Parking Utility Capital Fund	42,373.75	
Payroll Account		39,542.57
	<u>\$ 1,892,375.45</u>	<u>\$ 1,892,375.45</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, 2014, the following deferred charges are shown on the balance sheet of the Current Fund.

	<u>Balance Dec 31, 2014</u>	<u>2015 Budget Appropriation</u>
Current Fund:		
Special Emergency Authorization	\$ 356,000.00	\$ 178,000.00
Trust Fund:		
Overexpenditure of Special Deposits	<u>67,312.60</u>	<u>67,312.60</u>
	<u>\$ 423,312.60</u>	<u>\$ 245,312.60</u>

17. DEFERRED SCHOOL TAX

The Local School District Tax was raised on the school year basis and liability deferred by statute, resulting in school tax payable set forth in liabilities computed as follows;

	Balance Dec. 31, 2014	Balance Dec. 31, 2013	Increase (Decrease)
* Balance of Tax	\$ 50,746,043.00	\$ 48,754,849.00	\$ 1,991,194.00
Amount Deferred	<u>48,754,849.00</u>	<u>48,754,849.00</u>	
Total Payable (Cash Liability)	<u>\$ 1,991,194.00</u>	<u>\$</u>	<u>\$ 1,991,194.00</u>

18. RISK MANAGEMENT

The Township is a member of the Garden State Municipal Joint Insurance Fund which provides coverage for Workers Compensation, General Liability, Property and Automobile coverage.

There have been no provisions included in the financial statements for claims incurred but not reported (IBNR) for the above listed coverage's as of December 31, 2014.

19. CONTINGENT LIABILITIES

a. Compensated Absences

The Township's policy for accrued sick and vacation benefits is summarized as follows:

Employees can only accrue one year of vacation days. Vacation must be taken within one year of accrual, unless authorized by the Township Manager.

Employees covered under the Public Employees' Retirement System can accumulate up to 225 sick days if they were employed by the Township prior to January 1, 1963, and 130 sick days for those employed after January 1, 1963. Terminal leave will be capped at \$5,000.00 for employees hired after June 1, 1994.

Employees covered under the Police and Firemen's Retirement System can accumulate up to 225 sick days if they were employed by the Township prior to January 1, 1963, and 130 sick days for those employed after January 1, 1963. Terminal leave will be capped at \$18,761.00 for employees hired after July 1, 1994.

It is estimated that the \$2,610,858.64, computed internally at the 2014 salary rates would be payable to officials and employees of the Township as of December 31, 2014 for accumulated sick and vacation days. This amount was not verified by audit. The Township has set up a reserve for accumulated absences of \$430,034.35 as of December 31, 2014.

Provision for the above are not reflected in the financial statements of the Township.

b. Tax Appeals

As of December 31, 2014, there were tax appeals pending before the New Jersey Tax Court of an undetermined amount.

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

County Taxes paid on the reductions in assessed valuations are subject to credits against the County tax levy of the year subsequent to the year in which the appeals are adjudicated.

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, 2014 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, 2014 through June 15, 2015, 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 bond ordinance for various capital improvement in the sum of \$3,375,000.00.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
YEAR ENDED DECEMBER 31, 2014

A-4

	<u>Ref.</u>			<u>Regular Fund</u>
Balance, December 31, 2013	A		\$	15,604,915.58
Increased by Receipts:				
Miscellaneous Revenue Not Anticipated	A-2d	\$		461,298.14
Tax Collector	A-5		198,016,483.65	
Petty Cash	A-8		3,500.00	
Due from State of New Jersey:				
Senior Citizens' and Veterans' Deductions	A-9		110,535.47	
Revenue Accounts Receivable	A-15		11,034,633.87	
Interfunds Receivable	A-17		4,977,794.77	
Library State Aid	A-23		16,373.00	
Due to State of New Jersey	A-21		65,757.00	
Interfunds Payable	A-27		12,830,779.44	
Capital Note Payable	A-32		356,000.00	
Contra Items:				
Appropriation Refunds	Contra		4,409,824.72	
				<u>232,282,980.05</u>
				247,887,895.64
Decreased by Disbursements:				
Budget Appropriations	A-3		69,914,069.98	
Petty Cash	A-8		3,500.00	
Interfunds Receivable	A-17		4,994,850.29	
Appropriation Reserves	A-20		1,559,212.76	
Library State Aid	A-23		16,373.00	
Accounts Payable	A-24		459,523.12	
Due to State of New Jersey	A-21		63,423.00	
Tax Overpayments Refunded	A-26		971,901.10	
Interfunds Payable	A-27		13,247,983.92	
County Taxes Payable	A-29		33,925,117.33	
Local School District Tax	A-30		99,500,892.00	
Special Improvement District Tax	A-31		480,696.00	
Emergency Note Payable	A-32		534,000.00	
Contra Items	Contra		4,409,824.72	
				<u>230,081,367.22</u>
Balance, December 31, 2014	A		\$	<u>17,806,528.42</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH RECEIPTS AND DISBURSEMENT - COLLECTOR
YEAR ENDED DECEMBER 31, 2014

A-5

	<u>Ref.</u>	
Increased by Receipts:		
Interest and Costs on Taxes	A-2a	\$ 591,433.82
Miscellaneous Revenue Not Anticipated	A-2d	3,375.86
Other Accounts Receivable	A-14	67,702.14
Taxes Receivable	A-10	194,749,823.00
Revenue Accounts Receivable	A-15	1,062,594.28
Tax Overpayments	A-26	394,555.72
Prepaid Taxes	A-33	1,146,219.84
PILOT Overpayments	A-25	778.99
		198,016,483.65
Decreased by Disbursements:		
Paid to Treasurer	A-4	198,016,483.65
		\$

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CASH MANAGEMENT FUND
YEAR ENDED DECEMBER 31, 2014

A-6

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 3,471.60
Increased by:		
Accrued Interest	A-15	<u>2.01</u>
Balance, December 31, 2014	A	<u>\$ 3,473.61</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CHANGE FUNDS
DECEMBER 31, 2014

A-7

	<u>Ref.</u>	
Balance, December 31, 2013	A	<u>\$ 525.00</u>
Balance, December 31, 2014	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, 2014

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, 2014

A-9

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ 3,633.34
Increased by:			
Veterans' and Senior Citizens' Deductions per Tax Billings		\$ 116,000.00	
Veterans' and Senior Citizens' Deductions Allowed by Tax Collector		<u>2,250.00</u>	
		118,250.00	
Less: Veterans' and Senior Citizens' Deductions Disallowed by Tax Collector			
	A-2c, A-10	<u>1,750.00</u>	<u>116,500.00</u>
			<u>120,133.34</u>
Decreased by:			
Senior Citizens' Deductions Disallowed by Tax Collector - Prior Year Collections	A-1 A-4	6,162.47 <u>110,535.47</u>	
			<u>116,697.94</u>
Balance, December 31, 2014	A		<u>\$ 3,435.40</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
YEAR ENDED DECEMBER 31, 2014

A-10

Year	Balance	2014 Levy	Added Taxes	Collections - Cash		State of New Jersey	Canceled	Transferred to Tax Title Liens	Balance
	Dec. 31, 2013			2013	2014				Dec. 31, 2014
2009	\$ 25,851.21	\$	\$	\$	\$	\$	\$ 25,851.21	\$	\$
2010	27,280.77						27,280.77		
2011	35,595.34						35,595.34		
2012	250.00						250.00		
2013	2,269,978.24		1,912.47		2,214,893.79		30,986.81		26,010.11
	<u>2,358,955.56</u>		<u>1,912.47</u>		<u>2,214,893.79</u>		<u>88,977.32</u>		<u>26,010.11</u>
2014		196,667,367.68		834,515.96	192,620,691.89	116,500.00	566,903.08	12,780.00	2,515,976.75
	<u>\$ 2,358,955.56</u>	<u>\$ 196,667,367.68</u>	<u>\$ 1,912.47</u>	<u>\$ 834,515.96</u>	<u>\$ 194,835,585.68</u>	<u>\$ 116,500.00</u>	<u>\$ 687,117.21</u>	<u>\$ 12,780.00</u>	<u>\$ 2,541,986.86</u>
Ref.	A	Below	Reserve	A-2c, A-33	A-2c, Below	A-9	Reserve	A-11	A
				Ref.					
				A-5	\$ 194,749,823.00				
				A-26	<u>85,762.68</u>				
				Above	<u>\$ 194,835,585.68</u>				

ANALYSIS OF 2014 PROPERTY TAX LEVY

<u>Tax Yield</u>		<u>Tax Levy</u>		<u>Ref.</u>
General Property Tax	\$ 196,194,010.16	Local School District Tax:		
Added and Omitted	473,357.52	Levy	A-30	\$ 101,492,086.00
		Addition to Local School District Tax (Budget)	A-2	<u>6,142,200.00</u>
				\$ 107,634,286.00
		County Taxes:		
		County Tax	A-29	33,933,325.10
		Special Improvement District Tax	A-31	480,696.00
		Local Tax for Municipal Purposes:		
		Budget	A-2	52,011,350.94
		Minimum Library Tax	A-2	2,177,299.02
		Additional Taxes Levied	Reserve	<u>430,410.62</u>
				54,619,060.58
	<u>\$ 196,667,367.68</u>			<u>\$ 196,667,367.68</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

TAX TITLE LIENS
YEAR ENDED DECEMBER 31, 2014

A-11

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 119,556.06
Increased by:		
Transferred from Taxes Receivable	A-10	<u>12,780.00</u>
Balance, December 31, 2014	A	<u>\$ 132,336.06</u>

PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)
DECEMBER 31, 2014

A-12

	<u>Ref.</u>	
Balance, December 31, 2013	A	<u>\$ 317,900.00</u>
Balance, December 31, 2014	A	<u>\$ 317,900.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

OTHER LIENS RECEIVABLE
DECEMBER 31, 2014

A-13

	<u>Ref.</u>	<u>Demolition</u>
Balance, December 31, 2013	A	\$ 7,500.00
Balance, December 31, 2014	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, 2014

A-14

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 74,405.04
Increased by:		
Interest Penalty on Delinquent Taxes - Net	Reserve	82,501.01
		<u>156,906.05</u>
Decreased by:		
Collections	A-1, A-5	<u>67,702.14</u>
Balance, December 31, 2014	A	<u>\$ 89,203.91</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

A-15
Sheet # 1

	Ref.	Balance	Accrued	Collections		Balance
		Dec. 31, 2013	In 2014	Treasurer	Collector	Dec. 31, 2014
Clerk:						
Licenses:						
Alcoholic Beverages	A-2a	\$	\$ 57,500.00	\$ 57,500.00	\$	\$
Other	A-2b		53,601.50	53,601.50		
Fees and Permits	A-2b		96,240.30	96,240.30		
Health Officer:						
Licenses	A-2b		94,504.75	94,504.75		
Fees and Permits	A-2b		86,894.00	86,894.00		
Planning Board:						
Fees and Permits	A-2b		11,675.00	11,675.00		
Community Services:						
Fees and Permits	A-2b		8,410.00	8,410.00		
Housing and Zoning:						
Fees and Permits	A-2b		11,350.00	11,350.00		
Recreation and Parks:						
Fees and Permits	A-2b		479,409.71	479,409.71		
Police Department:						
Fees and Permits	A-2b		11,724.01	11,724.01		
Fire:						
Fees and Permits	A-2b		26,647.00	26,647.00		
Collector:						
Tax Searches	A-2b		60.00		60.00	
Public Works:						
Fees and Permits	A-2b		8,410.00	8,410.00		
Board of Adjustment:						
Fees and Permits	A-2b		14,551.42	14,551.42		
Construction Code Official:						
Building Permits	A-2a		992,038.00	992,038.00		
Fees and Permits - Additional	A-2b		33,000.00	33,000.00		
Municipal Court:						
Fines and Costs	A-2a		1,441,208.65	1,441,208.65		
Interest on Investments and Deposits	A-2a		77,532.61	77,532.61		
Energy Receipts Tax	A-2a		2,763,178.00	2,763,178.00		
Consolidated Municipal Property Tax Relief	A-2a		108,888.00	108,888.00		

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

A-15
Sheet # 2

	Ref.	Balance	Accrued	Collections		Balance
		Dec. 31, 2013	in 2014	Treasurer	Collector	Dec. 31, 2014
Interlocal Government Services:						
Fire Services	A-2a	\$	\$ 625,000.00	\$ 625,000.00	\$	\$
Health Contracts	A-2a		164,568.00	164,568.00		
Health Contract - Nutley	A-2a		37,244.00	37,244.00		
Animal Control Services:						
Nutley	A-2a		42,252.50	42,252.50		
Verona	A-2a		30,888.40	30,888.40		
Anticipated Utility Surplus - Parking	A-2a		400,000.00	400,000.00		
Anticipated Utility Surplus - Water	A-2a		150,000.00	150,000.00		
Uniform Fire Safety Act	A-2a		36,738.32	36,738.32		
Cable Television Franchise Fee	A-2a		547,410.32	547,410.32		
Section 8 - Administrative Costs	A-2a		20,000.00	20,000.00		
Towing - Administrative Costs	A-2a		4,548.00	4,548.00		
Payments in Lieu of Taxes:						
Montclair Senior Housing Corp. (Orange Road)	A-2b		92,108.00	92,108.00		
First Montclair Housing Corp. (Walnut Street)	A-2b		115,046.00	115,046.00		
RTD Management Corp. (Lackawanna Plaza)	A-2b		117,015.00	117,015.00		
RTD Management Corp. (Union Gardens)	A-2b		100,000.00	100,000.00		
RTD Management Corp. (United Methodist Homes - Pineridge of Montclair)	A-2b		25,592.00	25,592.00		
MAG	A-2b		100,000.00	100,000.00		
11 Pine Street	A-2b		260,336.50	260,336.50		
Siena	A-2b	15,770.35	1,065,399.70		1,066,242.24	14,927.81
55 Glenridge	A-2b		3,964.50	3,964.50		
Herod Redevelopment	A-2b		98,134.23	98,134.23		
11 Elm Street	A-2b		14,269.06	14,269.06		
Capital Fund Surplus - Premium on Sale of School Bonds	A-2a		901,100.00	901,100.00		
Capital Fund Surplus	A-2a		247,000.00	247,000.00		
Alarm Registration Fees	A-2a		206,180.48	206,180.48		
Rear Yard Refuse Collection	A-2a		14,625.00	14,625.00		
Reimbursement of Debt Service - Sewer Utility Operating	A-2a		175,000.00	175,000.00		
Penalty on Delinquent Taxes	A-2a		78,492.27	78,492.27		
Administrative Fees - Police Off-Duty	A-2a		56,533.62	56,533.62		
		<u>\$ 15,770.35</u>	<u>\$ 12,106,268.85</u>	<u>\$ 11,040,809.15</u>	<u>\$ 1,066,302.24</u>	<u>\$ 14,927.81</u>
	Ref.	A	Reserve	A-15 Sheet 3	A-15 Sheet 3	A

TOWNSHIP OF MONTCLAIR
CURRENT FUND

REVENUE ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

A-15
Sheet # 3

	<u>Ref.</u>	Collections	
		<u>Treasurer</u>	<u>Tax Collector</u>
Cash Receipts	A-4, A-5	\$ 11,034,633.87	\$ 1,062,594.28
Prepaid Revenue	A-34		1,583.39
Accrued Interest	A-6	2.01	
Applied from Tax Overpayments	A-26		2,124.57
Interfunds Payable	A-27	<u>6,173.27</u>	
	Sheet # 2	<u>\$ 11,040,809.15</u>	<u>\$ 1,066,302.24</u>

TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND

GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

A-16
Sheet # 1

	Balance Dec. 31, 2013	Realized in 2014	Collections	Canceled	Balance Dec. 31, 2014
Municipal Alliance on Alcoholism and Drug Abuse:					
2014	\$	\$ 27,550.00	\$ 27,550.00	\$	\$
2013	40,900.57		29,626.22		11,274.35
Essex County - Hurricane Sandy	25,826.00				25,826.00
Division on Aging - Citizen Services	3,876.00	14,561.00	14,796.00		3,641.00
Safe and Secure Communities:					
2012	60,000.00		60,000.00		
2011	8,975.00				8,975.00
Alcohol Education, Rehabilitation and Enforcement Fund		1,772.40	1,772.40		
Nonpublic School Nursing:					
2015		160,486.00			160,486.00
2014		129,001.00	129,001.00		
Cable Communication Grant		5,000.00	5,000.00		
DOT - Transit Village	72,575.00				72,575.00
N.J. Department of Environmental Protection:					
Hazardous Discharge Program	36,172.58		36,172.58		
Historic Trust - 2013	23,500.00				23,500.00
Historic Preservation	2,800.00				2,800.00
Historic Trust - Watchung Plaza	4,870.00				4,870.00
Recycling Tonnage Grant		28,565.89	28,565.89		
Partners for Health	30,750.00	10,000.00	35,750.00		5,000.00
Partners for Health - Senior AMA		-4,950.00	-4,950.00		
National Association of Health Officers		3,500.00	3,500.00		
Department of Environmental Protection Climate Showcase Communities Grant					
2010	17,582.78				17,582.78
U.S. Dept of Home Security Assistance to Firefighters:					
2010	25,265.00				25,265.00

TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND

GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

A-16
Sheet # 2

	Balance Dec. 31, 2013	Realized in 2014	Collections	Canceled	Balance Dec. 31, 2014
N.J. Highway Traffic Safety:					
Pedestrian Safety Education and Enforcement:					
2013	\$ 15,000.00	\$	\$ 15,000.00	\$	\$
2014		12,000.00			12,000.00
Drive Sober or Get Pulled Over					
2014		4,000.00	4,000.00		
Click It or Ticket		8,000.00	8,000.00		
Bicycle Safety Grant		12,720.00	7,270.00		5,450.00
Cops in Shops		2,000.00	2,000.00		
Ed Byrne Memorial Justice Assistance:					
2014		4,724.00	4,724.00		
New Jersey Department of Transportation					
Safe Routes to School Program:					
2007	91,441.70				91,441.70
Police	15,460.00		15,450.00		10.00
Engineer	12,112.00		1,120.00		10,992.00
Transportation Trust Fund		263,820.00		263,820.00	
Sustainable Jersey		20,000.00	10,000.00		10,000.00
Police Donation		250.00	250.00		
	<u>\$ 487,106.63</u>	<u>\$ 712,900.29</u>	<u>\$ 444,498.09</u>	<u>\$ 263,820.00</u>	<u>\$ 491,688.83</u>
Ref.	A	A-36	Below	A-36	A
		Ref.			
Interfunds		A-18	\$ 404,958.20		
Applied from Unappropriated Reserves		A-37	39,539.89		
		Above	<u>\$ 444,498.09</u>		

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

A-17

	Ref.	Current Fund						Parking Utility Capital Fund
		Total Current Fund	Animal Control Trust Fund	Water Operating Fund	Water Capital Fund	Sewer Operating Fund	Payroll Account	
Balance, December 31, 2013	A	\$ 82,947.48	\$ 3.00	\$	\$	\$	\$	\$ 82,944.48
Increased by: Advances	A-4	4,994,850.29		2,744,850.29	500,000.00	1,500,000.00	250,000.00	
		<u>5,077,797.77</u>	<u>3.00</u>	<u>2,744,850.29</u>	<u>500,000.00</u>	<u>1,500,000.00</u>	<u>250,000.00</u>	<u>82,944.48</u>
Decreased by: Settlements	A-4	4,977,794.77		2,744,850.29	500,000.00	1,400,000.00	250,000.00	82,944.48
Balance, December 31, 2014	A	<u>\$ 100,003.00</u>	<u>\$ 3.00</u>	<u>\$</u>	<u>\$</u>	<u>\$ 100,000.00</u>	<u>\$</u>	<u>\$</u>
<u>Analysis of Net Debit to Fund Balance</u>								
Balance December 31, 2014		\$ 100,003.00						
Balance December 31, 2013		<u>82,947.48</u>						
Net Debit to Operations	A-1	<u>\$ 17,055.52</u>						

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS RECEIVABLE
FEDERAL AND STATE GRANT FUND
YEAR ENDED DECEMBER 31, 2014

A-18

	<u>Ref.</u>	<u>Total Federal and State Grant Fund</u>	<u>Federal and State Grant Fund Current Fund</u>	<u>General Capital Fund</u>
Balance, December 31, 2013	A	\$ 838,765.35	\$ 711,640.35	\$ 127,125.00
Increased by:				
Grant Match	A-36	16,560.00	16,560.00	
Grants Received through Current Fund:				
Grants Receivable	A-16	404,958.20	404,958.20	
Due General Capital Fund	Below	115,368.20	115,368.20	
Unappropriated Revenue	A-37	129,447.73	129,447.73	
		<u>666,334.13</u>	<u>666,334.13</u>	
		<u>1,505,099.48</u>	<u>1,377,974.48</u>	<u>127,125.00</u>
Decreased by:				
Grant Reserves Canceled (Net)	Above	115,368.20		115,368.20
Grants Disbursed through Current Fund	A-36	463,953.61	463,953.61	
		<u>579,321.81</u>	<u>463,953.61</u>	<u>115,368.20</u>
Balance, December 31, 2014	A	<u>\$ 925,777.67</u>	<u>\$ 914,020.87</u>	<u>\$ 11,756.80</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, 2014

A-19

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Balance Dec. 31, 2013</u>	<u>Budget Appropriation</u>	<u>Balance Dec. 31, 2014</u>
11-14-11	Accumulated Absences	<u>\$ 890,000.00</u>	<u>\$ 178,000.00</u>	<u>\$ 534,000.00</u>	<u>\$ 178,000.00</u>	<u>\$ 356,000.00</u>
	<u>Ref.</u>			A	A-3	A

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>General Government</u>					
Township Council:					
Salaries and Wages	\$	\$	\$	\$	\$
Other Expenses	1,422.16	0.64	0.64	1,575.49	0.64
Township Manager:					
Salaries and Wages		74,466.61	74,466.61		74,466.61
Other Expenses	15,672.01	118,181.04	133,853.05	36,366.80	97,486.25
Township Clerk:					
Salaries and Wages		46.28	46.28		46.28
Other Expenses	1,959.63	977.20	2,936.83	1,919.15	1,017.68
Election Expense:					
Salaries and Wages		8.50	8.50		8.50
Other Expenses	88.00	869.58	957.58	352.00	605.58
Township Attorney:					
Salaries and Wages		16,531.21	16,531.21	16,531.21	
Other Expenses	3,342.12		3,342.12	3,342.12	
Municipal Court:					
Salaries and Wages		24,337.22	24,337.22		24,337.22
Other Expenses	4,183.47	10,035.32	14,218.79	5,179.47	9,039.32
Postage:					
Other Expenses		6,260.81	6,260.81		6,260.81
<u>Finance Department</u>					
Administration:					
Salaries and Wages					
Other Expenses		1,018.53	1,018.53		1,018.53
Accounting and Treasury:					
Salaries and Wages		36,306.68	36,306.68		36,306.68
Other Expenses	439.40	1,282.97	1,722.37	512.69	1,209.68
Assessor's Office:					
Salaries and Wages		3,313.10	3,313.10		3,313.10
Other Expenses	1,590.26	27,454.50	29,044.76	195.26	28,849.50
Tax Collector:					
Salaries and Wages		2,838.59	2,838.59		2,838.59
Other Expenses	30.00	3,782.76	3,812.76	30.00	3,782.76
Auditing:					
Other Expenses		600.00	600.00		600.00

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Planning and Community Development</u>					
Administration:					
Salaries and Wages	\$	\$ 5,190.53	\$ 5,190.53	\$	\$ 5,190.53
Other Expenses	63.00	2,282.07	2,345.07		2,345.07
Planning Board:					
Other Expenses	2,619.84	4,571.78	7,191.62	2,577.84	4,613.78
Board of Adjustment:					
Other Expenses	1,350.00	3,892.00	5,242.00	1,350.00	3,892.00
 <u>Administration and Code Enforcement</u>					
<u>Department</u>					
Salaries and Wages		4.75	4.75		4.75
Other Expenses		17.98	17.98		17.98
 <u>Police Department</u>					
Salaries and Wages		228,923.72	228,923.72		228,923.72
Other Expenses	110,161.17	132,598.36	242,759.53	189,539.52	53,220.01
 <u>Fire Department</u>					
Salaries and Wages		220,037.00	220,037.00	165,794.65	54,242.35
Other Expenses	123,500.57	24,969.54	148,470.11	124,220.21	24,249.90
 <u>Uniform Fire Safety Act (Ch. 383 P.L. 1983)</u>					
Life Hazard Use Fee Payment:					
Salary and Wages		24,360.83	24,360.83		24,360.83
 <u>Public Works Department</u>					
Community Services Administration:					
Salaries and Wages		1,568.12	1,568.12		1,568.12
Other Expenses	2,782.34	6,483.20	9,265.54	4,055.61	5,209.93
Engineering:					
Salaries and Wages		21.87	21.87		21.87
Other Expenses	236.40	2,561.36	2,797.76	253.14	2,544.62

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Public Works Department</u>					
<u>Street Repairs and Maintenance:</u>					
Salaries and Wages	\$	\$ 4,622.04	\$ 4,622.04	\$	\$ 4,622.04
Other Expenses	767.00	2,085.91	2,852.91	2,055.64	797.27
<u>Sanitary and Storm Sewer Maintenance:</u>					
Salaries and Wages		9.70	9.70		9.70
Other Expenses	492.76	562.86	1,055.62	379.88	675.74
<u>Refuse Collection and Disposal:</u>					
Salaries and Wages		881.46	881.46		881.46
Other Expenses	1,847.71	14,945.25	16,792.96	1,713.98	15,078.98
<u>Storm Clearance:</u>					
Salaries and Wages		3,865.40	3,865.40		3,865.40
Other Expenses	80,008.17	41,922.78	121,930.95	73,457.64	48,473.31
<u>Traffic:</u>					
Salaries and Wages		16.65	16.65		16.65
Other Expenses	2,076.29	3,399.51	5,475.80	1,780.73	3,695.07
<u>Central Garage Operation:</u>					
Salaries and Wages		4,594.48	4,594.48		4,594.48
Other Expenses	16,794.98	16,628.39	33,423.37	25,969.34	7,454.03
<u>Building Maintenance:</u>					
Salaries and Wages		37.26	37.26		37.26
Other Expenses	5,956.72	277.49	6,234.21	5,040.21	1,194.00
<u>Parks Maintenance:</u>					
Salaries and Wages		5,086.59	5,086.59		5,086.59
Other Expenses	14,999.83	12,235.94	27,235.77	10,160.49	17,075.28
<u>Shade Trees:</u>					
Salaries and Wages		460.56	460.56		460.56
Other Expenses	3,826.75	15,498.60	19,325.35	3,807.00	15,518.35

TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Parks, Recreation and Cultural Affairs Department</u>					
Recreation Programs:					
Salaries and Wages	\$	\$	\$	\$	\$
Other Expenses	3,304.75	13,538.15 19,329.66	13,538.15 22,634.41	3,202.40	13,538.15 19,432.01
<u>Health and Human Services Department</u>					
Health Services:					
Salaries and Wages		266.67	266.67		266.67
Other Expenses	2,085.57	701.51	2,787.08	1,753.31	1,033.77
Nursing Services:					
Salaries and Wages		87.96	87.96		87.96
Animal Control:					
Salaries and Wages		157.27	157.27		157.27
Other Expenses	9,742.00	293.40	11,535.40	10,197.87	1,337.53
<u>Miscellaneous and Other</u>					
Unemployment Insurance					
Other Expenses		224,244.62	224,244.62		224,244.62
Refuse Tipping Fees					
Other Expenses	456,170.42	5,519.09	461,689.51	330,728.80	130,960.71
Defined Contribution Retirement Plan					
Other Expenses		118.82	118.82		118.82
Homeless Shelter					
Adult School	80,000.00	12,500.00	12,500.00	80,000.00	12,500.00
Insurances:					
Liability	83,017.88	33,148.02	116,165.90	83,017.88	33,148.02
Employee Group Insurance	70,208.40	374,404.70	443,113.10	71,183.40	371,929.70

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TOWNSHIP OF MONTCLAIR
CURRENT FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Special Programs and Activities</u>					
Parks, Recreation and Cultural Affairs:					
Other Expenses	\$ 884.73	\$ 14,041.22	\$ 14,925.95	\$ 884.73	\$ 14,041.22
Uniform Construction Code - Appropriations Offset by Dedicated Revenues					
Salaries and Wages		68,039.76	68,039.76		68,039.76
Other Expenses	294.50	93,183.94	93,478.44	455.30	93,023.14
<u>Unclassified</u>					
Emergency Assistance Coalition:					
Other Expenses		50.00	50.00		50.00
Salary and Wage Adjustment					
Utilities:					
Gasoline	34,365.56	32,061.66	66,427.22	31,335.02	35,092.20
Fuel - Diesel	46,910.58	29,151.65	76,062.23	41,697.50	34,364.73
Electricity	17,044.44	125,776.57	142,821.01	91,675.29	51,145.72
Telephone	22,753.72	16,588.77	39,342.49	27,980.35	11,362.14
Natural Gas		73,511.85	73,511.85	29,856.60	43,655.25
Street Lighting	70.62	144,204.50	144,275.12	87,901.58	56,373.54
Water		12,008.94	12,008.94		12,008.94
<u>Contingent</u>		3,500.00	3,500.00	191.53	3,308.47
<u>Statutory Expenditures</u>					
Contributions to Social Security System					
Pension Increase Fund Consolidated Police and Firemen's Pension System		68,126.00	68,126.00	5,522.34	62,603.66
Public Employees' Retirement System of N.J.		9,641.47	9,641.47		9,641.47
		64.00	64.00		64.00
Total Appropriations Within "CAPS"	<u>1,223,063.75</u>	<u>2,494,192.27</u>	<u>3,717,256.02</u>	<u>1,575,743.97</u>	<u>2,141,512.05</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

A-20
Sheet # 6

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
<u>Other Operations</u>					
Uniform Construction Code	\$	\$	\$	\$	\$
Other Expenses		56,153.05	56,153.05		56,153.05
Historic Trust - Matching		2,560.00	2,560.00		2,560.00
		58,713.05	58,713.05		58,713.05
Total Appropriations Excluded from "CAPS"		58,713.05	58,713.05		58,713.05
Total	\$ 1,223,063.75	\$ 2,552,905.32	\$ 3,775,969.07	\$ 1,575,743.97	\$ 2,200,225.10

<u>Ref.</u>	A	A	Below	A-1
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Ref.

Cash Disbursements
Interfunds Payable

A-4		\$ 1,559,212.76
A-27		16,531.21
Above		\$ 1,575,743.97

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TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE TO STATE OF NEW JERSEY
YEAR ENDED DECEMBER 31, 2014

A-21

	<u>Ref.</u>	<u>Total</u>	<u>Construction Training Fees</u>	<u>Marriage Surcharge Fees</u>
Balance, December 31, 2013	A	\$ 12,840.00	\$ 11,365.00	\$ 1,475.00
Increased by:				
Collections	A-4	65,757.00	60,132.00	5,625.00
		<u>78,597.00</u>	<u>71,497.00</u>	<u>7,100.00</u>
Decreased by:				
Payments	A-4	63,423.00	57,848.00	5,575.00
Balance, December 31, 2014	A	<u>\$ 15,174.00</u>	<u>\$ 13,649.00</u>	<u>\$ 1,525.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

RESERVE FOR TAX APPEALS
YEAR ENDED DECEMBER 31, 2014

A-22

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 436,881.78
Increased by:		
Budget Appropriations	A-3	<u>300,000.00</u>
		736,881.78
Decreased by:		
Applied to Tax Overpayments	A-26	<u>736,881.78</u>
Balance, December 31, 2014	A	<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

RESERVE FOR MAINTENANCE OF
FREE PUBLIC LIBRARY WITH STATE AID
YEAR ENDED DECEMBER 31, 2014

A-23

	<u>Ref.</u>	
Increased by:		
State Aid	A-4	\$ 16,373.00
Decreased by:		
Payments	A-4	<u>16,373.00</u>
Balance, December 31, 2014		<u>\$</u>

ACCOUNTS PAYABLE
YEAR ENDED DECEMBER 31, 2014

A-24

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 459,523.12
Increased by:		
Due County of Essex Commitments:	A-2b	\$ 69,900.00
Transfer from Appropriations	A-3	<u>32,666.67</u>
		<u>102,566.67</u>
		562,089.79
Decreased by:		
Cash Disbursements	A-4	<u>459,523.12</u>
Balance, December 31, 2014	A	<u>\$ 102,566.67</u>
<u>Analysis of Balance</u>		
Loan Payment due State		\$ 32,666.67
PILOT - Due to County of Essex		<u>69,900.00</u>
		<u>\$ 102,566.67</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PAYMENTS IN LIEU OF TAXES - OVERPAYMENTS
YEAR ENDED DECEMBER 31, 2014

A-25

	<u>Ref.</u>		
Increased by:			
Cash Receipts	A-5		<u>\$ 778.99</u>
Balance, December 31, 2014	A		<u>\$ 778.99</u>

TAX OVERPAYMENTS
YEAR ENDED DECEMBER 31, 2014

A-26

Balance, December 31, 2013	A		\$ 440,276.36
Increased by:			
State Tax Court Judgments	A-1	\$ 625,611.72	
Cash Receipts	A-5	394,555.72	
Transferred from Reserve for Tax Appeals	A-22	<u>736,881.78</u>	
			<u>1,757,049.22</u>
			<u>2,197,325.58</u>
Decreased by:			
Refunds	A-4	971,901.10	
Applied to PILOT Accounts Receivable	A-15	2,124.57	
Applied to Taxes Receivable	A-10	<u>85,762.68</u>	
			<u>1,059,788.35</u>
Balance, December 31, 2014	A		<u>\$ 1,137,537.23</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2014

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, 2013	A	\$ 1,573,827.10	\$ 711,640.35	\$ 53,995.95	\$ 342,737.79	\$ 106,478.01	\$ 358,975.00
Increased by:							
Budget Appropriation	A-3	747,543.58	729,460.29		18,083.29		
Appropriation Reserves	A-20	16,531.21			16,531.21		
Advances	A-4	12,830,779.44	649,774.13		676,303.50	10,654,046.77	850,655.04
		<u>13,594,854.23</u>	<u>1,379,234.42</u>		<u>710,918.00</u>	<u>10,654,046.77</u>	<u>850,655.04</u>
		<u>15,168,681.33</u>	<u>2,090,874.77</u>	<u>53,995.95</u>	<u>1,053,655.79</u>	<u>10,760,524.78</u>	<u>1,209,630.04</u>
Decreased by:							
Settlements	A-4	13,247,983.92	463,953.61		998,353.50	10,576,046.77	1,209,630.04
Revenue Accounts Receivable	A-15	6,173.27			1,702.61	4,470.66	
Revenues Anticipated	A-2a	712,900.29	712,900.29				
		<u>13,967,057.48</u>	<u>1,176,853.90</u>		<u>1,000,056.11</u>	<u>10,580,517.43</u>	<u>1,209,630.04</u>
Balance, December 31, 2014	A	<u>\$ 1,201,623.85</u>	<u>\$ 914,020.87</u>	<u>\$ 53,995.95</u>	<u>\$ 53,599.68</u>	<u>\$ 180,007.35</u>	<u>\$</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

INTERFUND PAYABLE
FEDERAL AND STATE GRANT FUND
YEAR ENDED DECEMBER 31, 2014

A-28

	<u>Ref.</u>	<u>General Trust Fund</u>
Balance, December 31, 2013	A	<u>\$ 131,526.35</u>
Balance, December 31, 2014	A	<u>\$ 131,526.35</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

COUNTY TAXES
YEAR ENDED DECEMBER 31, 2014

A-29

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 73,128.21
Increased by:		
Tax Levy		\$ 32,854,093.69
Open Space		997,895.43
Added and Omitted		81,335.98
	A-1, A-2c, A-10	33,933,325.10
		34,006,453.31
Decreased by		
Payments	A-4	33,925,117.33
Balance, December 31, 2014	A	\$ 81,335.98

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
CURRENT FUND

LOCAL SCHOOL DISTRICT TAX
YEAR ENDED DECEMBER 31, 2014

A-30

	<u>Ref</u>	
Balance, December 31, 2013	Below	\$ 48,754,849.00
Increased by:		
Levy - School Year July 1, 2014 to June 30, 2015	A-1, A-2c, A-10	101,492,086.00
		<u>150,246,935.00</u>
Decreased by:		
Payments	A-4	99,500,892.00
		<u>99,500,892.00</u>
Balance, December 31, 2014:		
Deferred School Tax	Below	\$ 48,754,849.00
School Tax Payable	A	1,991,194.00
		<u>50,746,043.00</u>
		<u>\$ 50,746,043.00</u>
<u>Analysis of Deferred School Tax</u>		
Deferred School Tax December 31, 2013	Above	\$ 48,754,849.00
Deferred School Tax December 31, 2014	Above	<u>48,754,849.00</u>
		<u>\$</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

SPECIAL IMPROVEMENT DISTRICT TAXES PAYABLE A-31
YEAR ENDED DECEMBER 31, 2014

	<u>Ref.</u>	
Increased by:		
2014 Tax Levy	A-1, A-2c, A-10	\$ 480,696.00
Decreased by		
Payments	A-4	<u>480,696.00</u>
Balance, December 31, 2014		<u>\$</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

CAPITAL NOTE PAYABLE
YEAR ENDED DECEMBER 31, 2014

A-32

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 534,000.00
Increased by:		
Cash Receipts	A-4	<u>356,000.00</u>
		890,000.00
Decreased by:		
Cash Disbursements	A-4	<u>534,000.00</u>
Balance, December 31, 2014	A	<u>\$ 356,000.00</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

PREPAID TAXES
YEAR ENDED DECEMBER 31, 2014

A-33

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 834,515.96
Increased by:		
Cash Receipts	A-5	1,146,219.84
		<u>1,980,735.80</u>
Decreased by:		
Applied to Taxes Receivable	A-10	834,515.96
		<u>834,515.96</u>
Balance, December 31, 2014	A	<u>\$ 1,146,219.84</u>

PREPAID PAYMENT IN LIEU OF TAXES
YEAR ENDED DECEMBER 31, 2014

A-34

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 1,583.39
Decreased by:		
Applied to Revenue Accounts Receivable	A-15	1,583.39
		<u>1,583.39</u>
Balance, December 31, 2014		<u>\$</u>

TOWNSHIP OF MONTCLAIR
CURRENT FUND

DUE TO ESSEX COUNTY
FEDERAL AND STATE GRANT FUND
YEAR ENDED DECEMBER 31, 2014

A-35

	<u>Ref.</u>	
Balance, December 31, 2013	A	<u>\$ 86,975.50</u>
Balance, December 31, 2014	A	<u>\$ 86,975.50</u>

TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND

APPROPRIATED RESERVES
YEAR ENDED DECEMBER 31, 2014

A-36
Sheet # 1

	Balance Dec. 31, 2013	Transferred from Budget Appropriation	Expended Cash Disbursements	Adjustment/ Canceled	Balance Dec. 31, 2014
<u>Grants</u>					
Municipal Alliance on Alcohol and Drug Abuse					
2014	\$	\$	\$	\$	\$
2013	32,171.03	41,550.00	5,054.37		36,495.63
Clean Communities Program:			31,670.03		501.00
2014					
2013	63,632.97		63,632.97		
Historic Trust - Watchung Plaza	6,928.00				6,928.00
Recycling Tonnage Grant		28,565.89	28,565.89		
Safe and Secure Communities	8,975.00				8,975.00
Nonpublic School Nursing:					
2015		160,486.00			160,486.00
2014		129,001.00	95,963.11		33,037.89
2013	39,330.40		39,271.68		58.72
Body Armor Replacement Fund:					
2013	21,664.11		18,972.92		2,691.19
2012	2,056.43		2,056.43		
Edward Byrne Juvenile Assistance Program		4,724.00	2,800.00		1,924.00
Alcohol Education, Rehabilitation and Enforcement Fund:					
2014		1,772.40			1,772.40
2013	5,161.93				5,161.93
2011	6,687.90				6,687.90
2010	4,726.49		2,400.00		2,326.49
Drunk Driving Enforcement Fund	2,913.08				2,913.08
Essex Regional Health	855.00		600.15	254.85	
Essex County Division on Aging:					
Senior Citizen Public Health Nursing:					
2012	286.00			286.00	
Citizens Services:					
2014		14,561.00	15,504.00	(943.00)	
N.J. Highway Traffic Safety:					
Bicycle Safety Grant		12,720.00	5,220.00		7,500.00
Click It or Ticket	2,600.00	8,000.00	1,800.00		8,800.00
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
Drive Sober or Get Pulled Over - 2014		4,000.00			4,000.00
COPS in Shops		2,000.00			2,000.00

TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND

APPROPRIATED RESERVES
YEAR ENDED DECEMBER 31, 2014

A-36
Sheet # 2

	Balance Dec. 31, 2013	Transferred from Budget Appropriation	Expended Cash Disbursements	Adjustment/ Canceled	Balance Dec. 31, 2014
Highway Safety Grant	\$ 1,741.00	\$	\$ 1,741.00	\$	\$
Pedestrian Safety Grant	15,000.00		9,709.00		5,291.00
Pedestrian Safety Grant		12,000.00	4,350.00		7,650.00
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	9,220.00				9,220.00
Engineer	22,752.00				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		2,560.00			2,560.00
Safe and Secure	60,000.00				60,000.00
NJEDA - Hazardous Discharge	103,612.00		35,246.78		68,365.22
DOT - Transit Village	24,141.12		8,495.00		15,646.12
Historic Preservation - 2013	2,800.00		2,800.00		
Essex Cty. PARIS - Police Records	12,350.00		9,850.00		2,500.00
National Association of County Health					
Officers:					
2014		3,500.00	225.00		3,275.00
2013	4,000.00				4,000.00
2011	4,027.71			267.99	3,759.72
2008	259.16		125.00	134.16	

TOWNSHIP OF MONTCLAIR
FEDERAL AND STATE GRANT FUND

APPROPRIATED RESERVES
YEAR ENDED DECEMBER 31, 2014

A-36
Sheet #3

	Balance Dec. 31, 2013	Transferred from Budget Appropriation	Expended Cash Disbursements	Adjustment/ Canceled	Balance Dec. 31, 2014
Fire Incentive Grant	\$ 1,000.00	\$	\$	\$	\$ 1,000.00
Emergency Preparedness Grant - 2009	791.75				791.75
Mountainside Health Foundation: 2010	9,500.00		359.27		9,140.73
Historic Preservation	23,500.00		22,975.78		524.22
NJ Department of Transportation		263,820.00		263,820.00	
Sustainable Jersey Small Grant: 2014		20,000.00	20,000.00		
2010	2,083.00				2,083.00
Cable Communication Grant	15,000.00	5,000.00			20,000.00
Police Donation		250.00			250.00
Partners for Health	64,635.00		25,413.50		39,221.50
Partners for Health - 2014		10,000.00	2,583.46		7,416.54
Partners for Health - Senior AMA		4,950.00	3,625.42		1,324.58
Partners in Health Foundation - TV 34 News and Views: 2010	909.95		85.20		824.75
	<u>\$ 1,067,830.24</u>	<u>\$ 729,460.29</u>	<u>\$ 463,953.61</u>	<u>\$ 263,820.00</u>	<u>\$ 1,069,516.92</u>
Reference	A	Below	A-18	A-16	A
	Ref.				
Grant Awards	A-16	\$ 712,900.29			
Grant Match	A-18	16,560.00			
		<u>\$ 729,460.29</u>			

See Independent Auditors' Report.

TOWNSHIP OF MONTCLAIR
CURRENT FUND

ACCUMULATED REVENUE UNAPPROPRIATED
YEAR ENDED DECEMBER 31, 2014

A-37

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
<u>Current Fund</u>				
Proceeds from Sale of Municipal Assets	\$ 853,569.38	\$	\$	\$ 853,569.38
<u>Ref.</u>	A			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	
Haamzardous Discharge Program		25,190.33		25,190.33
Bullet Proof Vest Program		9,899.00		9,899.00
Drive Sober or Get Pulled over		9,400.00		9,400.00
Juvenile Assistance Grant	4,724.00	14,330.00	4,724.00	14,330.00
Donation - Police	250.00		250.00	
Body Amor Grant		9,356.89		9,356.89
Clean Communities		59,671.51		59,671.51
Alcohol, Education and Rehabilitation Cops in Shops	2,000.00	1,600.00	2,000.00	1,600.00
	<u>\$ 39,539.89</u>	<u>\$ 129,447.73</u>	<u>\$ 39,539.89</u>	<u>\$ 129,447.73</u>
<u>Ref.</u>	A	A-18	A-16	A

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
YEAR ENDED DECEMBER 31, 2014

B-2

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>
Balance, December 31, 2013	B	\$ 56,661.84	\$ 4,498,438.31
Increased by:			
Due from Montclair Housing Agency	B-5	\$	\$ 999.96
Community Development Block Grants	B-6		248,660.43
Interfunds Receivable	B-7		844,141.36
Various Reserves and Deposits	B-10		4,369,902.99
Section 8 Voucher Program	B-14		3,651,252.19
State Registration Fees	B-8	1,320.00	
Donations for Animal Shelter	B-15	9,874.99	
Collection of Animal Control Fees	B-16	12,760.85	
State Unemployment Compensation Insurance	B-17		49.80
		<u>23,955.84</u>	<u>9,115,006.73</u>
		80,617.68	13,613,445.04
Decreased by:			
Interfunds Receivable	B-7		624,633.80
Payments to State	B-8	1,330.20	
Various Reserves and Deposits	B-10		5,143,188.58
Community Development Block Grants	B-13		248,660.43
Section 8 Voucher Program	B-14		3,576,066.00
Animal Shelter Expenditures	B-15	5,292.96	
Expenditures Under R.S. 4:19-15.11	B-16	600.00	
		<u>7,223.16</u>	<u>9,592,548.81</u>
Balance, December 31, 2014	B	<u>\$ 73,394.52</u>	<u>\$ 4,020,896.23</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

ANALYSIS OF ASSESSMENT CASH AND INVESTMENTS
YEAR ENDED DECEMBER 31, 2014

B-3

	<u>Balance</u> <u>December 31, 2013</u>	<u>Balance</u> <u>December 31, 2014</u>
<u>General Accounts</u>		
Fund Balance	\$ 8,441.90	\$ 8,441.90
Current Fund Interfund	(53,995.95)	(53,995.95)
General Trust Fund Interfund	(8,757.15)	(8,757.15)
General Capital Fund Interfund	<u>54,311.20</u>	<u>54,311.20</u>
	<u>\$</u>	<u>\$</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

ASSESSMENTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

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, 2013</u>		<u>Balance December 31, 2014</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>\$ 10.65</u>	<u>\$</u>	<u>\$ 10.65</u>
				<u>Ref.</u>		B		B

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

DUE FROM MONTCLAIR HOUSING AGENCY
YEAR ENDED DECEMBER 31, 2014

B-5

Balance, December 31, 2013	<u>Ref.</u>	\$ 34,730.80
	B	
Decreased by:		
Collections	B-2	<u>999.96</u>
Balance, December 31, 2014	B	<u>\$ 33,730.84</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

B-6

Program Year	Description	Balance Dec. 31, 2013	2014 Grants	Collections	Canceled	Balance Dec. 31, 2014
2013	Glenridge Avenue Streetscape Phase II	\$ 180,000.00	\$	\$ 133,292.23	\$ 46,707.77	\$
2012	Glenridge Avenue Streetscape	179,727.00		115,368.20	64,358.80	
2012	Glenridge Avenue Streetscape Phase II		<u>161,165.00</u>			<u>161,165.00</u>
		<u>\$ 359,727.00</u>	<u>\$ 161,165.00</u>	<u>\$ 248,660.43</u>	<u>\$ 111,066.57</u>	<u>\$ 161,165.00</u>
	<u>Ref.</u>	B	B-13	B-2	B-12	B

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

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, 2013	B	\$ 62,753.10	\$ 53,995.95	\$ 8,757.15	\$ 516,306.71	\$	342,737.79	\$ 131,526.35	\$ 2,500.00	\$ 39,542.57
Increased by:										
Advances	B-2				624,633.80	120,459.05	504,174.75			
Special Deposits	B-10				34,614.50		34,614.50			
					659,248.30	120,459.05	538,789.25			
		<u>62,753.10</u>	<u>53,995.95</u>	<u>8,757.15</u>	<u>1,175,555.01</u>	<u>120,459.05</u>	<u>881,527.04</u>	<u>131,526.35</u>	<u>2,500.00</u>	<u>39,542.57</u>
Decreased by:										
Settlements	B-2				844,141.36	16,214.00	827,927.36			
Special Deposits	B-10				43,505.40	43,505.40				
					887,646.76	59,719.40	827,927.36			
Balance, December 31, 2014	B	<u>\$ 62,753.10</u>	<u>\$ 53,995.95</u>	<u>\$ 8,757.15</u>	<u>\$ 287,908.25</u>	<u>\$ 60,739.65</u>	<u>\$ 53,599.68</u>	<u>\$ 131,526.35</u>	<u>\$ 2,500.00</u>	<u>\$ 39,542.57</u>

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TOWNSHIP OF MONTCLAIR
TRUSTS FUNDS

DUE TO STATE OF NEW JERSEY
YEAR ENDED DECEMBER 31, 2014

B-8

	<u>Ref.</u>		
Balance, December 31, 2013	B		\$ 478.20
Increased by:			
Registration Fees		\$ 930.00	
Pilot Clinic Fund Fees		186.00	
Population Control Fees		204.00	
	B-2	1,320.00	1,798.20
Decreased by			
Payments	B-2		1,330.20
Balance, December 31, 2014	B		\$ 468.00

ACCOUNTS PAYABLE
YEAR ENDED DECEMBER 31, 2014

B-9

	<u>Ref.</u>		
Increased by:			
Special Deposits	B-10		\$ 1,000.00
Section 8 Voucher Program	B-14		2,887.18
Balance, December 31, 2014	B		\$ 3,887.18

TOWNSHIP OF MONTCLAIR
GENERAL TRUST FUND

SPECIAL DEPOSITS
YEAR ENDED DECEMBER 31, 2014

B-10

	Balance Dec. 31, 2013	Receipts	Disbursements	Adjustment	Balance Dec. 31, 2014
Recycling Program	\$ 2,951.90	\$ 1,042,943.81	\$ 1,113,208.31	\$ 67,312.60	\$
Railroad Station Projects	206,593.16	60,100.00	4,768.03	(43,505.40)	218,419.73
Recreation	50,844.42	57,365.00	36,947.46		71,261.96
Parking Adjudication Fines	103,957.98	27,898.00			131,855.98
D.A.R.E. Donations	3,147.13				3,147.13
Uniform Fire Safety Act	52,893.83	142,612.73	142,749.25		52,757.31
Child Fire Safety	4,751.00		897.00		3,854.00
Body Armor Settlement					
Police Off-Duty	37,906.45	1,169,252.67	1,174,267.06		32,892.06
Firemen Off-Duty	8,600.00	29,896.31	28,688.24		9,808.07
Reserve for First Nite	9,684.68				9,684.68
Developers' Escrow	30,981.59	5.97	1,000.00		29,987.56
Performance Bonds	8,881.18				8,881.18
Planning Escrow Deposits	183,807.75	82,390.75			266,198.50
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	34,307.53	1,122.00			35,429.53
Snow Removal	405,948.62		262,365.40		143,583.22
Collector's Redemption Account	420,010.37	425,453.13	695,850.72		149,612.78
Public Defender Application Fees	104.00	10,885.50	45,500.00	34,614.50	104.00
Reserve for 4th of July		10,000.00	9,064.00		936.00
Contribution - Public Memorials	600.00				600.00
Other	3,470.00	20.00			3,490.00
Edgemont Memorial	1,736.64		211.00		1,525.64
Edgemont Playground	2,068.20				2,068.20
Various Self-Insurances	31,724.44				31,724.44
Health Program	129,405.00	10,879.75	6,049.44		134,235.31
Forfeited Assets	14,945.05	6,643.14	486.00		21,102.19
Cultural Affairs	2,150.00	850.00			3,000.00
Voucher Program - COAH	445,477.74	174,584.23	29,136.67		590,925.30
Crime Prevention	100.00				100.00
Accumulated Absences	430,034.35				430,034.35
Premium on Tax Sales	2,159,000.00	1,117,000.00	1,592,000.00	(1,000.00)	1,683,000.00
Municipal Alliance Contribution	2,100.00				2,100.00
	<u>\$ 4,890,088.05</u>	<u>\$ 4,369,902.99</u>	<u>\$ 5,143,188.58</u>	<u>\$ 57,421.70</u>	<u>\$ 4,174,224.16</u>

Ref. B B-2 B-2 Below B

Ref.

Deferred Charge - Overexpenditure of Reserve
Interfunds Receivable (Net)
Accounts Payable

B \$ 67,312.60
B-7 (8,890.90)
B-9 (1,000.00)

Above \$ 57,421.70

TOWNSHIP OF MONTCLAIR
TRUSTS FUNDS

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2014

B-11

	<u>Ref.</u>	Assessment Trust Fund General Capital Fund	Total Animal Control Trust Fund	<u>Animal Control Trust Fund</u>		Total General Trust Fund	Assessment Trust Fund
				Current Fund	General Trust Fund		
Balance, December 31, 2014 and 2013	B	<u>\$ 54,311.20</u>	<u>\$ 2,503.00</u>	<u>\$ 3.00</u>	<u>\$ 2,500.00</u>	<u>\$ 8,757.15</u>	<u>\$ 8,757.15</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ASSESSMENTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

B-12

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2013 Unpledged</u>	<u>Applied to Fund Balance</u>	<u>Balance Dec. 31, 2014 Unpledged</u>
02-41	Resurfacing and Curbing of Briar Hill Road	\$ 10.65	\$	\$ 10.65
	<u>Ref.</u>	B		B

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT EXPENDITURES
YEAR ENDED DECEMBER 31, 2014

B-13

Program Year	Analysis of Balance	Balance Dec. 31, 2013	2014 Grants	Expenditures	Canceled	Balance Dec. 31, 2014
2012	Glenridge Avenue Streetscape	\$ 179,727.00	\$	\$ 115,368.20	\$ 64,358.80	\$
2013	Glenridge Avenue Streetscape Phase II	180,000.00		133,292.23	46,707.77	
2014	Glenridge Avenue Streetscape Phase III		161,165.00			161,165.00
		<u>\$ 359,727.00</u>	<u>\$ 161,165.00</u>	<u>\$ 248,660.43</u>	<u>\$ 111,066.57</u>	<u>\$ 161,165.00</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, 2014

B-14

	<u>Ref.</u>	
Balance, December 31, 2013	B	\$ 89,451.25
Increased by:		
Housing and Urban Development Assistance:		
Cash Received		\$ 3,212,569.36
Interest Earned		660.06
Payments Received from Other Municipalities and Other Sources		<u>438,022.77</u>
	B-2	<u>3,651,252.19</u>
		<u>3,740,703.44</u>
Decreased by:		
Housing Assistance Payments - Includes		
HAP Portability-In		3,320,232.51
Administrative Expenses		<u>255,833.49</u>
	B-2	<u>3,576,066.00</u>
Accounts Payable - Administrative	B-9	<u>2,887.18</u>
		<u>3,578,953.18</u>
Balance, December 31, 2014	B	<u>\$ 161,750.26</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ANIMAL SHELTER EXPENDITURES
YEAR ENDED DECEMBER 31, 2014

B-15

	<u>Ref.</u>	
Balance, December 31, 2013	B	\$ 30,453.82
Increased by:		
Donations	B-2	9,874.99
		<u>40,328.81</u>
Decreased by:		
Expenditures	B-2	5,292.96
		<u>5,292.96</u>
Balance, December 31, 2014	B	<u>\$ 35,035.85</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES
YEAR ENDED DECEMBER 31, 2014

B-16

	<u>Ref.</u>		
Balance, December 31, 2013	B		\$ 23,226.82
Increased by:			
Dog License Fees Collected		\$ 10,045.00	
Late Fees and Replacement Fees		1,273.00	
Cat License Fees Collected		650.00	
Unidentified		<u>792.85</u>	
	B-2		<u>12,760.85</u>
			<u>35,987.67</u>
Decreased by:			
Expenditures Under R.S. 4:19-15.11	B-2		<u>600.00</u>
Balance, December 31, 2014	B		<u>\$ 35,387.67</u>

TOWNSHIP OF MONTCLAIR
TRUST FUNDS

RESERVE FOR STATE UNEMPLOYMENT TRUST FUND EXPENDITURES B-17
YEAR ENDED DECEMBER 31, 2014

	<u>Ref.</u>	
Balance, December 31, 2013	B	\$ 61,179.37
Increased by:		
Interest Earned	B-2	<u>49.80</u>
Balance, December 31, 2014	B	<u>\$ 61,229.17</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

CASH RECEIPTS AND DISBURSEMENTS
YEAR ENDED DECEMBER 31, 2014

C-2

	<u>Ref.</u>		
Balance, December 31, 2013	C		\$ 10,584,290.01
Increased by Receipts:			
Premium on Sale of Notes and Bonds	C-1	\$ 94,774.06	
Note Receivable	C-5	534,000.00	
Grants Receivable	C-4	557,373.37	
Interfunds Receivable	C-7	12,015,515.39	
Deferred Charges to Future Taxation - Unfunded	C-9	1,083,628.45	
Capital Improvement Fund	C-11	163,903.00	
Interfunds Payable	C-12	1,736,382.96	
Reserve for Cost of Issuance	C-13	14,494.04	
Reserve to Pay Debt Service	C-16	168,071.96	
Bond Anticipation Notes Issued	C-17	<u>9,560,640.00</u>	
			<u>25,928,783.23</u>
			36,513,073.24
Increased by Disbursements:			
Revenue Realized in Current Fund	C-1	247,000.00	
Interfunds Receivable	C-7	11,837,861.36	
Notes Receivable	C-5	356,000.00	
Interfunds Payable	C-12	1,799,692.04	
Reserve to Pay Debt Service	C-16	901,100.00	
Improvement Authorizations	C-10	9,585,104.20	
Bond Anticipation Notes Redeemed	C-17	<u>6,501,700.00</u>	
			<u>31,228,457.60</u>
Balance, December 31, 2014	C		<u>\$ 5,284,615.64</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH
YEAR ENDED DECEMBER 31, 2014

	Balance December 31, 2013	Receipts		Disbursements			Transfers		Balance December 31, 2014
		Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Improvement Authorizations</u>									
General Improvements:									
#00-29	\$	\$	\$	\$	\$	\$	\$	\$	\$
#01-19	2,077.40	6,157.00	343.00	1,856.99	6,500.00				220.41
#01-20	1,136.76			243.01					893.75
#01-22	79,480.00			32,950.14					46,529.86
#02-11		108,189.00	6,011.00		114,200.00				
#03-08		114,966.00	6,834.00		121,800.00				
#03-41	45,655.70			14,212.04					31,443.66
#03-44	37,024.81								37,024.81
#03-45	23,402.17								23,402.17
#04-08	2,163.80								2,163.80
#04-09	43,329.13				7,400.00		35,929.13		
#04-10	11,376.23						11,376.23		
#04-20	115.55	3,840.00	219.45		4,175.00				
#04-35	64,225.11			19,682.00	2,600.00		41,943.11		
#04-45	70,645.82			43,580.27			27,065.55		
#04-46	124,990.34						78,990.34		46,000.00
#04-47	1,605.71						1,605.71		
#04-48	27,356.27						26,252.27		1,104.00
#04-49	(14,298.72)	129,019.00	5,531.00		134,550.00				(14,298.72)
#05-08	82,136.01						82,136.01		
#05-15	(1,637.09)								(1,637.09)
#05-25	655.89						588.02		67.87
#05-37	(10,153.49)	10,152.00	7.00		475.00				(469.49)
#05-40, 07-52	1,126,544.50			(24,602.52)			1,072,333.30		78,813.72
#06-01	93,554.51								93,554.51
#06-37	940,818.25			302,700.75					638,117.50
#06-78	(88.36)			931.00					(1,019.36)
#07-06	(65,879.63)			41,149.72					(107,029.35)
#07-19	(287,885.89)								(287,885.89)
#07-34, 08-25	136,647.99			22,884.27					113,763.72
#07-40	2,564.31								2,564.31
#07-41	723,210.88			38,589.97					684,620.91
#08-10	297,213.57			16,537.32			150,000.00		130,676.25
#08-43	(40,933.12)								(40,933.12)
#08-44	270,154.06			232,779.11					37,374.95
#09-11	(20,645.62)			3,900.00					(24,545.62)
#09-16, 09-51	178,505.04			144,402.42					34,102.62
#09-52a	587,770.02			155,650.91					432,119.11
#09-52b1	4,704.00			105,315.00					(100,611.00)
#09-52b2	19,000.00								19,000.00
#09-65	(112,000.00)		312,000.00		312,000.00				(112,000.00)
#10-12	(14,901.97)	62,000.00		27,768.41					19,329.62

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH
YEAR ENDED DECEMBER 31, 2014

	Receipts			Disbursements			Transfers		Balance December 31, 2014
	Balance December 31, 2013	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
#10-13	\$ (487,736.32)	\$ 508,000.00	\$	\$	\$	\$	\$	\$	\$ 20,263.68
#10-70	10,819.00	189,384.00	10,616.00	5,354.76	200,000.00				5,464.24
#11-14	74,419.57								74,419.57
#11-18	25,455.40	48,275.00	1,725.00	28,337.00	50,000.00				(2,881.60)
#11-19	155,402.18		80,609.00	720.00					215,291.18
#11-20	(149,056.31)	482,758.00	17,242.00	35,143.03	500,000.00				(184,199.34)
#11-67	53,431.97								53,431.97
#11-72		2,892,400.00	723,100.00		3,615,500.00				
#12-17				43,505.40				43,505.40	
#12-26	(507,269.12)	507,000.00	242.00	720.00					(747.12)
#12-27	8,912.59	50,000.00		720.00	50,000.00				8,192.59
#12-31	(16,770.62)	332,500.00		107,375.00	202,500.00				5,854.38
#12-35	64,808.81			43,303.15					21,505.66
#12-36	(32,748.18)	315,000.00		276,457.00					5,794.82
#12-40	(504,152.58)	558,000.00		53,878.96					(31.54)
#12-41	(217,185.79)			465,967.35				115,368.20	(567,784.94)
#12-42	(143,093.36)	143,000.00							(93.36)
#13-18	(12,480.00)	33,000.00		14,547.40					5,972.60
#13-20	8,150.00	163,000.00		155,096.58					18,053.42
#13-31	147,324.67			86,813.11					60,511.56
#13-43	140,629.19			102,129.51					38,499.68
#13-48	475,000.00			475,000.00					
#13-49	266,097.34			200,785.95					65,311.39
#13-74	214,500.00			75,786.32					138,713.68
#14-03/14-34			496,522.37	183,524.21				55,710.00	368,708.16
#14-04				311,560.28				21,250.00	(290,310.28)
#14-05				1,421,610.43			104,245.05	118,165.00	(1,407,690.48)
#14-06				780,563.42				48,000.00	(732,563.42)
#14-09				441,166.47				23,400.00	(417,766.47)
#14-22				35,610.40				150,000.00	114,389.60
#14-23				10,600.40				147,500.00	136,899.60
#14-25				984.50				62,000.00	61,015.50
#14-26				82,909.09				23,000.00	(59,909.09)
#14-27				998,541.44				68,500.00	(930,041.44)
#14-35				600.00				26,750.00	26,150.00
#14-36				600.00				12,626.00	12,026.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

ANALYSIS OF CASH
YEAR ENDED DECEMBER 31, 2014

	Receipts			Disbursements			Transfers		Balance December 31, 2014
	Balance December 31, 2013	Bond Anticipation Notes	Other	Improvement Authorizations	Bond Anticipation Notes	Other	From	To	
<u>Improvement Authorizations</u>									
School Improvements:									
#06-30	\$ 431,134.60	\$ 388,000.00	\$	\$ 87,393.99	\$	\$	\$	\$	\$ 731,740.61
#07-26	541,664.44	538,000.00		53,220.00					1,026,444.44
#08-14	(155,324.17)	81,000.00		1,322.04					(75,646.21)
#09-20	83,329.99	82,000.00		795.37					164,534.62
#10-28	877,527.52			84,704.23					792,823.29
#11-41	(168,353.88)	325,000.00		168,588.21					(11,942.09)
#12-32	(567,670.98)	1,177,000.00		393,268.87	1,180,000.00			900,000.00	(63,939.85)
#13-17/13-67	1,098,845.27	313,000.00		1,175,369.52					236,475.75
<u>Other Accounts</u>									
Fund Balance	3,272,578.17		94,774.06			247,000.00	1,047,500.00	1,378,219.67	3,451,071.90
Capital Improvement Fund	305,213.83		163,903.00				459,401.00		9,715.83
Due from Improvement District	(15,000.00)								(15,000.00)
Cost of Issuance			14,494.04						14,494.04
Note Receivable	(534,000.00)		534,000.00			356,000.00			(356,000.00)
General Trust Fund			102,947.92				43,505.40	104,245.05	60,739.65
Current Fund Interfund	(106,478.01)		11,764,332.02			11,837,861.36			(180,007.35)
Federal and State Grant Fund Interfund	127,125.00						115,368.20		11,756.80
Assessment Trust Fund Interfund	(54,311.20)								(54,311.20)
Water Operating Fund Interfund			919,460.00			919,460.00			
Parking Utility Operating Fund Interfund	56,760.54		713,975.04			770,735.58			
Parking Utility Capital Fund Interfund	(251,183.37)		251,183.37						
Water Capital Fund Interfund	13,630.22								13,630.22
Sewer Operating Fund Interfund	6,548.54					6,548.54			
Reserve for Future Improvements									
Reserve for Repayment of UDAG	26,955.51								26,955.51
Reserve for Debt Service	1,591,199.61		168,071.96			901,100.00			858,171.57
	<u>\$ 10,584,290.01</u>	<u>\$ 9,560,640.00</u>	<u>\$ 16,368,143.23</u>	<u>\$ 9,585,104.20</u>	<u>\$ 6,501,700.00</u>	<u>\$ 15,141,653.40</u>	<u>\$ 3,298,239.32</u>	<u>\$ 3,298,239.32</u>	<u>\$ 5,284,615.64</u>

Ref. C

C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

C-4

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance December 31, 2013</u>	<u>Grants</u>	<u>Decrease</u>	<u>Balance December 31, 2014</u>
<u>Federal Grants</u>					
County of Essex:					
Community Development Block					
Grants:					
12-17	Glenridge Avenue Streetscape - Phase II & III	\$	\$ 294,457.23	\$ 133,292.23	\$ 161,165.00
<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:					
12-26	South Mountain Avenue - Sec. 2	60,851.00		60,851.00	
12-41	Union Street Section 1	59,425.00	197,865.00	197,865.00	59,425.00
14-03	Union Street Section 2	221,330.00		165,365.14	55,964.86
		<u>\$ 1,341,806.00</u>	<u>\$ 492,322.23</u>	<u>\$ 557,373.37</u>	<u>\$ 1,276,554.86</u>
	<u>Ref.</u>	C	C-15	C-2	C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

NOTE RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

C-5

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 534,000.00
Increased by:		
Cash Disbursements	C-2	<u>356,000.00</u>
		890,000.00
Decreased by:		
Cash Receipts	C-2	<u>534,000.00</u>
Balance, December 31, 2014	C	<u><u>\$ 356,000.00</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DUE FROM IMPROVEMENT DISTRICT
YEAR ENDED DECEMBER 31, 2014

C-6

	<u>Ref.</u>	
Balance, December 31, 2013	C	<u>\$ 15,000.00</u>
Balance, December 31, 2014	C	<u>\$ 15,000.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

C-7

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Assessment Trust Fund</u>	<u>Parking Utility Capital Fund</u>
Balance, December 31, 2013	C	\$ 411,972.58	\$ 106,478.01	\$ 54,311.20	\$ 251,183.37
Increased by:					
Advances	C-2	11,837,861.36	11,837,861.36		
		<u>12,249,833.94</u>	<u>11,944,339.37</u>	<u>54,311.20</u>	<u>251,183.37</u>
Decreased by:					
Settlements	C-2	12,015,515.39	11,764,332.02		251,183.37
Balance, December 31, 2014	C	<u>\$ 234,318.55</u>	<u>\$ 180,007.35</u>	<u>\$ 54,311.20</u>	<u>\$</u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
YEAR ENDED DECEMBER 31, 2014

C-8

	<u>Ref.</u>		
Balance, December 31, 2013	C		\$ 141,859,824.05
Increased by:			
Refunding Bonds Issued:			
School Issue	C-21	\$ 11,855,000.00	
General Issue	C-22	<u>14,960,000.00</u>	
			<u>26,815,000.00</u>
			168,674,824.1
Decreased by:			
Refunded Bonds	C-21,22	28,280,000.00	
Budget Appropriation:			
Downtown Business District Loan	C-20	32,666.67	
Green Acres Loan	C-18	25,003.25	
Infrastructure Loan	C-19	41,833.29	
School Bonds	C-21	5,360,000.00	
Municipal Bonds	C-22	<u>3,885,000.00</u>	
			<u>37,624,503.21</u>
Balance, December 31, 2014	C		<u>\$ 131,050,320.84</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
YEAR ENDED DECEMBER 31, 2014

Ordinance Number	Improvements	Balance Dec. 31, 2013	2014 Authorizations	Canceled	Collections	Funded by Budget Appropriation	Balance Dec. 31, 2014	December 31, 2014		Unexpended Improvement Authorization
								Bond Anticipation Notes	Expended	
00-29	Various Capital Improvements	\$ 6,500.00	\$	\$	\$ 343.00	\$	\$ 6,157.00	\$ 6,157.00	\$	\$
02-11	Reconstruction of Various Streets	114,200.00			5,011.00		108,189.00	108,189.00		
03-08	Various Street Improvements (DOT)	121,800.00			6,834.00		114,966.00	114,966.00		
04-09	Development of Calming Plan for the Nishuane Road and Enfield, Virginia and Franklin Avenues Area (CDBG)	7,400.00		7,400.00						
04-20	Streetscape Improvements on Valley Road	4,175.00		115.55	219.45		3,840.00	3,840.00		
04-35	Reconstruction of Sanitary Sewer System	2,600.00		2,600.00						
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	277,000.00			5,531.00		271,469.00	129,019.00	14,298.72	128,151.28
05-08	Acquisition of Communication Equipment	15,000.00		15,000.00						
05-15	Refunding Bond	1,637.09					1,637.09		1,637.09	
05-25	Renovation of Police Dispatch Control	3,924.00		3,924.00						
05-37	Acquisition of Land	23,000.00		12,371.51	7.00		10,621.49	10,152.00	469.49	
05-40	Various Capital Improvements	26,111.04		26,111.04			(0.00)			
06-37	Various Capital Improvements	368,092.47					368,092.47			368,092.47
06-78	Preliminary Design and Planning of Day Care Facility	1,750.00					1,750.00		1,019.36	730.64
07-06	Various Capital Improvements	237,075.00					237,075.00		107,029.35	130,045.65
07-19	Acquisition of Property	295,000.00					295,000.00		287,885.89	7,114.11
07-34,8-25	Various Capital Improvements	60,125.00					60,125.00			60,125.00
07-40	Various Library Capital Improvements	2,500.00					2,500.00			2,500.00
07-41	Various Capital Improvements	68,780.68					68,780.68			68,780.68
8-43	Removal and Replacement of Trees	38,100.00					38,100.00		23,933.12	14,166.88
8-44	Various Capital Improvements	342,512.70					342,512.70			342,512.70
9-11	Orange Road Redevelopment	25,000.00					25,000.00		20,220.62	4,779.38
9-16,9-51	Various Capital Improvements	48,500.00					48,500.00			48,500.00
9-52a	Various Capital Improvements	92,715.96					92,715.96			92,715.96
9-52b1	Improvements to Clary Anderson Arena	142,500.00					142,500.00		100,611.00	41,889.00
9-65	Tax Appeals Refunding	424,000.00			312,000.00		112,000.00		112,000.00	
10-12	Multi-purpose	101,639.36					101,639.36	62,000.00		39,639.36
10-13	Traffic Calming Improvements	526,700.00					526,700.00	508,000.00		18,700.00
10-70	Multi-purpose	308,750.00			10,816.00		298,134.00	189,384.00		108,750.00
11-18	Shade Tree Improvements	71,250.00			1,725.00		69,525.00	48,275.00	2,881.60	18,368.40
11-19	Improvements to South Mountain Ave	60,609.00			60,609.00					
11-20	Improvements to Edgemont Pond	1,000,000.00			17,242.00		982,758.00	482,758.00	280,524.34	219,475.66
11-67	Pavement and Restoration - South Park Place									
11-72	Tax Appeal Refunding	3,615,500.00			723,100.00		2,892,400.00	2,892,400.00		
12-26	Paving South Mountain Arena	726,500.00			242.00		726,258.00	507,000.00	747.12	218,510.88
12-27	Pavement and Restoration - South Park Place	50,000.00					50,000.00	50,000.00		
12-31	Various Capital Improvements	384,037.00					384,037.00	332,500.00		51,537.00
12-36	Various Capital Improvements	812,962.00					812,962.00	315,000.00		497,962.00
12-40	Acquisition of Vehicles	584,250.00					584,250.00	558,000.00	31.54	26,218.46
12-41	Various Capital Improvements	908,600.00			115,368.20		793,231.80		567,784.94	225,446.86
12-42	Acquisition of Ambulance	144,875.00					144,875.00	143,000.00	93.36	1,781.64
13-18	HVAC Upgrades - Firehouse Server	113,430.00					113,430.00	33,000.00		80,430.00
13-20	Police Radio System	171,000.00					171,000.00	163,000.00		8,000.00

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TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
YEAR ENDED DECEMBER 31, 2014

Ordinance Number	Improvements	Balance Dec. 31, 2013	2014 Authorization	Canceled	Collections	Funded by Budget Appropriation	Balance Dec. 31, 2014	Analysis of Balance December 31, 2014		
								Bond Anticipation Notes	Expended	Unexpended Improvement Authorization
14-03	Improvements to Union and Park Streets	\$	\$ 1,058,487.00	\$	\$ 496,522.37	\$	\$ 561,964.63	\$	\$	\$ 561,964.63
14-04	Various Park Improvements		403,750.00				403,750.00		290,310.28	113,439.72
14-05	Various Road Improvements		2,245,127.00				2,245,127.00		1,407,690.48	837,436.52
14-06	Police Radio System		897,000.00				897,000.00		732,563.42	164,436.58
14-09	Acquisition of Vehicles		443,850.00				443,850.00		417,766.47	26,083.53
14-25	Acquisition of Trucks		1,178,000.00				1,178,000.00			1,178,000.00
14-26	Various Capital Improvements		435,300.00				435,300.00		59,909.09	375,390.91
14-27	Various Road Improvements		1,301,500.00				1,301,500.00		930,041.44	371,458.56
14-35	Park Improvements at Washington Field		508,250.00				508,250.00			508,250.00
14-36	Library Improvements		239,894.00				239,894.00			239,894.00
School										
6-30	Various School Improvements	949,840.00					949,840.00	388,000.00		561,840.00
7-26	Various School Improvements	681,520.00					681,520.00	538,000.00		143,520.00
8-14	Various School Improvements	396,848.00					396,848.00	81,000.00	646.21	315,201.79
9-20	Various School Improvements	153,200.00					153,200.00	82,000.00		71,200.00
10-28	Multi-purpose	86,360.00					86,360.00			86,360.00
11-41	Various School Improvements	586,360.00					586,360.00	325,000.00	11,942.09	249,417.91
12-32	Various School Improvements	2,783,440.00				900,000.00	1,883,440.00	1,177,000.00	63,939.85	642,500.15
13-17/13-67	Various School Improvements	1,088,512.28					1,088,512.28	313,000.00		775,512.28
		<u>\$ 19,079,181.58</u>	<u>\$ 8,711,158.00</u>	<u>\$ 90,522.10</u>	<u>\$ 1,756,370.02</u>	<u>\$ 900,000.00</u>	<u>\$ 25,043,447.46</u>	<u>\$ 9,560,640.00</u>	<u>\$ 5,435,976.87</u>	<u>\$ 10,046,830.59</u>
Ref.	C		C-10	C-10	Below	C-1	C	C-17	C-3	C-10
Ref.										
	Cash Receipts			C-2	\$ 1,083,628.45					
	Interfunds Payable			C-12	115,368.20					
	Applied from Reserve for State Grants			C-15	557,373.37					
					<u>\$ 1,756,370.02</u>					

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TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2014

C-10
Sheet 1

Description	Ordinance		Amount	Balance Dec. 31, 2013		2014 Authorizations	Paid or Charged	Canceled	Balance Dec. 31, 2014	
	Number	Date		Funded	Unfunded				Funded	Unfunded
General Improvements										
Reconstruction of Various Streets	01-19	03/07/00	\$ 520,800.00	\$ 2,077.40	\$	\$	\$ 1,856.99	\$	\$ 220.41	\$
Various Capital Improvements	01-20	04/24/01	1,404,810.00	1,135.76			243.01		893.75	
Various Capital Improvements	01-22	04/24/01	2,756,000.00	79,480.00			32,950.14		46,529.86	
Various Capital Improvements	03-41	07/22/03	1,250,100.00	45,655.70			14,212.04		31,443.66	
Various Capital Improvements	03-44	07/22/03	3,042,000.00	37,024.81					37,024.81	
Various Library Capital Improvements	03-45	07/22/03	590,700.00	23,402.17					23,402.17	
Improvement of Streets (CDBG)	04-08	03/30/04	83,000.00	2,163.60					2,163.60	
Development of Calming Plan for the Nishuane Road and Enfield, Virginia and Franklin Avenues Area (CDBG)	04-09	03/30/04	53,267.00	35,929.13	7,400.00				43,329.13	
Street and Drainage Improvements on Bay Street (CDBG)	04-10	03/30/04	124,194.00	11,376.23					11,376.23	
Streetscape Improvements on Valley Road (DOT)	04-20	04/20/04	203,685.00		115.55				115.55	
Reconstruction of Sanitary Sewer System	04-35	03/30/04	970,000.00	81,625.11	2,600.00		19,682.00		44,543.11	
Various Capital Improvements	04-45	03/30/04	1,695,200.00	70,645.82			43,580.27		27,065.55	
Various Capital Improvements	04-46	03/30/04	1,595,800.00	124,990.34					78,990.34	46,000.00
Various Capital Improvements	04-47	08/10/04	248,600.00	1,605.71	1,000.00				2,605.71	
Various Capital Improvements	04-48	08/10/04	2,954,000.00	27,356.27					48,252.27	1,104.00
Various Library Capital Improvements	04-49	08/10/04	501,700.00		128,151.28					128,151.28
Acquisition of Communication Equipment	05-08	02/22/05	1,700,000.00	82,136.01	15,000.00				97,136.01	
Renovation of Police Dispatch Control	05-25	05/17/05	313,000.00	655.89	3,924.00				4,512.02	67.87
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	1,126,544.50	26,111.04		(24,602.52)	1,098,444.34	78,813.72	
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	940,818.25	368,092.47		302,700.75		638,117.50	368,092.47
Preliminary Design and Planning of Day Care Facility	06-78	12/19/06	85,000.00		1,661.64		931.00			730.64
Various Capital Improvements	07-06	01/23/07	1,828,500.00		171,195.37		41,149.72			130,045.65
Acquisition of Property	07-19	04/10/07	295,000.00		7,114.11					7,114.11
Various Capital Improvements	07-34/08-25	06/12/07	1,797,500.00	136,647.99	60,125.00		22,684.27		113,763.72	60,125.00
Various Library Capital Improvements	07-40	09/11/07	150,000.00	2,564.31	2,500.00				2,564.31	2,500.00
Various Capital Improvements	07-41	09/11/07	2,330,500.00	723,210.88	68,780.68		38,589.97		684,520.91	68,780.68
Various Capital Improvements	08-10	02/19/08	2,260,000.00	297,213.57		(150,000.00)	16,537.32		130,678.25	
Removal and Replacement of Trees	08-43	10/21/08	198,000.00		14,166.88					14,166.88
Various Capital Improvements	08-44	10/29/08	2,106,000.00	270,154.06	342,512.70		232,779.11		37,374.95	342,512.70
Orange Road Redevelopment	09-11	03/10/09	150,000.00		8,679.38		3,900.00			4,779.38
Various Capital Improvements	09-16/09-51	04/07/09	715,000.00	178,505.04	48,500.00		144,402.42		34,102.62	48,500.00
Various Capital Improvements	09-52a	09/22/09	3,200,000.00	587,770.02	92,715.96		155,650.91		432,119.11	92,715.96
Improvements to Clary Anderson Arena	09-52b1	10/08/09	150,000.00	4,704.00	142,500.00		105,315.00			41,889.00
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		88,737.39		27,768.41			58,968.98
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		119,569.00		5,354.76			114,214.24
Pavement and Restoration of S Park Plaza	11-14	04/05/11	500,000.00	74,419.57					74,419.57	

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2014

C-10
Sheet 2

Description	Ordinance Number	Date	Amount	Balance Dec. 31, 2013		2014 Authorizations	Paid or Charged	Canceled	Balance Dec. 31, 2014	
				Funded	Unfunded				Funded	Unfunded
Shade Tree Improvement	11-18	04/21/11	\$ 75,000.00	\$	\$ 46,705.40	\$	\$ 28,337.00	\$	\$	\$ 18,368.40
Improvement to South Mountain Ave	11-19	04/21/11	700,000.00	155,402.18	80,609.00		720.00		154,682.18	80,609.00
Improvement to Edgemond Pond	11-20	04/21/11	1,000,000.00		254,818.89		35,143.03			219,475.66
Pavement and Restoration of S.Park Plaza	11-57	11/01/11	250,000.00	53,431.97					53,431.97	
Paving of South Mountain Avenue	12-26	04/03/12	726,500.00		219,230.88		720.00			218,510.88
Pavement and Restoration of S.Park Plaza	12-27	04/17/12	90,000.00		8,912.59		720.00			8,192.59
Various Capital Improvements	12-31	05/01/12	404,250.00		184,786.38		107,375.00			57,391.38
Various Capital Improvements	12-35	05/22/12	222,068.00	64,808.81			43,303.15		21,505.66	
Various Capital Improvements	12-36	05/22/12	855,750.00		780,213.82		276,457.00			503,756.82
Acquisition of Vehicles	12-40	05/12/12	615,000.00		80,097.42		53,878.96			26,218.46
Various Capital Improvements	12-41	05/12/12	1,144,080.00		991,414.21		465,067.35			225,446.86
Acquisition of Ambulance	12-42	09/12/12	152,500.00		1,781.84					1,781.84
HVAC Upgrades - Firehouse Server	13-18	05/14/13	119,400.00		100,950.00		14,547.40			86,402.60
Police Radio System	13-20	06/11/13	180,000.00	8,150.00	171,000.00		165,096.58			24,053.42
Various Capital Improvements	13-31	07/15/13	210,000.00	147,324.67			86,813.11		60,511.56	
Various Street Improvements	13-43	09/03/13	350,000.00	140,829.19			102,129.51		38,499.88	
Acquisition of Property	13-48	09/10/13	475,000.00	475,000.00						
Various Capital Improvements	13-49	09/10/13	266,097.34	266,097.34			200,785.95		65,311.39	
Acquisition of Various Equipment	13-74	12/30/13	214,500.00	214,500.00			75,789.32		138,713.68	
Improvements to Union and Park Streets	14-03	03/04/14	1,114,197.00			1,114,197.00	183,524.21			930,672.79
Various Park Improvements	14-04	03/04/14	425,000.00			425,000.00	311,560.28			113,439.72
Various Road Improvements	14-05	03/04/14	2,363,292.00			2,363,292.00	1,525,855.48			837,436.52
Police Radio System	14-09	03/04/14	950,000.00			945,000.00	780,563.42			164,436.58
Acquisition of Vehicles	14-09	04/29/14	467,250.00			467,250.00	441,166.47			26,083.53
Elevator Improvements	14-22	07/22/14	150,000.00			150,000.00	35,610.40		114,389.60	
Various Capital Improvements	14-23	07/22/14	147,500.00			147,500.00	10,800.40		136,699.60	
Acquisition of Trucks	14-25	08/12/14	1,240,000.00			1,240,000.00	584.50		61,015.50	1,178,000.00
Various Capital Improvements	14-26	08/12/14	455,300.00			458,300.00	82,909.09			375,390.91
Various Road Improvements	14-27	08/12/14	1,370,000.00			1,370,000.00	998,541.44			371,458.56
Park Improvements at Washington Field	14-35	10/07/14	535,000.00			535,000.00	600.00		26,150.00	508,250.00
Library Improvements	14-36	10/07/14	252,520.00			252,520.00	600.00		12,026.00	239,894.00
School Improvements										
Various School Improvements	06-30	05/09/06	4,849,840.00	431,124.60	949,840.00		87,393.99		243,740.61	949,840.00
Various School Improvements	07-26	05/08/07	4,381,520.00	541,564.44	881,520.00		53,220.00		488,444.44	881,520.00
Various School Improvements	08-14	04/15/08	5,346,848.00		318,523.83		1,322.04			315,201.78
Various School Improvements	09-20	05/05/09	3,853,200.00	83,329.99	153,200.00		795.37		82,534.62	153,200.00
Various School Improvements	10-28	06/22/10	2,996,360.00	877,527.52	88,360.00		84,704.23		792,823.29	86,360.00
Various School Improvements	11-41	07/12/11	1,686,360.00		418,006.12		168,588.21			249,417.91
Various School Improvements	12-32	05/01/12	3,053,440.00		1,035,769.02		393,268.87			642,500.15
Various School Improvement	13-17/13-67	05/01/12	2,900,000.00	1,088,845.27	1,088,512.28		1,175,369.52			1,011,988.03
				\$ 9,620,213.83	\$ 9,102,518.92	\$ 9,318,059.00	\$ 9,645,843.85	\$ 1,468,741.77	\$ 5,118,657.28	\$ 11,807,548.85
Reference				C	C	Below	Below	Below	C	C
Capital Surplus					C-1	\$ 147,500.00	\$	\$ 1,378,219.67		
Cash Disbursements					C-2		9,585,104.20			
Deferred Charge to Future Taxation - Unfunded					C-9	8,711,158.00		90,522.10		
Interfunds Payable					C-12		80,739.85			
Capital Improvement Fund					C-11	459,401.00				
						\$ 9,318,059.00	\$ 9,645,843.85	\$ 1,468,741.77		

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2014

C-11

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 305,213.83
Increased by:		
Budget Appropriations	C-2	<u>163,903.00</u>
		469,116.83
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-10	<u>459,401.00</u>
Balance, December 31, 2014	C	<u>\$ 9,715.83</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2014

C-12

	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, 2013	C	\$ 204,064.30	\$	\$ 127,125.00	\$ 13,630.22	\$ 6,548.54	\$	\$ 56,760.54
Increased by:								
Advances	C-2	1,736,382.96	102,947.92				919,460.00	713,975.04
Improvement Authorizations Charges	C-10	60,739.65	60,739.65					
		<u>1,797,122.61</u>	<u>163,687.57</u>				<u>919,460.00</u>	<u>713,975.04</u>
		2,001,186.91	163,687.57	127,125.00	13,630.22	6,548.54	919,460.00	770,735.58
Decreased by:								
Settlements	C-2	1,799,692.04	102,947.92			6,548.54	919,460.00	770,735.58
Applied to Deferred Charges - Unfunded	C-9	115,368.20		115,368.20				
		<u>1,915,060.24</u>	<u>102,947.92</u>	<u>115,368.20</u>		<u>6,548.54</u>	<u>919,460.00</u>	<u>770,735.58</u>
Balance, December 31, 2014	C	<u>\$ 86,126.67</u>	<u>\$ 60,739.65</u>	<u>\$ 11,756.80</u>	<u>\$ 13,630.22</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

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TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR COST OF ISSUANCE
YEAR ENDED DECEMBER 31, 2014

C-13

	<u>Ref.</u>	
Increased by:		
Cash Receipts	C-2	<u>\$ 14,494.04</u>
Balance, December 31, 2014	C	<u><u>\$ 14,494.04</u></u>

RESERVE FOR REPAYMENT
OF URBAN DEVELOPMENT ACTION GRANT
DECEMBER 31, 2014

C-14

	<u>Ref.</u>	
Balance, December 31, 2013	C	<u>\$ 26,955.51</u>
Balance, December 31, 2014	C	<u><u>\$ 26,955.51</u></u>

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR GRANTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

C-15

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance December 31, 2013</u>	<u>Grants</u>	<u>Decreased</u>	<u>Balance December 31, 2014</u>
<u>Federal Grants</u>					
County of Essex:					
Community Development Block Grants:					
	Glenridge Avenue Streetscape Phase II & I		\$ 294,457.23	\$ 133,292.23	\$ 161,165.00
<u>State Grants</u>					
New Jersey Department of Transportation:					
12-26	South Mountain Avenue - Sec. 2	60,851.00		60,851.00	
12-41	Union Street Section 1	59,425.00	197,865.00	197,865.00	59,425.00
14-03	Union Street Section 2	221,330.00		165,365.14	55,964.86
Department of Environmental Protection:					
Green Acres Program:					
11-20	Edgemont Pond	1,000,000.00			1,000,000.00
		<u>\$ 1,341,606.00</u>	<u>\$ 492,322.23</u>	<u>\$ 557,373.37</u>	<u>\$ 1,276,554.86</u>
<u>Ref.</u>		C	C-4	C-9	C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

RESERVE FOR PAYMENT OF DEBT SERVICE
YEAR ENDED DECEMBER 31, 2014

C-16

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 1,591,199.61
Increased by:		
Cash Received on Funded Authorizations	C-2	168,071.96
		<u>1,759,271.57</u>
Decreased by:		
Applied to Current Fund Revenue Anticipated	C-2	901,100.00
		<u>901,100.00</u>
Balance, December 31, 2014	C	<u>\$ 858,171.57</u>
 <u>Analysis of Balance</u>		
General Improvements		\$ 836,321.96
School Improvements		<u>21,849.61</u>
		<u>\$ 858,171.57</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2014

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance December 31, 2013	Increase	Decrease	Balance December 31, 2014
	<u>General</u>							
09-65	Tax Appeals Refunding	12-30-09	11-06-15	1.25 %	\$ 312,000.00	\$	\$ 312,000.00	\$
00-29	Various Capital Improvements	12-15-11	11-06-15	1.25	6,500.00	6,157.00	6,500.00	6,157.00
02-11	Various Capital Improvements	12-15-11	11-06-15	1.25	114,200.00	108,189.00	114,200.00	108,189.00
03-08	Various Capital Improvements	12-15-11	11-06-15	1.25	121,800.00	114,966.00	121,800.00	114,966.00
04-09	Various Capital Improvements	12-15-11	11-06-15	1.25	7,400.00		7,400.00	
04-20	Various Capital Improvements	12-15-11	11-06-15	1.25	4,175.00	3,840.00	4,175.00	3,840.00
04-35	Various Capital Improvements	12-15-11	11-06-15	1.25	2,600.00		2,600.00	
04-49	Various Capital Improvements	12-15-11	11-06-15	1.25	134,550.00	129,019.00	134,550.00	129,019.00
05-37	Various Capital Improvements	12-15-11 11-07-14	11-06-15 11-06-15	1.25 1.25	475.00	468.00 9,684.00	475.00	468.00 9,684.00
10-12	Various Capital Improvements	11-07-14	11-06-15	1.25		62,000.00		62,000.00
10-13	Various Capital Improvements	11-07-14	11-06-15	1.25		508,000.00		508,000.00
10-70	Various Capital Improvements	12-15-11	11-06-15	1.25	200,000.00	189,384.00	200,000.00	189,384.00
11-18	Shade Tree Improvements	12-15-11	11-06-15	1.25	50,000.00	48,275.00	50,000.00	48,275.00
11-20	Various Capital Improvements	12-15-11	11-06-15	1.25	500,000.00	482,758.00	500,000.00	482,758.00
11-72	Tax Appeal Refunding	12-15-11	11-06-15	1.25	3,615,500.00	2,892,400.00	3,615,500.00	2,892,400.00
12-27	Pavement Restoration at South Park Plaza	12-14-12	11-06-15	1.25	50,000.00	50,000.00	50,000.00	50,000.00
12-26	Paving of South Mountain Avenue	11-07-14	11-06-15	1.25		507,000.00		507,000.00
12-31	Various Capital Improvements	12-14-12 11-07-14	11-06-15 11-06-15	1.25 1.25	202,500.00	202,500.00 130,000.00	202,500.00	202,500.00 130,000.00

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2014

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance December 31, 2013	Increase	Decrease	Balance December 31, 2014
<u>General</u>								
12-36	Various Capital Improvements	11-07-14	11-06-15	1.25 %	\$	\$ 315,000.00	\$	\$ 315,000.00
12-40	Acquisition of Vehicles	11-07-14	11-06-15	1.25		558,000.00		558,000.00
12-42	Acquisition of Ambulance	11-07-14	11-06-15	1.25		143,000.00		143,000.00
13-18	HVAC - Firehouse Server Room	11-07-14	11-06-15	1.25		33,000.00		33,000.00
13-20	Acquisition of Police Radio System	11-07-14	11-06-15	1.25		163,000.00		163,000.00
					<u>5,321,700.00</u>	<u>6,656,640.00</u>	<u>5,321,700.00</u>	<u>6,656,640.00</u>
<u>School</u>								
12-32	Various School Improvements	12-14-12	11-06-15	1.25	1,180,000.00	280,000.00	1,180,000.00	280,000.00
		11-07-14	11-06-15	1.25		897,000.00		897,000.00
6-30	Various School Improvements	11-07-14	11-06-15	1.25		388,000.00		388,000.00
7-26	Various School Improvements	11-07-14	11-06-15	1.25		538,000.00		538,000.00
08-14	Various School Improvements	11-07-14	11-06-15	1.25		81,000.00		81,000.00
09-20	Various School Improvements	11-07-14	11-06-15	1.25		82,000.00		82,000.00
11-41	Various School Improvements	11-07-14	11-06-15	1.25		325,000.00		325,000.00
13-17	Various School Improvements	11-07-14	11-06-15	1.25		313,000.00		313,000.00
					<u>1,180,000.00</u>	<u>2,904,000.00</u>	<u>1,180,000.00</u>	<u>2,904,000.00</u>
					<u>\$ 6,501,700.00</u>	<u>\$ 9,560,640.00</u>	<u>\$ 6,501,700.00</u>	<u>\$ 9,560,640.00</u>
				<u>Ref.</u>	C	C-2	C-2	C

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TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GREEN ACRES TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2014

C-18
Sheet # 1

Description	Amount of Original Issue	Maturities of Loan Outstanding December 31, 2014		Interest Rate	Balance December 31, 2013	Decrease	Balance December 31, 2014
		Date	Amount				
Project Youth Sports	\$ 250,000.00	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 %	\$ 171,183.76
Project Youth Sports II	250,000.00	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	*					

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TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

C-18
Sheet # 2

GREEN ACRES TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2014

Description	Amount of Original Issue	Maturities of Loan Outstanding December 31, 2014		Interest Rate	Balance December 31, 2013	Decrease	Balance December 31, 2014
		Date	Amount				
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	*			
							198,717.92
					<u>\$ 369,901.68</u>	<u>\$ 25,003.25</u>	<u>\$ 344,898.43</u>
				Ref.	C	C-9	C

* Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

N.J. BUSINESS DISTRICT
LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2014

C-20

Description	Original Issue		Loan Maturities Outstanding December 31, 2014		Interest Rate	Balance Dec. 31, 2013	Decrease	Balance Dec. 31, 2014
	Date	Amount	Date	Amount				
Loan	12-31-12	\$ 490,000.00	12-31-14/27	\$ 32,666.67	* %	\$ 457,333.33	\$ 32,666.67	\$ 424,666.66
					<u>Ref.</u>	C-9	C-8	C

* Interest Free

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SERIAL BONDS - SCHOOL
YEAR ENDED DECEMBER 31, 2014

Purpose	Date of Issue	Issue Amount	Maturities of Bonds Outstanding Dec 31, 2014		Interest Rate	Balance Dec 31, 2013	Bonds Issued	Decrease	Balance Dec 31, 2014
			Date	Amount					
School Improvements	5-15-06	\$ 16,715,000.00	1-01-15/16	1,000,000.00	4.50 %	\$ 14,865,000.00	\$	\$ 12,865,000.00	\$ 2,000,000.00
School Improvements	5-15-08	14,600,000.00	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	12,750,000.00		850,000.00	11,900,000.00
School Improvements	6-08-10	9,662,000.00	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	9,227,000.00		260,000.00	8,967,000.00
Refunding School	8-01-11	2,750,000.00	2-01-15	590,000.00	3.00				
			2-01-16	585,000.00	3.00				
			2-01-17	485,000.00	3.00	2,255,000.00		595,000.00	1,660,000.00
School Improvements	3-01-11	\$ 21,660,000.00	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				
			3-01-30	1,411,000.00	4.50				
			3-01-31	1,450,000.00	4.625	20,170,000.00		800,000.00	19,370,000.00

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TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

SERIAL BONDS - SCHOOL
YEAR ENDED DECEMBER 31, 2014

Purpose	Date of Issue	Issue Amount	Maturities of Bonds Outstanding Dec. 31, 2014		Interest Rate	Balance Dec. 31, 2013	Bonds Issued	Decrease	Balance Dec. 31, 2014
			Date	Amount					
School Improvements	3-01-13	\$ 22,000,000.00	3-01-15	\$ 1,050,000.00	4.00				
			3-01-16	1,115,000.00	4.00				
			3-01-17	1,180,000.00	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	\$	\$ 980,000.00	\$ 21,020,000.00
-151- Refunding School	3-01-14	11,855,000.00	1-01-17	960,000.00	3.00				
			1-01-18	950,000.00	4.00				
			1-01-19	940,000.00	4.00				
			1-01-20/21	940,000.00	5.00				
			1-01-22/23	945,000.00	5.00				
			1-01-24/25	950,000.00	5.00				
			1-01-26	955,000.00	5.00				
			1-01-27	1,155,000.00	5.00				
			1-01-28	1,225,000.00	5.00				
							11,855,000.00		11,855,000.00
						<u>\$ 81,267,000.00</u>	<u>\$ 11,855,000.00</u>	<u>\$ 16,350,000.00</u>	<u>\$ 76,772,000.00</u>
					<u>Ref.</u>	C	C-8	C-8	C

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GENERAL SERIAL BONDS
YEAR ENDED DECEMBER 31, 2014

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2014		Interest Rate	Balance Dec. 31, 2013	Bonds Issued	Decrease	Balance Dec. 31, 2014
			Date	Amount					
Refunding Bonds	6-01-05	\$ 9,465,000.00	7-15-14	\$1,250,000.00	5.00 %	\$ 1,250,000.00	\$	\$ 1,250,000.00	\$
General Improvements	5-15-06	19,215,000.00	1-01-15	700,000.00	4.50	17,565,000.00		16,265,000.00	1,300,000.00
			1-01-16	600,000.00	4.50				
General Improvements	9-01-08	8,252,000.00	9-01-15	1,200,000.00	3.50	6,552,000.00		700,000.00	5,852,000.00
			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				
General Improvements	3-01-11	18,519,000.00	3-01-15	1,185,000.00	3.00	16,549,000.00		1,105,000.00	15,444,000.00
			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				
			Refunding Bonds	8-01-11	4,960,000.00				
2-01-16	1,060,000.00	3.00							
2-01-17	1,075,000.00	5.00							
Pension Refunding Bonds	10-01-12	2,780,000.00	4-01-15	270,000.00	1.247	2,725,000.00		245,000.00	2,480,000.00
			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				

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

GENERAL SERIAL BONDS
YEAR ENDED DECEMBER 31, 2014

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2014		Interest Rate	Balance Dec. 31, 2013	Bonds Issued	Decrease	Balance Dec. 31, 2014							
			Date	Amount												
General Improvement	3-01-13	\$10,500,000.00	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	635,000.00	9,865,000.00				
			General Improvement Refunding Bonds	3-01-14	14,960,000.00					1-01-17	635,000.00					
										1-01-18	1,725,000.00					
1-01-19	1,610,000.00															
1-01-20	1,455,000.00															
1-01-21	610,000.00															
1-01-22	1,405,000.00															
1-01-23	1,910,000.00															
1-01-24	1,910,000.00															
1-01-25	1,915,000.00															
1-01-26	1,785,000.00					14,960,000.00		14,960,000.00								
						\$ 59,221,000.00	\$ 14,960,000.00	\$ 21,175,000.00	\$ 53,006,000.00							
					Ref	C	C-8	C-8	C							

* Term Bonds - Sinking Fund Installment

TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

C-23
Sheet # 1

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2014

Ordinance Number	Improvement Description	Balance Dec. 31, 2013	Authorizations	Budget	Canceled	Balance Dec. 31, 2014
	<u>General Improvements</u>					
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	6,561.09		4,454.51		2,106.58
05-37	Acquisition of Land	22,525.00		10,153.49	12,371.51	
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
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				39,639.36
10-13	Traffic Calming Improvements	526,700.00				18,700.00
10-70	Multi-Purpose	108,750.00				108,750.00
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
12-26	Paving South Mountain Arena	726,500.00		60,851.00		158,649.00
12-31	Various Capital Improvements	181,537.00				51,537.00
12-36	Various Capital Improvements	812,962.00				497,962.00
12-40	Acquisition of Vehicles	584,250.00				26,250.00
12-41	Various Capital Improvements	908,600.00		115,368.20		793,231.80
12-42	Acquisition of Ambulance	144,875.00				1,875.00
13-18	Upgrade to Firehouse Server	113,430.00				80,430.00
13-20	Police Radio System	171,000.00				8,000.00

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TOWNSHIP OF MONTCLAIR
GENERAL CAPITAL FUND

C-23
Sheet # 2

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2014

Ordinance Number	Improvement Description	Balance Dec. 31, 2013	Authorizations	Budget	Canceled	Balance Dec. 31, 2014
	<u>General Improvements</u>					
14-03	Improvements to Union and Park Streets	\$	\$ 1,058,487.00	\$ 363,230.14	\$	\$ 695,256.86
14-04	Various Park Improvements		403,750.00			403,750.00
14-05	Various Road Improvements		2,245,127.00	133,292.23		2,111,834.77
14-06	Police Radio System		897,000.00			897,000.00
14-09	Acquisition of Vehicles		443,850.00			443,850.00
14-25	Acquisition of Trucks		1,178,000.00			1,178,000.00
14-26	Various Capital Improvements		435,300.00			435,300.00
14-27	Various Road Improvements		1,301,500.00			1,301,500.00
14-35	Park Improvements at Washington Field		508,250.00			508,250.00
14-36	Library Improvements		239,894.00			239,894.00
		<u>7,031,401.30</u>	<u>8,711,158.00</u>	<u>687,349.57</u>	<u>75,482.55</u>	<u>12,560,727.18</u>
	<u>School Improvements</u>					
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
11-41	Various School Improvements	586,360.00				249,400.00
12-32	Various School Improvements	1,603,440.00				440.00
13-17/13-67	Various School Improvements	1,088,512.28				404,472.28
		<u>5,546,080.28</u>				<u>2,922,080.28</u>
		<u>\$ 12,577,481.58</u>	<u>\$ 8,711,158.00</u>	<u>\$ 687,349.57</u>	<u>\$ 75,482.55</u>	<u>\$ 15,482,807.46</u>

Ref. C

C

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TOWNSHIP OF MONTCLAIR
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS - TREASURER
YEAR ENDED DECEMBER 31, 2014

D-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, December 31, 2013	D	\$ 4,115,830.80	\$ 17,842.62
Increased by Receipts:			
Premium on Sales of Notes	D-2		\$ 53,048.89
Miscellaneous Revenue	D-3	\$ 63,648.13	
Collector	D-6	6,335,670.88	
Petty Cash Funds	D-8	150.00	
Loans Receivable	D-10		268,143.00
Interfund Receivable	D-11	3,907,017.97	
Water Overpayments	D-21	641.61	
Budget Appropriation - Unfunded	D-26		73.00
Interfunds Payable	D-24		2,268,995.48
Bond Anticipation Notes	D-27		4,774,563.00
		<u>10,307,128.59</u>	<u>7,364,823.37</u>
		14,422,959.39	7,382,665.99
Decreased by Disbursements:			
Anticipated Revenue - Current Fund	D-1	150,000.00	
Budget Appropriations	D-4	5,481,568.96	
Petty Cash Funds	D-8	150.00	
Interfunds Receivable	D-11	3,746,456.83	
Appropriation Reserves	D-16	231,288.78	
Accrued Interest on Bonds	D-17	314,982.10	
Accrued Interest on Notes	D-18	41,255.65	
Accrued Interest on Loans	D-19	72,346.03	
Due to State of New Jersey	D-20	16,840.21	
Water Overpayments	D-21	653.82	
Improvement Authorizations	D-22		593,755.94
Interfund Payable	D-24		2,233,449.50
Bond Anticipation Notes	D-27		3,780,563.00
		<u>10,055,542.38</u>	<u>6,607,768.44</u>
Balance, December 31, 2014	D	<u>\$ 4,367,417.01</u>	<u>\$ 774,897.55</u>

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TOWNSHIP OF MONTCLAIR
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS - COLLECTOR
YEAR ENDED DECEMBER 31, 2014

D-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue	D-3	\$ 93,783.35
Consumer Accounts Receivable	D-12	0.00
Due to State of New Jersey	D-20	<u>12,988.21</u>
		106,771.56
Decreased by:		
Turnovers to Treasurer	D-5	<u>6,335,670.88</u>
		<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CHANGE FUNDS
YEAR ENDED DECEMBER 31, 2014

D-7

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 200.00
Balance, December 31, 2014	D	<u>\$ 200.00</u>

PETTY CASH FUNDS
YEAR ENDED DECEMBER 31, 2014

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, 2014		<u>\$</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ANALYSIS OF CAPITAL CASH
YEAR ENDED DECEMBER 31, 2014

D-9

	Balance Dec. 31, 2013	Receipts		Disbursements		Transfers		Balance Dec. 31, 2014
		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		73.00			676,930.00		10,867.21
#01-24	273.23							273.23
#02-33	(164,933.87)			18,325.00			167,968.74	(15,290.13)
#02-34	(154,353.06)			6,218.86				(160,571.92)
#03-13	800.00							800.00
#03-46	6,641.63							6,641.63
#05-39	111,704.11						31,595.00	143,299.11
#06-39	106,203.02			675.00				105,528.02
#07-50	8,581.22			649.27				7,931.95
#08-35	5,577.04							5,577.04
#09-35	(638,503.59)		268,143.00				271,405.99	(98,954.60)
#09-69	(170,915.12)	208,000.00		1,007.65				36,077.23
#10-73	(20,907.42)	39,000.00		15,697.32				2,395.26
#11-74	(57,167.84)	180,000.00		144,056.20				(21,224.04)
#12-73	(8,617.39)	403,000.00		372,264.97				22,117.64
#14-20		164,000.00		34,861.67			67,500.00	196,638.33
<u>Other Accounts</u>								
Fund Balance	93,578.56		53,048.89					146,627.45
Cash on Hand							135,011.67	135,011.67
Capital Improvement Fund	114,756.53					67,500.00	50,000.00	97,256.53
Sewer Operating Interfund			57,072.22		28,536.11			28,536.11
Sewer Capital Interfund			1,788,052.25		1,622,017.00			166,035.25
General Capital Fund Interfund	(13,630.22)							(13,630.22)
Water Operating Fund Interfund	181,980.18		423,871.01		582,896.39	50,000.00		(27,045.20)
	<u>\$ 17,842.62</u>	<u>\$ 994,000.00</u>	<u>\$ 2,590,260.37</u>	<u>\$ 593,755.94</u>	<u>\$ 2,233,449.50</u>	<u>\$ 794,430.00</u>	<u>\$ 794,430.00</u>	<u>\$ 774,897.55</u>

Ref. D

D

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TOWNSHIP OF MONTCLAIR
WATER UTILITY

LOANS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

D-10

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 298,090.60
Decreased by: Collections	D-5	<u>268,143.00</u>
Balance, December 31, 2014	D	<u>\$ 29,947.60</u>
 <u>Analysis of Balance</u>		
N.J. Environmental Infrastructure Trust Loan: Ordinance #09-35		<u>\$ 29,947.60</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

D-11

	Ref.	Total Water Operating Fund	Water Operating Fund			Water Capital Fund		
			Current Fund	General Capital Fund	Water Capital Fund	Sewer Operating Fund	General Capital Fund	Water Operating Fund
Balance, December 31, 2013	D	\$ 182,455.59	\$	\$	\$ 181,980.18	\$ 475.41	\$ 13,630.22	\$
Increased by:								
Interest on Deposit	D-3	1,535.76			1,535.76			
Transferred From/To Interfunds Payable	D-24	27,045.20			27,045.20			27,045.20
Advances	D-5	3,746,456.83	2,233,293.12	750,000.00	422,335.25	340,828.46		
		<u>3,775,037.79</u>	<u>2,233,293.12</u>	<u>750,000.00</u>	<u>450,916.21</u>	<u>340,828.46</u>		<u>27,045.20</u>
		3,957,493.38	2,233,293.12	750,000.00	632,896.39	341,303.87	13,630.22	27,045.20
Decreased by:								
Budget Appropriation	D-4	50,000.00			50,000.00			
Settlements	D-5	3,907,017.97	2,233,293.12	750,000.00	582,896.39	340,828.46		
Balance, December 31, 2014	D	<u>\$ 475.41</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 475.41</u>	<u>\$ 13,630.22</u>	<u>\$ 27,045.20</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

CONSUMER ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

D-12

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 932,960.95
Increased by:		
Water Rents Levied - Net	Reserve	<u>6,259,852.94</u>
		7,192,813.89
Decreased by:		
Collections	D-3, D-6	<u>6,228,899.32</u>
Balance, December 31, 2014	D	<u><u>\$ 963,914.57</u></u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INVENTORY - MATERIALS AND SUPPLIES
YEAR ENDED DECEMBER 31, 2014

D-13

	<u>Ref.</u>	
Balance, December 31, 2013	D	<u>\$ 126,298.65</u>
Balance, December 31, 2014	D	<u><u>\$ 126,298.65</u></u>

FIXED CAPITAL
YEAR ENDED DECEMBER 31, 2014

D-14

	<u>Ref.</u>	
Balance, December 31, 2013	D	<u>\$ 25,922,306.96</u>
Balance, December 31, 2014	D	<u><u>\$ 25,922,306.96</u></u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
YEAR ENDED DECEMBER 31, 2014

D-15

Ordinance Number	Description	Balance Dec. 31, 2013	2014 Authorizations	Balance Dec. 31, 2014
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
14-20	Various Water Utility Improvements		1,350,000.00	1,350,000.00
		<u>\$ 15,132,250.37</u>	<u>\$ 1,350,000.00</u>	<u>\$ 16,482,250.37</u>
		Ref. D	D-22	D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

D-16

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating</u>					
Salaries and Wages	\$	\$ 379,861.86	\$ 379,861.86	\$	\$ 379,861.86
Other Expenses	140,480.79	421,809.35	562,290.14	230,654.78	331,635.36
<u>Commercial</u>					
Salaries and Wages		817.74	817.74		817.74
Other Expenses	634.00	8,347.08	8,981.08	634.00	8,347.08
	<u>\$ 141,114.79</u>	<u>\$ 810,836.03</u>	<u>\$ 951,950.82</u>	<u>\$ 231,288.78</u>	<u>\$ 720,662.04</u>
<u>Ref.</u>	D	D		D-5	D-1

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TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON BONDS
YEAR ENDED DECEMBER 31, 2014

D-17

	<u>Ref</u>	
Balance, December 31, 2013	D	\$ 136,627.09
Increased by:		
Budget Appropriation	D-4	302,842.94
		<u>439,470.03</u>
Decreased by:		
Payments	D-5	314,982.10
		<u>314,982.10</u>
Balance, December 31, 2014	D	<u>\$ 124,487.93</u>

Analysis of Balance

Principal Outstanding Dec. 31, 2014	Interest Rate	<u>Accrued</u>		Period	Amount
		<u>From</u>	<u>To</u>		
\$ 220,000.00	4.50%	7-01-14	12-31-14	6 Months	\$ 49.50
175,000.00	3.50	9-01-14	12-31-14	4 Months	2,041.67
640,000.00	3.75	9-01-14	12-31-14	4 Months	8,000.00
1,700,000.00	4.00	9-01-14	12-31-14	4 Months	22,666.67
300,000.00	4.125	9-01-14	12-31-14	4 Months	4,125.00
294,000.00	4.25	9-01-14	12-31-14	4 Months	4,165.00
400,000.00	3.00	9-01-14	12-31-14	4 Months	4,000.00
100,000.00	2.00	9-01-14	12-31-14	4 Months	666.67
100,000.00	3.125	9-01-14	12-31-14	4 Months	1,041.67
165,000.00	3.375	9-01-14	12-31-14	4 Months	1,856.25
630,000.00	3.00	8-01-14	12-31-14	5 Months	7,875.00
280,000.00	2.25	8-01-14	12-31-14	5 Months	2,625.00
150,000.00	3.00	7-01-14	12-31-14	6 Months	2,250.00
505,000.00	4.00	7-01-14	12-31-14	6 Months	10,100.00
<u>1,925,000.00</u>	5.00	7-01-14	12-31-14	6 Months	<u>48,125.00</u>
<u>\$ 7,584,000.00</u>					<u>\$ 119,587.43</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON NOTES
YEAR ENDED DECEMBER 31, 2014

D-18

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 8,487.86
Increased by:		
Budget Appropriation	D-4	41,720.10
		<u>50,207.96</u>
Decreased by		
Payments	D-5	<u>41,255.65</u>
Balance, December 31, 2014	D	<u>\$ 8,952.31</u>

Analysis of Balance

<u>Notes</u> <u>Outstanding</u> <u>Dec. 31, 2014</u>	<u>Interest</u> <u>Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
		<u>From</u>	<u>To</u>		
\$ 4,774,563.00	1.25%	11-07-14	12-31-14	54 Days	<u>\$ 8,952.31</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

ACCRUED INTEREST ON LOANS
YEAR ENDED DECEMBER 31, 2014

D-19

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 33,641.67
Increased by:		
Budget Appropriation	D-4	68,700.20
		<u>102,341.87</u>
Decreased by:		
Payments	D-5	72,346.03
		<u>72,346.03</u>
Balance, December 31, 2014	D	<u>\$ 29,995.84</u>

Analysis of Balance

Principal Outstanding Dec. 31, 2014	Interest Rate	Accrued		Period	Amount
		From	To		
\$ 260,000.00	5.50%	8-01-14	12-31-14	5 Months	\$ 5,958.33
195,000.00	5.70	8-01-14	12-31-14	5 Months	4,631.25
220,000.00	5.00	8-01-14	12-31-14	5 Months	4,583.33
100,000.00	4.75	8-01-14	12-31-14	5 Months	1,979.17
415,000.00	5.00	8-01-14	12-31-14	5 Months	8,645.83
70,000.00	4.75	8-01-14	12-31-14	5 Months	1,385.42
40,000.00	5.00	8-01-14	12-31-14	5 Months	833.33
10,000.00	4.00	8-01-14	12-31-14	5 Months	166.67
10,000.00	5.00	8-01-14	12-31-14	5 Months	208.33
10,000.00	3.00	8-01-14	12-31-14	5 Months	125.00
40,000.00	4.00	8-01-14	12-31-14	5 Months	666.67
10,000.00	3.50	8-01-14	12-31-14	5 Months	145.83
40,000.00	4.00	8-01-14	12-31-14	5 Months	666.67
<u>\$ 1,420,000.00</u>					<u>\$ 29,995.84</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

DUE TO STATE OF NEW JERSEY WATER SURCHARGE
YEAR ENDED DECEMBER 31, 2014

D-20

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 3,852.00
Increased by:		
Collections	D-6	<u>12,988.21</u>
		16,840.21
Decreased by:		
Payments	D-5	<u>16,840.21</u>
Balance, December 31, 2014		<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

WATER OVERPAYMENTS
YEAR ENDED DECEMBER 31, 2014

D-21

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 17,438.68
Increased by:		
Collections	D-5	641.61
		<u>18,080.29</u>
Decreased by:		
Refunds	D-5	653.82
		<u>653.82</u>
Balance, December 31, 2014	D	<u>\$ 17,426.47</u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

WATER IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2014

D-22

Improvement Description	Number	Ordinance Date	Amount	Balance Dec. 31, 2013		2014 Authorizations	Paid or Charged	Canceled	Balance Dec. 31, 2014	
				Funded	Unfunded				Funded	Unfunded
Reconstruction of Watchung Avenue Pump Station	01-11	4-10-01	\$ 1,484,000.00	\$	\$ 10,974.21	\$	\$	\$	\$ 10,867.21	\$ 107.00
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		20,880.13		18,325.00			2,555.13
Construction of Facilities for the Nishuane Well	02-34	7-23-02	1,060,000.00		327,420.94		6,218.86			821,202.08
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	6,641.63					6,641.63	
Various Water System Improvements	05-39	9-13-05	1,190,000.00	143,299.11					143,299.11	
Various Water System Improvements	06-39	6-27-06	1,022,000.00		177,503.02		675.00			176,828.02
Various Water System Improvements	07-50	11-12-07	850,000.00		9,081.22		649.27			8,431.95
Various Water System Improvements	08-35	9-23-08	980,000.00		36,577.04					36,577.04
Replacement of Glenfield Public Supply Well	09-35	6-23-09	800,000.00		161,496.41					161,496.41
Various Water System Improvements	09-69	11-10-09	825,000.00		112,834.88		1,007.65			111,827.23
Various Water System Improvements	10-73	12-07-10	650,000.00		96,592.58		15,697.32			80,895.26
Various Water System Improvements	11-74	11-01-11	715,000.00		300,232.16		144,056.20			156,175.96
Various Water System Improvements	12-73	12-28-12	577,500.00		540,007.61		372,264.97			167,742.64
Various Water System Improvements	14-20	06/17/14	1,350,000.00			1,350,000.00	34,861.67		32,638.33	1,282,500.00
				<u>\$ 151,013.97</u>	<u>\$ 2,293,600.20</u>	<u>\$ 1,350,000.00</u>	<u>\$ 593,755.94</u>	<u>\$</u>	<u>\$ 194,619.51</u>	<u>\$ 3,006,338.72</u>
		Reference		D	D	D-15	D-5		D	D

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TOWNSHIP OF MONTCLAIR
WATER UTILITY

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2014

D-23

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 114,756.53
Increased by:		
Budget Appropriation	D-24	<u>50,000.00</u>
		164,756.53
Decreased by:		
Appropriated to Finance Improvement		
Authorizations:		
#14-20	D-26	<u>67,500.00</u>
Balance, December 31, 2014	D	<u>\$ 97,256.53</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
WATER UTILITY

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2014

D-24

	Ref.	Total	Water Operating	Water Capital Fund		
			Water Capital Fund	Sewer Capital Fund	Sewer Operating Fund	Water Operating Fund
Balance, December 31, 2013	D	\$ 181,980.18	\$	\$	\$	\$ 181,980.18
Increased by:						
Cash Receipts	D-3	2,268,995.48		1,788,052.25	57,072.22	423,871.01
Transferred from/to Interfunds Receivable	D-11	54,090.40	27,045.20			27,045.20
		<u>2,323,085.88</u>	<u>27,045.20</u>	<u>1,788,052.25</u>	<u>57,072.22</u>	<u>450,916.21</u>
		2,505,066.06	27,045.20	1,788,052.25	57,072.22	632,896.39
Decreased by:						
Capital Improvement Fund	D-23	50,000.00				50,000.00
Cash Disbursements	D-5	2,233,449.50		1,622,017.00	28,536.11	582,896.39
		<u>2,283,449.50</u>		<u>1,622,017.00</u>	<u>28,536.11</u>	<u>632,896.39</u>
Balance, December 31, 2014	D	\$ <u>221,616.56</u>	\$ <u>27,045.20</u>	\$ <u>166,035.25</u>	\$ <u>28,536.11</u>	\$

TOWNSHIP OF MONTCLAIR
WATER UTILITY

RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2014

D-25

	<u>Ref.</u>		
Balance, December 31, 2013	D		\$ 22,600,032.41
Increased by:			
Refunded Bonds	D-29	\$ 2,718,000.00	
N.J. Environmental Infrastructure Trust Loan Paid by Operating Budget	D-28	351,120.20	
Serial Bonds Paid by Operating Budget	D-29	<u>680,000.00</u>	
			<u>3,749,120.20</u>
			<u>26,349,152.61</u>
Decreased by:			
Refunding Bonds	D-29		<u>2,580,000.00</u>
Balance, December 31, 2014	D		<u><u>\$ 23,769,152.61</u></u>

TOWNSHIP OF MONTCLAIR
WATER UTILITY

DEFERRED RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2014

D-26

Ordinance Number	Description	Balance Dec. 31, 2013	Increase		Balance Dec. 31, 2014
			2014 Authorizations	Paid by Budget Appropriation	
01-11	Reconstruction of Watchung Avenue Pump Station	\$ 70,000.00	\$	\$ 73.00	\$ 70,073.00
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		350.00	50,926.00
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	103,923.00		15,322.00	119,245.00
07-50	Various Water System Improvements	72,648.00		12,000.00	84,648.00
08-35	Various Water System Improvements	70,839.00		13,838.00	84,677.00
09-69	Various Water System Improvements	44,950.00		7,397.00	52,347.00
10-73	Various Water Utility Improvements	32,500.00		8,120.00	40,620.00
11-74	Various Water Utility Improvements	35,750.00			35,750.00
12-73	Various Water Utility Improvements	28,875.00			28,875.00
14-20	Various Water Utility Improvements		67,500.00		67,500.00
		<u>\$ 813,241.37</u>	<u>\$ 67,500.00</u>	<u>\$ 57,100.00</u>	<u>\$ 937,841.37</u>
		Ref. D	D-23	Below	D
			Ref.		
	Cash Receipts		D-5	\$ 73.00	
	Bond Anticipation Notes		D-27	57,027.00	
				<u>\$ 57,100.00</u>	

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TOWNSHIP OF MONTCLAIR
WATER UTILITY

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2014

D-27

Ordinance Number	Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2013	Increase	Decrease	Balance Dec. 31, 2014
06-39	Various Water System Improvements	12-21-06	11-06-15	1.25%	\$ 836,777.00	\$ 821,455.00	\$ 836,777.00	\$ 821,455.00
07-50	Various Water System Improvements	12-18-08	11-06-15	1.25	382,052.00	376,104.00	382,052.00	376,104.00
		03-13-09	11-06-15	1.25	394,800.00	388,748.00	394,800.00	388,748.00
08-35	Various Water System Improvements	12-18-09	11-06-15	1.25	484,500.00	477,000.00	484,500.00	477,000.00
		12-16-10	11-06-15	1.25	393,661.00	387,323.00	393,661.00	387,323.00
09-69	Various Water System Improvements	03-11-10	11-06-15	1.25	246,300.00	242,600.00	246,300.00	242,600.00
		03-10-11	11-06-15	1.25	250,000.00	246,303.00	250,000.00	246,303.00
		11-07-14	11-06-15	1.25		208,000.00		208,000.00
02-34	Various Water System Improvements	12-15-11	11-06-15	1.25	27,650.00	27,300.00	27,650.00	27,300.00
10-73	Various Water System Improvements	12-15-11	11-06-15	1.25	500,000.00	491,880.00	500,000.00	491,880.00
		11-07-14	11-06-15	1.25		39,000.00		39,000.00
11-74	Various Water System Improvements	12-14-12	11-06-15	1.25	321,850.00	321,850.00	321,850.00	321,850.00
		11-07-14	11-06-15	1.25		180,000.00		180,000.00
12-73	Various Water System Improvements	11-07-14	11-06-15	1.25		403,000.00		403,000.00
14-20	Various Water System Improvements	11-07-14	11-06-15	1.25		164,000.00		164,000.00
					<u>\$ 3,837,590.00</u>	<u>\$ 4,774,563.00</u>	<u>\$ 3,837,590.00</u>	<u>\$ 4,774,563.00</u>

Ref. D D-5 Below D

Ref.

Cash Disbursements D-5 \$ 3,780,563.00
Paid by Budget Appropriation D-26 57,027.00

\$ 3,837,590.00

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TOWNSHIP OF MONTCLAIR
WATER UTILITY

N.J. ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2014

D-28

	Original Issue		Balance	Decrease	Balance
	Date	Amount	December 31, 2013		December 31, 2014
Trust Share	11-04-99	\$ 1,245,000.00	\$ 530,000.00	\$ 80,000.00	\$ 450,000.00
Fund Share	11-04-99	1,295,000.00	131,324.76	68,165.76	63,159.00
Trust Share	11-08-01	660,000.00	355,000.00	35,000.00	320,000.00
Fund Share	11-08-01	706,820.00	289,108.55	34,683.09	254,425.46
Trust Share	11-07-02	915,000.00	535,000.00	50,000.00	485,000.00
Fund Share	11-07-02	962,135.00	442,628.71	50,254.77	392,373.94
Trust Share	3-10-10	180,000.00	165,000.00	5,000.00	160,000.00
Fund Share	3-10-10	550,993.00	448,265.53	28,016.58	420,248.95
			<u>\$ 2,896,327.55</u>	<u>\$ 351,120.20</u>	<u>\$ 2,545,207.35</u>
	Reference		D	D-25	D

TOWNSHIP OF MONTCLAIR
WATER UTILITY
 SERIAL BONDS
 YEAR ENDED DECEMBER 31, 2014

D-29

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Purpose	Date of Issue	Amount of Original Issue	Bonds Outstanding Dec. 31, 2014		Interest Rate	Balance Dec. 31, 2013	Bonds Issued	Decrease	Balance Dec. 31, 2014
			Date	Amount					
Water Refunding	6-01-05	\$ 755,000.00				\$ 110,000.00	\$	\$ 110,000.00	\$
Water Improvements	5-15-06	3,453,000.00	1-01-15/16	\$ 110,000.00	4.50%	3,038,000.00		2,818,000.00	220,000.00
Water Improvements	9-01-08	3,349,000.00	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	3,159,000.00		50,000.00	3,109,000.00
Water Improvements	3-01-11	1,065,000.00	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	865,000.00		100,000.00	765,000.00
Water Refunding	8-15-11	1,550,000.00	2-01-15	315,000.00	3.00				
			2-01-16	315,000.00	3.00				
			2-01-17	280,000.00	3.00	1,230,000.00		320,000.00	910,000.00
Water Refunding	3-01-14	2,580,000.00	1-01-17	150,000.00	3.00				
			1-01-18	260,000.00	4.00				
			1-01-19	245,000.00	4.00				
			1-01-20	245,000.00	5.00				
			1-01-21	260,000.00	5.00				
			1-01-22/23	235,000.00	5.00				
			1-01-24/26	240,000.00	5.00				
			1-01-27	230,000.00	5.00		2,580,000.00		2,580,000.00
						\$ 8,402,000.00	\$ 2,580,000.00	\$ 3,398,000.00	\$ 7,584,000.00
						Ref. D	D-25	D-25	D

TOWNSHIP OF MONTCLAIR
WATER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2014

D-30

Ordinance Number	Improvement Description	Balance December 31, 2013	Authorizations	Bond Anticipation Notes Issued	Funded	Balance December 31, 2014
01-11	Reconstruction of Pumping Station	\$ 180.00	\$	\$	\$ 73.00	\$ 107.00
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		208,000.00		75,750.00
10-73	Various Water Improvements	117,500.00		39,000.00		78,500.00
11-74	Various Water Improvements	357,400.00		180,000.00		177,400.00
12-73	Various Water Improvements	548,625.00		403,000.00		145,625.00
14-20	Various Water Improvements		1,282,500.00	164,000.00		1,118,500.00
		<u>\$ 2,505,366.00</u>	<u>\$ 1,282,500.00</u>	<u>\$ 994,000.00</u>	<u>\$ 73.00</u>	<u>\$ 2,793,793.00</u>
		<u>Ref</u>	<u>D</u>			<u>D</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION - TREASURER
DECEMBER 31, 2014

E-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, December 31, 2013	E	\$ 1,698,258.92	\$ 97,692.88
Increased by Receipts:			
Premium on Sales of Notes	E-2	\$	\$ 37,824.37
Interest on Deposits	E-3	2,696.68	
Collector	E-6	4,780,816.83	
Environmental Loan Receivable	E-12		491,206.00
Interfunds Receivable	E-9	200,000.00	6,548.54
Sewer Overpayments	E-15	128.60	
Paydown of Bond Anticipation Notes	E-20		34,837.00
Interfunds Payable	E-16	1,500,350.08	200,952.93
Bond Anticipation Notes	E-23		3,612,714.00
		<u>6,483,992.19</u>	<u>4,384,082.84</u>
		8,182,251.11	4,481,775.72
Decreased by Disbursements:			
Budget Appropriations	E-4	4,706,576.09	
Interfunds Receivable	E-9	228,536.11	
Appropriation Reserves	E-14	41,818.61	
Accrued Interest on Notes	E-17	27,910.71	
Sewer Overpayments	E-15	618.00	
Improvements Authorizations	E-18		300,130.80
Interfund Payable	E-16	1,400,350.08	200,000.00
Bond Anticipation Notes	E-23		2,139,551.00
		<u>6,405,809.60</u>	<u>2,639,681.80</u>
Balance, December 31, 2014	E	<u>\$ 1,776,441.51</u>	<u>\$ 1,842,093.92</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CASH RECEIPTS AND DISBURSEMENTS - COLLECTOR
YEAR ENDED DECEMBER 31, 2014

E-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue Not Anticipated	E-3	\$ 99,935.81
Sanitary Sewer Connection Reservoir Ridge	E-3	69,644.00
Consumer Accounts Receivable	E-10	<u>4,611,237.02</u>
		4,780,816.83
Decreased by:		
Turnovers to Treasurer	E-5	<u>4,780,816.83</u>
		<u>\$</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CHANGE FUNDS
YEAR ENDED DECEMBER 31, 2014

E-7

	<u>Ref.</u>	
Balance, December 31, 2013	E	<u>\$ 200.00</u>
Balance, December 31, 2014	E	<u><u>\$ 200.00</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

ANALYSIS OF CAPITAL CASH
YEAR ENDED DECEMBER 31, 2014

E-8

	Balance Dec. 31, 2013	Receipts Other	Disbursements		Transfers		Balance Dec. 31, 2014
			Improvement Authorizations	Other	From	To	
<u>Improvement Authorizations</u>							
General Improvements:							
#06-38, 07-44	\$ 61,411.14	\$	\$ 1,854.86	\$	\$	\$	\$ 59,556.28
#08-11	(76,681.86)	78,000.00	649.27				668.87
#08-36	16,086.93						16,086.93
#09-17	247,014.53		179,846.23				67,168.30
#09-70	(41,640.65)	55,000.00					13,359.35
#11-54	(1,239,239.55)	1,375,000.00	115,204.19				20,556.26
#12-21	447,508.84	491,206.00	1,526.25		1,100,000.00	163,735.00	923.59
#14-19			1,050.00				(1,050.00)
<u>Other Accounts</u>							
Fund Balance	66,716.03	37,824.37				2,300.25	106,840.65
Capital Improvement Fund	620,500.00					1,100,000.00	1,720,500.00
General Capital Interfund	(6,548.54)	6,548.54					
Water Capital Interfund					166,035.25		(166,035.25)
Sewer Operating Fund Interfund	2,566.01	200,952.93		200,000.00			3,518.94
	<u>\$ 97,692.88</u>	<u>\$ 2,244,531.84</u>	<u>\$ 300,130.80</u>	<u>\$ 200,000.00</u>	<u>\$ 1,266,035.25</u>	<u>\$ 1,266,035.25</u>	<u>\$ 1,842,093.92</u>
<u>Ref.</u>	E						E

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

E-9

	Ref.	<u>Sewer Operating Fund</u>		<u>Sewer Capital Fund</u>	
		<u>Sewer Capital</u>	<u>Water Capital</u>	<u>General Capital</u>	<u>Water Capital</u>
Balance, December 31, 2013	E	\$ 2,566.01	\$	\$ 6,548.54	\$
Increased by:					
Premium on Sale of Notes	E-2				2,300.25
Interest Earned	E-3	952.93			
Advances	E-5	200,000.00	28,536.11		
Envoirmental Loan Received	E-12				163,735.00
		<u>200,952.93</u>	<u>28,536.11</u>		<u>166,035.25</u>
		203,518.94	28,536.11	6,548.54	166,035.25
Decreased by:					
Settlements	E-5	<u>200,000.00</u>		<u>6,548.54</u>	
Balance, December 31, 2014	E	<u>\$ 3,518.94</u>	<u>\$ 28,536.11</u>	<u>\$</u>	<u>\$ 166,035.25</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CONSUMER ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

E-10

	<u>Ref.</u>		
Balance, December 31, 2013	E		\$ 768,453.01
Increased by:			
Sewer Charges Levied - Net	Reserve		<u>4,585,778.39</u>
			5,354,231.40
Decreased by:			
Collections	E-6	\$ 4,611,237.02	
Overpayments Applied	E-15	<u>4,483.95</u>	
	E-3		<u>4,615,720.97</u>
Balance, December 31, 2014	E		<u>\$ 738,510.43</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

INVENTORY - MATERIALS AND SUPPLIES
YEAR ENDED DECEMBER 31, 2014

E-11

	<u>Ref.</u>	
Balance, December 31, 2013	E	<u>\$ 14,454.22</u>
Balance, December 31, 2014	E	<u><u>\$ 14,454.22</u></u>

ENVIRONMENTAL INFRASTRUCTURE LOAN RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

E-12

	<u>Ref.</u>	
Increased by:		
Loan Award	E-19	\$ 973,243.00
Decreased by:		\$ 491,206.00
Cash Receipt	E-5	<u>163,735.00</u>
Interfund Receivable	E-9	<u>654,941.00</u>
Balance, December 31, 2014	E	<u><u>\$ 318,302.00</u></u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
YEAR ENDED DECEMBER 31, 2014

E-13

<u>Ordinance Number</u>	<u>Description</u>	<u>Balance Dec. 31, 2013</u>	<u>2014 Authorizations</u>	<u>Balance Dec. 31, 2014</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	1,100,000.00		1,100,000.00
14-19	Various Sewer System Improvements	<u> </u>	<u>445,000.00</u>	<u>445,000.00</u>
		<u>\$ 5,485,000.00</u>	<u>\$ 445,000.00</u>	<u>\$ 5,930,000.00</u>
	Ref.	E	E-18	E

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

E-14

	<u>Balance Dec. 31, 2013</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	\$	\$ 34,007.87	\$ 34,007.87	\$	\$ 34,007.87
Other Expenses	12,898.94	140,551.03	153,449.97	41,818.61	111,631.36
Passaic Valley Sewer Commission		0.12	0.12		0.12
Third River Sewer		65.64	65.64		65.64
Second River Sewer		9,635.57	9,635.57		9,635.57
Unemployment Insurance		3,500.00	3,500.00		3,500.00
	<u>\$ 12,898.94</u>	<u>\$ 187,760.23</u>	<u>\$ 200,659.17</u>	<u>\$ 41,818.61</u>	<u>\$ 158,840.56</u>
<u>Ref.</u>	E	E		E-5	E-1

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

SEWER OVERPAYMENTS
YEAR ENDED DECEMBER 31, 2014

E-15

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 24,051.65
Increased by:		
Collections	E-5	128.60
		24,180.25
Decreased by:		
Refunds	E-5	\$ 618.00
Canceled	E-1	314.37
Overpayments Applied	E-10	4,483.95
		5,416.32
Balance, December 31, 2014	E	\$ 18,763.93

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

INTERFUNDS PAYABLE
YEAR ENDED DECEMBER 31, 2014

E-16

	Ref.	<u>Sewer Operating Fund</u>		<u>Sewer Capital Fund</u>
		<u>Water Operating</u>	<u>Current Fund</u>	<u>Sewer Operating Fund</u>
Balance, December 31, 2013	E	<u>\$ 475.41</u>	<u>\$</u>	<u>\$ 2,566.01</u>
Increased by:				
Advances	E-5	<u>350.08</u>	<u>1,500,000.00</u>	<u>200,952.93</u>
		<u>350.08</u>	<u>1,500,000.00</u>	<u>200,952.93</u>
		825.49	1,500,000.00	203,518.94
Decreased by:				
Settlements	E-5	<u>350.08</u>	<u>1,400,000.00</u>	<u>200,000.00</u>
Balance, December 31, 2014	E	<u>\$ 475.41</u>	<u>\$ 100,000.00</u>	<u>\$ 3,518.94</u>

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

ACCRUED INTEREST ON NOTES
YEAR ENDED DECEMBER 31, 2014

E-17

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 9,815.25
Increased by:		
Budget Appropriation	E-4	24,868.30
		34,683.55
Decreased by:		
Payments	E-5	27,910.71
		27,910.71
Balance, December 31, 2014	E	\$ 6,772.84

Analysis of Balance

<u>Notes Outstanding</u> <u>Dec. 31, 2014</u>	<u>Interest</u> <u>Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Period</u>
		<u>From</u>	<u>To</u>		
\$ 3,612,714.00	1.25 %	11/7/2014	12/31/2014	44 Days	\$ 6,772.84

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY

E-18

SEWER IMPROVEMENT AUTHORIZATIONS
YEAR ENDED DECEMBER 31, 2014

Improvement Description	Number	Ordinance		Balance Dec. 31, 2013		2014 Authorizations	Paid or Charged	Balance Dec. 31, 2014	
		Date	Amount	Funded	Unfunded			Funded	Unfunded
Various Sewer System Improvements	06-38	10-01-06	\$ 755,000.00						
	07-44	9-25-07	100,000.00	\$	\$ 123,411.14	\$	\$ 1,854.86	\$	\$ 121,556.28
Various Sewer System Improvements	08-11	2-19-08	600,000.00		23,318.14		649.27		22,668.87
Repairs to Sewer Utility System	08-36	9-23-08	330,000.00		29,186.93				29,186.93
Various Sewer System Improvements	09-17	4-21-09	550,000.00		394,514.53		179,846.23		214,668.30
Various Sewer System Improvements	09-70	11-10-09	450,000.00		85,859.35				85,859.35
Refurbishment of the Sanitary Sewer	11-54	08-16-11	1,600,000.00		360,760.45		115,204.19		245,556.26
Various Sewer System Improvements	12-21	03-06-12	1,100,000.00	447,508.84			1,526.25	319,225.59	126,757.00
Various Sewer System Improvements	14-19	06-17-14	445,000.00			445,000.00	1,050.00		443,950.00
				<u>\$ 447,508.84</u>	<u>\$ 1,017,050.54</u>	<u>\$ 445,000.00</u>	<u>\$ 300,130.80</u>	<u>\$ 319,225.59</u>	<u>\$ 1,290,202.99</u>
		Reference		E	E	E-13	E-5	E	E

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TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

ENVIRONMENTAL INFRASTRUCTURE LOAN PAYABLE
YEAR ENDED DECEMBER 31, 2014

E-19

	<u>Ref.</u>	
Increased by:		
Loan Issued	E-12	\$ 973,243.00
Decreased by		
Loan Payments	E-22	<u>93,483.50</u>
Balance, December 31, 2014	E	<u>\$ 879,759.50</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

DEFERRED RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2014

E-20

Ordinance Number	Improvement Description	Balance Dec. 31, 2013	Increase	Decrease	Balance Dec. 31, 2014
06-38, 07-44	Various Sewer System Improvements	\$ 89,757.00	\$ 13,581.00	\$	\$ 103,338.00
08-11	Various Sewer System Improvements	14,300.00	7,123.00		21,423.00
08-36	Repairs to Sewer Utility System	23,425.00	3,798.00		27,223.00
09-17	Various Sewer System Improvements	33,700.00	6,168.00		39,868.00
09-70	Various Sewer System Improvements	26,667.00	4,167.00		30,834.00
12-21	Various Sewer System Improvements	<u>1,100,000.00</u>		<u>1,100,000.00</u>	
		<u>\$ 1,287,849.00</u>	<u>\$ 34,837.00</u>	<u>\$ 1,100,000.00</u>	<u>\$ 222,686.00</u>
Ref.		E	E-5	E-21	E

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2014

E-21

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 620,500.00
Increased by:		
Applied to Incorrect Ordinance	E-20	<u>1,100,000.00</u>
Balance, December 31, 2014	E	<u>\$ 1,720,500.00</u>

RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2014

E-22

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 7,500.00
Increased by:		
Payment of Loans	E-19	<u>93,483.50</u>
Balance, December 31, 2014	E	<u>\$ 100,983.50</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

BOND ANTICIPATION NOTES
YEAR ENDED DECEMBER 31, 2014

E-23

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Ordinance Number	Purpose	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2013	Increase	Decrease	Balance Dec. 31, 2014	
06-38, 07-44	Various Sewer System Improvements	12-21-06	11-07-14	11-06-15	1.25%	\$ 357,520.00	\$ 350,286.00	\$ 357,520.00	\$ 350,286.00	
		12-18-08	11-07-14	11-06-15	1.25	289,150.00	283,725.00	289,150.00	283,725.00	
		12-18-09	11-07-14	11-06-15	1.25	48,578.00	47,666.00	48,578.00	47,666.00	
		12-16-10	11-07-14	11-06-15	1.25	570.00	560.00	570.00	560.00	
08-11	Various Sewer Improvements	3-13-09	11-07-14	11-06-15	1.25	485,700.00	478,577.00	485,700.00	478,577.00	
		11-07-14	11-07-14	11-06-15	1.25		78,000.00		78,000.00	
08-36	Repairs to Sewer Utility System	3-13-09	11-07-14	11-06-15	1.25	194,500.00	191,802.00	194,500.00	191,802.00	
		3-11-10	11-07-14	11-06-15	1.25	98,900.00	97,800.00	98,900.00	97,800.00	
09-17	Various Sewer Improvements	3-11-10	11-07-14	11-06-15	1.25	368,800.00	362,632.00	368,800.00	362,632.00	
09-70	Various Sewer Improvements	12-16-10	11-07-14	11-06-15	1.25	295,833.00	291,666.00	295,833.00	291,666.00	
		11-07-14	11-07-14	11-06-15	1.25		55,000.00		55,000.00	
11-54	Various Sewer Improvements	11-07-14	11-07-14	11-06-15	1.25		1,375,000.00		1,375,000.00	
						<u>\$ 2,139,551.00</u>	<u>\$ 3,612,714.00</u>	<u>\$ 2,139,551.00</u>	<u>\$ 3,612,714.00</u>	
						<u>Ref.</u>	E	E-5	E-5	E

TOWNSHIP OF MONTCLAIR
SEWER UTILITY FUND

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
YEAR ENDED DECEMBER 31, 2014

E-24

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2013</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2014</u>
06-38, 07-44	Various Sewer System Improvements	\$ 62,000.00	\$	\$	\$ 62,000.00
08-11	Various Sewer Improvements	100,000.00		78,000.00	22,000.00
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		55,000.00	72,500.00
11-54	Various Sewer System Improvements	1,600,000.00		1,375,000.00	225,000.00
12-21	Various Sewer System Improvements		1,100,000.00	973,243.00	126,757.00
14-19	Various Sewer System Improvements		445,000.00		445,000.00
		<u>\$ 2,050,100.00</u>	<u>\$ 1,545,000.00</u>	<u>\$ 2,481,243.00</u>	<u>\$ 1,113,857.00</u>
<u>Ref.</u>		E			E

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION -
TREASURER
YEAR ENDED DECEMBER 31, 2014

F-4

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, December 31, 2013	F	\$ 1,739,974.26	\$ 1,134,722.46
Increased by Receipts:			
Interest on Deposits	F-2, F-13	\$ 2,506.13	\$ 2,031.64
Meter Fees	F-2	1,861,376.68	
Miscellaneous Revenue	F-2	228,180.16	
Permit Fees	F-2	1,609,268.67	
Interfund Receivable	F-7	915,735.54	
		<u>4,617,067.18</u>	<u>2,031.64</u>
			1,136,754.10
Increased by Disbursements:			
Anticipated Revenue - Current Fund	F-1	400,000.00	
Budget Appropriations	F-3	1,731,726.26	
Petty Cash	F-6	293.00	
Interfund Receivable	F-7	500,000.00	
Interfund Payable	F-13		334,127.85
Appropriation Reserves	F-9	256,863.48	
Accrued Interest on Bonds	F-10	709,630.08	
		<u>3,598,512.82</u>	<u>334,127.85</u>
Balance, December 31, 2014	F	<u>\$ 2,758,528.62</u>	<u>\$ 802,626.25</u>

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ANALYSIS OF CAPITAL CASH
DECEMBER 31, 2014 AND 2013

F-5

	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Other Accounts</u>		
Capital Improvement Fund	\$ 845,000.00	\$ 800,000.00
Current Fund Interfund		82,944.48
General Capital Fund Interfund		251,183.37
Parking Utility Operating Fund Interfund	<u>(42,373.75)</u>	<u>594.61</u>
	<u>\$ 802,626.25</u>	<u>\$ 1,134,722.46</u>
<u>Ref.</u>	F-4	F-4

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

PETTY CASH
YEAR ENDED DECEMBER 31, 2014

F-6

	<u>Ref.</u>	
Increased by:		
Cash Disbursements	F-4	\$ 293.00
Decreased by:		
Budget Appropriation	F-3	<u>293.00</u>
Balance, December 31, 2014		<u>\$</u>

TOWNSHIP OF MONTCLAIR
PARKING AUTHORITY

INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

F-7

	Ref.	<u>Parking Utility Operating Fund</u>			<u>Parking Utility</u>	
		<u>Total</u>	<u>Parking Utility</u> <u>Capital Fund</u>	<u>Current</u> <u>Fund</u>	<u>General</u> <u>Capital Fund</u>	<u>Capital Fund</u> <u>Parking Utility</u> <u>Operating Fund</u>
Balance, December 31, 2013	F	\$ 416,330.15	\$ 594.61	\$ 358,975.00	\$ 56,760.54	\$
Increased by:						
Transferred From/To Interfunds Payable	F-	84,747.50	42,373.75			42,373.75
Advances	F-4	500,000.00		500,000.00		
Interest Earned	F-2	2,031.64	2,031.64			
		<u>1,003,109.29</u>	<u>44,405.39</u>	<u>858,975.00</u>	<u>56,760.54</u>	<u>42,373.75</u>
Decreased by:						
Budget Appropriation	F-3	45,000.00	45,000.00			
Collections	F-4	915,735.54		858,975.00	56,760.54	
Balance, December 31, 2014	F	<u>\$ 42,373.75</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 42,373.75</u>

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TOWNSHIP OF MONTCLAIR
PARKING UTILITY

FIXED CAPITAL
DECEMBER 31, 2014

F-8

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2014</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 FUND

APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2014

F-9

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating</u>					
Salaries and Wages	\$	\$ 104,778.64	\$ 104,778.64	\$	\$ 104,778.64
Other Expenses	76,795.95	668,181.79	744,977.74	256,863.48	488,114.26
<u>Statutory Expenditures</u>					
Public Employees' Retirement System		10,323.85	10,323.85		10,323.85
Social Security System		40,000.00	40,000.00		40,000.00
	<u>\$ 76,795.95</u>	<u>\$ 823,284.28</u>	<u>\$ 900,080.23</u>	<u>\$ 256,863.48</u>	<u>\$ 643,216.75</u>
<u>Ref.</u>	F	F		F-4	F-1

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TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ACCRUED INTEREST ON BONDS
YEAR ENDED DECEMBER 31, 2014

F-10
Sheet # 1

	<u>Ref.</u>	
Balance, December 31, 2013	F	\$ 358,975.00
Increased by:		
Budget Appropriation	F-3	679,290.26
		1,038,265.26
Decreased by:		
Payments	F-4	709,630.08
Balance, December 31, 2014	F	\$ 328,635.18

Analysis of Balance

Bonds Outstanding Dec. 31, 2014	Interest Rate	Accrued		Period	Amount
		From	To		
\$ 670,000.00	4.500%	7/1/2014	12/31/2014	6 Months	\$ 15,075.00
400,000.00	2.000%	7/1/2014	12/31/2014	6 Months	4,000.00
375,000.00	3.000%	7/1/2014	12/31/2014		5,625.00
795,000.00	4.000%	7/1/2014	12/31/2014		15,900.00
3,445,000.00	5.000%	7/1/2014	12/31/2014		86,125.00
585,000.00	3.375%	7/1/2014	12/31/2014		9,871.88
610,000.00	3.500%	7/1/2014	12/31/2014		10,675.00
1,280,000.00	3.625%	7/1/2014	12/31/2014		23,200.00
1,375,000.00	3.750%	7/1/2014	12/31/2014		25,781.25
3,165,000.00	5.000%	7/1/2014	12/31/2014		79,125.00
12,030,000.00					275,378.13
75,000.00	6.400%	7/1/2014	12/31/2014	6 Months	2,400.00

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

ACCRUED INTEREST ON BONDS
YEAR ENDED DECEMBER 31, 2014

F-10
Sheet # 2

Bonds Outstanding Dec. 31, 2014	Interest Rate	Accrued		Period	Amount
		From	To		
\$ 20,000.00	7.06%	7/1/2014	12/31/2014		\$ 70.60
20,000.00	9.56%	7/1/2014	12/31/2014		95.60
60,000.00	1.489%	7/1/2014	12/31/2014		446.70
65,000.00	2.190%	7/1/2014	12/31/2014		711.75
65,000.00	2.490%	7/1/2014	12/31/2014		809.25
65,000.00	2.860%	7/1/2014	12/31/2014		929.50
65,000.00	3.110%	7/1/2014	12/31/2014		1,010.75
70,000.00	3.324%	7/1/2014	12/31/2014		1,163.40
65,000.00	3.524%	7/1/2014	12/31/2014		1,145.30
70,000.00	3.674%	7/1/2014	12/31/2014		1,285.90
410,000.00	4.324%	7/1/2014	12/31/2014		8,864.20
845,000.00	4.556%	7/1/2014	12/31/2014		19,249.10
<u>1,820,000.00</u>					<u>35,782.05</u>
<u>\$ 14,595,000.00</u>					<u>\$ 328,635.18</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

RESERVE FOR AMORTIZATION
YEAR ENDED DECEMBER 31, 2014

F-11

	<u>Ref.</u>	
Balance, December 31, 2013	F	\$ 1,560,000.00
Increased by:		
Serial Bonds Paid by Operating Budget:		
Current Year		\$ 355,000.00
Refunded Bonds		<u>13,785,000.00</u>
	F-14	<u>14,140,000.00</u>
		<u>15,700,000.00</u>
Decreased by:		
Refunding Bonds	F-14	<u>13,850,000.00</u>
Balance, December 31, 2014	F	<u>\$ 1,850,000.00</u>

CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2014

F-12

Balance, December 31, 2013	F	\$ 800,000.00
Increased by:		
Due from Operating Fund	F-13	<u>45,000.00</u>
Balance, December 31, 2014	F	<u>\$ 845,000.00</u>

See Independent Auditors' Report

TOWNSHIP OF MONTCLAIR
PARKING UTILITY

INTERFUNDS PAYABLE
DECEMBER 31, 2014

F-13

	Ref.	Total	Parking Utility Capital Fund			Parking Utility
			Current Fund	Parking Utility Operating Fund	General Capital Fund	Operating Fund Parking Utility Capital Fund
Balance, December 31, 2013	F	\$ 334,722.46	\$ 82,944.48	\$ 594.61	\$ 251,183.37	\$
Increased by:						
Transferred From/To Interfunds Receivable	F-7	84,747.50		42,373.75		42,373.75
Cash Receipts	F-4	2,031.64		2,031.64		
		<u>421,501.60</u>	<u>82,944.48</u>	<u>45,000.00</u>	<u>251,183.37</u>	<u>42,373.75</u>
Decreased by:						
Cash Disbursements	F-4	334,127.85	82,944.48		251,183.37	
Capital Improvement Fund	F-12	45,000.00		45,000.00		
		<u>379,127.85</u>	<u>82,944.48</u>	<u>45,000.00</u>	<u>251,183.37</u>	
Balance, December 31, 2014	F	<u>\$ 42,373.75</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 42,373.75</u>

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TOWNSHIP OF MONTCLAIR
PARKING UTILITY

SERIAL BONDS
YEAR ENDED DECEMBER 31, 2014

F-14
Sheet # 1

Purpose	Date of Issue	Amount of Original Issue	Bonds Outstanding		Interest Rate	Balance Dec. 31, 2013	Increase	Decrease	Balance Dec. 31, 2014
			Dec. 31, 2014						
			Date	Amount					
Series A	5-15-06	\$ 14,555,000.00	1-01-15	\$ 330,000.00	4.50 %	\$ 13,135,000.00	\$	\$	\$
			1-01-16	340,000.00	4.50				
Refunding	7-1-14	12,030,000.00	1-01-15/16	15,000.00	2.00				
			1-01-17	370,000.00	2.00				
			1-01-18	375,000.00	3.00				
			1-01-19	390,000.00	4.00				
			1-01-20	405,000.00	4.00				
			1-01-21	425,000.00	5.00				
			1-01-22	445,000.00	5.00				
			1-01-23	465,000.00	5.00				
			1-01-24	495,000.00	5.00				
			1-01-25	515,000.00	5.00				
			1-01-26	535,000.00	5.00				
			1-01-27	565,000.00	5.00				
			1-01-28	585,000.00	3.375				
			1-01-29	610,000.00	3.50				
			1-01-30	630,000.00	3.625				
			1-01-31	650,000.00	3.625				
			1-01-32	680,000.00	3.750				
			1-01-33	695,000.00	3.750				
			1-01-34	735,000.00	5.00				
			1-01-35	770,000.00	5.00				
1-01-36	805,000.00	5.00							
1-01-37	855,000.00	5.00	12,030,000.00	12,030,000.00					

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TOWNSHIP OF MONTCLAIR
PARKING UTILITY

SERIAL BONDS
YEAR ENDED DECEMBER 31, 2014

F-14
Sheet # 2

Purpose	Date of Issue	Amount of Original Issue	Bonds Outstanding		Interest Rate	Balance Dec. 31, 2013	Increase	Decrease	Balance Dec. 31, 2014
			Date	Amount					
Series B	5-15-06	\$ 1,890,000.00	1-01-15	\$ 35,000.00	6.40 %	\$ 1,750,000.00	\$	\$ 1,675,000.00	\$ 75,000.00
			1-01-16	40,000.00	6.40				
Refunding	7-1-14	1,820,000.00	1-01-15	20,000.00	.706				
			1-01-16	20,000.00	.956				
			1-01-17	60,000.00	1.489				
			1-01-18	65,000.00	2.190				
			1-01-19	65,000.00	2.490				
			1-01-20	65,000.00	2.860				
			1-01-21	65,000.00	3.110				
			1-01-22	70,000.00	3.324				
			1-01-23	65,000.00	3.524				
			1-01-24	70,000.00	3.674				
			1-01-25	75,000.00	4.324				
			1-01-26	80,000.00	4.324				
			1-01-27	85,000.00	4.324				
			1-01-28	85,000.00	4.324				
			1-01-29	85,000.00	4.324				
			1-01-30	90,000.00	4.556				
			1-01-31	90,000.00	4.556				
			1-01-32	100,000.00	4.556				
			1-01-33	105,000.00	4.556				
			1-01-34	105,000.00	4.556				
1-01-35	115,000.00	4.556							
1-01-36	115,000.00	4.556							
1-01-37	125,000.00	4.556							
							1,820,000.00		1,820,000.00
						\$ 14,885,000.00	\$ 13,850,000.00	\$ 14,140,000.00	\$ 14,595,000.00
<u>Ref.</u>						F	F-11	F-11	F

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PART II
REPORT ON INTERNAL CONTROL AND
OTHER MATTERS
SINGLE AUDIT ATTACHMENTS
ROSTER OF OFFICIALS
COMMENTS AND RECOMMENDATIONS
DECEMBER 31, 2014

**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, 2014, and the related notes to the financial statements, which collectively comprise Township's basic financial statements, and have issued our report thereon dated June 15, 2015.

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.

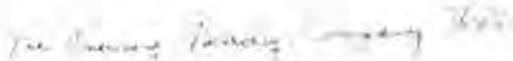
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

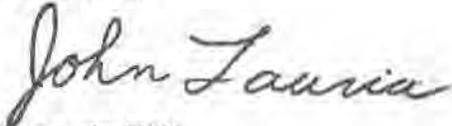
Purpose of this Report

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 15, 2015



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, 2014. 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, 2014.

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.

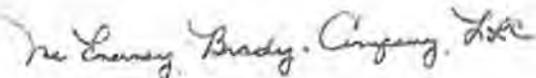
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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.

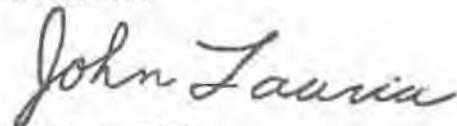
The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

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, 2014, and have issued our report thereon dated June 15, 2015, 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 15, 2015



John Lauria, RMA
Licensed Registered Municipal Accountant # 403

TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2014

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 2014	14.218	7-01-14	Completion	\$ 161,165.00	\$	\$	\$	\$
Program Year 2013	14.218	7-01-13	Completion	180,000.00		46,707.77	133,292.23	133,292.23
Program Year 2012	14.218	7-01-12	Completion	196,227.00		64,358.80	115,368.20	131,868.20
Direct Award - Section 8 Housing	14.856	1-01-14	12-31-14	3,651,252.19	3,651,252.19		3,578,953.18	3,578,953.18
U.S. Department of Justice Pass Through New Jersey Department of Law and Public Safety								
Pedestrian Safety Grant	16.710	7-01-12	6-30-13	15,000.00	15,000.00		9,709.00	9,709.00
	16.710	7-01-13	6-30-14	12,000.00			4,350.00	4,350.00
Cops in Shops	16.710	7-01-14	6-30-15	2,000.00	2,000.00			
Bulletproof Vest Program	16.607	7-01-12	6-30-13	2,857.65			2,857.65	2,857.65
Edward Byrne Juvenile Assistance Program	16.751	7-01-14	6-30-15	4,724.00	4,724.00		2,800.00	2,800.00
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 A
Sheet # 2

SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2014

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	\$ 12,000.00	\$ 8,000.00	\$	\$ 1,800.00	\$ 3,200.00
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				
	20.60	7-01-14	6-30-15	4,000.00	4,000.00			
Highway Safety Grant	20.602	7-01-12	6-30-13	15,000.00			1,741.00	15,000.00
Bicycle Safety Grant	20.60	7-01-14	6-30-15	12,720.00	7,270.00		5,220.00	5,220.00
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	7-01-13	6-30-14	15,504.00	245.00			15,504.00
Senior Citizens' Public Health Nurse	13.991	7-01-14	6-30-14	14,561.00	14,561.00		14,561.00	14,561.00
Total Federal Financial Assistance					\$ 3,713,302.19	\$ 111,066.57	\$ 3,870,652.26	\$ 4,283,484.54

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TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2014

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
	Glen Ridge Section 1	ORD 12-41	237,700.00	7/01/12	7/01/13	197,865.00	64,676.52	64,676.52
	Union Street Section 2	ORD 14-03	221,330.00	7/01/13	7/01/14	165,365.14	182,102.79	182,102.79
	Transit Village		200,000.00	7/01/12	7/01/13		8,495.00	184,353.88
	Safe Routes to Schools Program		324,000.00	7/01/07	Completion			10,110.00
			130,000.00	7/01/12	Completion	16,570.00		98,028.00
						<u>440,651.14</u>	<u>255,274.31</u>	<u>1,239,513.19</u>
	Environmental Protection	Clean Communities	4900-765-178910-60	63,632.97	1/01/12	12/31/13	63,632.97	63,632.97
Sustainable Jersey Small Grant			2,083.00	7/01/10	Completion			
			20,000.00	7/01/14	Completion	10,000.00	20,000.00	20,000.00
Cable Communication Grant			20,000.00	7/01/14	Completion	5,000.00		
N.J.E.D.A. Hazardous Discharge			103,612.00	7/01/12	Completion	36,172.58	35,246.78	35,246.78
NJ Historic Preservation		487-542-320010-60	2,800.00	7/01/13	Completion		2,800.00	2,800.00
			23,500.00	7/01/13	Completion		22,975.78	22,975.78
			2,560.00	7/01/14	Completion			
Historic Trust		487-542-320010-60	18,665.00	7/01/12	Completion			14,297.00
Recycling Tonnage Grant			28,565.89	7/01/14	Completion	28,565.89	28,565.89	28,565.89
Green Acres Trust Program:								
Edgemont Pond	ORD 11-20	1,000,000.00	7/01/11	Completion		35,143.03	780,524.34	
N.J. Environmental Infrastructure Program:								
Sewer Capital	ORD 12-21	973,243.00	7/01/09	Completion	654,941.00	1,526.25	641,879.72	
					<u>798,312.44</u>	<u>209,890.70</u>	<u>1,609,922.48</u>	

TOWNSHIP OF MONTCLAIR

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2014

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	\$ 69,100.00	1/01/13	12/31/13	\$ 29,626.22	\$ 31,670.03	\$ 68,599.00
			41,550.00	1/01/14	12/31/14	27,550.00	5,054.37	5,054.37
	Emergency Preparedness Grant		3,477.60	7/01/11	6/30/12			2,688.35
	Essex Regional Fund		3,055.55				600.15	2,820.70
	County Health Officers		17,500.00	7/01/11	6/30/14	3,500.00	350.00	6,063.13
	Passed thru Montclair Board of Education: Non-Public School Nursing		122,404.00	7/01/13	6/30/14		39,271.68	122,345.28
			129,001.00	7/01/14	6/30/15	129,001.00	95,963.11	95,963.11
			160,486.00	7/01/15	6/30/16			
						<u>189,677.22</u>	<u>172,909.34</u>	<u>303,533.94</u>
	Law and Public Safety	Division of Criminal Justice: Body Armor Fund	1020-718-066-1020-001	9,446.43	7/01/12	6/30/13		2,056.43
21,664.11				7/01/13	6/30/14		18,972.92	18,972.92
Safe and Secure Community Program			60,000.00	7/01/12	6/30/13	51,025.00	51,025.00	51,025.00
			60,000.00	7/01/13	6/30/14	60,000.00		
Division of Motor Vehicles: Drunk Driving Enforcement		6400-100-078-6400	4,973.08	7/01/13	6/30/14			2,060.00
Alcohol Education and Rehabilitation			11,162.97	7/01/08	Completion		2,400.00	8,836.48
			6,687.90	7/01/11	Completion			
			5,161.93	7/01/13	Completion			
			1,772.40	7/01/14	Completion	1,772.40		
Division of Archives and Records Management: PARIS Police Records		22,200.00	7/01/12	Completion		9,850.00	19,700.00	
					<u>112,797.40</u>	<u>84,304.35</u>	<u>90,340.83</u>	
					<u>\$ 1,541,438.20</u>	<u>\$ 722,378.70</u>	<u>\$ 3,243,310.44</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, 2014

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, 2014:

General Capital Fund:	
Green Acres Loan	\$ 344,898.43
Environmental Infrastructure Loan	502,755.75
Business District Loan	424,666.66
Water Utility Capital Fund:	
Environmental Infrastructure Loan	2,545,207.35
Sewer Utility Capital Fund:	
Environmental Infrastructure Loan	879,759.50

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 \$270,615.22 in 2014.

NOTE 7 - MAJOR PROGRAM AUDITED BY ANOTHER FIRM

The Township authorized another auditing firm to audit the Section 8 Housing Assistance Program for 2014. The report has not yet been issued. The 2013 audit had no reported comments or recommendations.

TOWNSHIP OF MONTCLAIR
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2014

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	<u>Unmodified</u>
Internal control over financial reporting:	
1) Material weakness(es) identified?	_____ Yes <u> √ </u> No
2) Were significant deficiencies identified that are not considered to be material weaknesses?	_____ Yes <u> √ </u> None Reported
Noncompliance material to basic financial statements noted?	_____ Yes <u> √ </u> No

Federal Awards Section

Internal control over major programs:	
1) Material weakness(es) identified?	_____ Yes <u> √ </u> No
2) Were significant deficiencies identified that are not considered to be material weaknesses?	_____ Yes <u> √ </u> None Reported
Type of auditor's report issued on compliance for major programs:	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular A-133?	_____ Yes <u> √ </u> 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?	<u> √ </u> Yes _____ No
--	------------------------------

TOWNSHIP OF MONTCLAIR

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2014

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)

480-078-6300-7310

Name of State Program

Department of Transportation:
Glenridge Avenue – Section 1
South Mountain Avenue –Section 2

TOWNSHIP OF MONTCLAIR
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2014

Section II – Financial Statement Findings

Finding #2014-1:

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, 2014

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, 2014

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 #2013-1:

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, 2014:

<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>		
Timothy Stafford	Acting Township Manager	
Anthony Blasi	Acting Chief Financial Officer, Comptroller	125,000.00 (1)
Linda S. Wanat	Municipal Clerk	
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.

The minutes indicate that bids were requested by public advertisement for all purchases except for the following:

Cenova Inc. - Snow Plowing

Also an emergency was declared for pothole repairs to the Township streets. However, a resolution authorizing the emergency work was not passed by the Township Council as required under New Jersey statute. Payments were made to Picutto Paving which exceeded the bid threshold.

It is recommended that -

Bids be solicited for all expenditures exceeding the bid threshold.

When emergency repairs or purchases are required that a resolution be approved by the Township Council.

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.

Payments to Simoff Engineering Associates exceeded the "Pay to Play Law" threshold of \$17,500.00. The Township did not have a Political Disclosure Form on file for this vendor. It was stated by the Purchasing Agent that the original award did not exceed the threshold but subsequent adjustments to the contract did.

It is recommended that -

Political Disclosure Forms be obtained for all vendors when they approach or exceed the statutory threshold.

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 2014, in the sum of \$26,010.11 are summarized as follows:

<u>Year</u>	<u>Amount</u>
2013	\$ 26,010.11

A tax sale was held in October 2014 and was complete, except for two properties which are in bankruptcy for years 2013 and 2014.

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>
2014	6
2013	6
2012	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>	<u>Number of Confirmations Written</u>
Payments of 2014 and 2015 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 ending bank 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.

Tax Collector

Adjustments were required to bring the subsidiary ledgers into agreement with the control records and the finance office general ledger. Adjustments of original postings to cash and other entries performed by the tax collector should be forwarded to the finance office so they can be posted to the Township's general ledger.

It is recommended -

That the tax collector reconcile their records to the finance office general ledger.

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	469.49
	2006	06-78	1,019.36
	2007	07-06	107,029.35
	2007	07-19	287,885.89
	2008	08-43	40,933.12
Water Capital Fund:	2002	02-33	15,290.13
	2002	02-34	160,571.92

Efforts should be continued to finance these ordinances.

Parking Utility Operations

Deposits are not being made within 48 Hours (Deposits are held on many instances for more then one week and then 10 bags will all be deposited on the same day making it very difficult to reconcile money received to the bank statement. Money collected from meter collections is also only collected once per week.

Department does not get stamped copy of deposit slips from the bank. Deposits made by the Crescent Deck are not available for audit and they are maintained at the parking deck.

Duplicate receipts are not given out to customers. They are only given to people who pay via credit card.

Parking permits are given out with "no charge" through out the year. These are given on a case by case basis and are usually a few times a month. There is no process in place to document the reason and approval of giving out the permit with no charge. An official policy should be in place that provides reasons and approval for any parking permit given our for free.

Monthly revenue reports created by the Parking Department are not turned over monthly in a timely fashion to the Finance Department.

Meter collections are being performed by only one employee. The coins are emptied from the meters into a pail. A sealed canister is not used and this could lead to funds being stolen since all of the coins are exposed.

Coins are being counted in an unsecure area where there are no cameras to monitor the collections.

It is recommended that –

All money is deposited within 48 hours and a separate bag is used for each day.

A stamped copy of the deposit slip is picked up at the bank for each deposit made to ensure all deposits are made within 48 hours and to help trace to the bank statements.

The deposit slips from Crescent Deck be attached to turnover sheets so Finance Director can reconcile any differences.

Pre-numbered duplicate receipt to everyone who pays money to the department.

That there should be a policy in place that provides reasoning and approval for any parking permit that is

given out for free. Any free permit should also be supported by any approval signature and documentation as to why a permit is being given out for free.

Parking Department provides monthly revenue reports to the Finance Department on a timely fashion. Any adjustments made to the monthly revenue reports should also be turned over to Finance in a timely fashion.

The officers in charge of collecting money always rotate who collects the money. Also, there should always be two officers present when the meter money is being counted.

A camera is placed in the office where meter money is collected to help ensure the safeguarding of assets.

Payroll Fund

Verification of new employee's legal status (Form I-9) was not on file for one of five employees tested.

Overtime for police officers was paid prior to the timesheets being approved by the superior police officer. Timesheets are emailed into the payroll office, amounts are paid then the hard copy of the timesheet along with the signature of the police chief is forwarded to payroll.

Cash reconciliations have not been prepared for the net payroll account for many years.

Cash reconciliations were prepared for the payroll agency accounts but they included numerous adjustments which could not be identified and verified. A list of payroll deductions payable was not prepared and we are unable to determine if the proper remittances were made to all appropriate agencies. We were also unable to determine if the proper amounts were posted.

It is recommended that –

- I-9's be obtained and kept on file for all new employees.

- Overtime be paid only after timesheets have been signed off for approval by the supervisors.

- Cash reconciliation be prepared monthly for the net payroll account and properly prepared for the payroll agency account.

- A detail listing of outstanding deductions payable be maintained at month's end and made 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.

Duplicate receipts were not being issued in all cases by the Township's Clerk's Office and the Recreations Department. To ensure proper internal control over collections, duplicate receipts should be issued in all cases.

It is recommended that –

- Duplicate receipts be issued by all departments for all revenue collected.

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.

Grants and Loans

It was noted during our audit that grant applications and grant reimbursement requests were being submitted without sending copies of both to the finance office. This has led to receipts being posted to the wrong accounts, interfunds being established and projects which should have been funded by the grants shown as unfunded and subject to the gross debt total. All departments preparing grant applications should forward them to the finance office. The finance office should also sign off on all grant reimbursement requests. Checks should be sent directly to the finance office.

It is recommended that –

All grant applications and grant reimbursements requests be forwarded and signed off by the Finance Office.

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 2014.

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 bids be solicited for all expenditures exceeding the bid threshold.

That all emergency repairs be approved by Township resolution to be in compliance with statutory requirements.

That political disclosure forms be obtained for all required vendors.

That the tax collector reconcile its records to the finance office general ledger.

- * 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 purchase orders be created and approved prior to the purchase of goods.
- * That IRS Form 1099-Misc. be issued to all required vendors.
- * 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 all parking revenue be deposited within 48 hours and parking meter collections be recorded by location and a separate bag be used each day.

That a stamped copy of each deposit slip be retained to help trace to the deposit including those from the Crescent Parking Deck.

That pre-numbered duplicate receipts to be issued by the Parking Utility.

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

That the Parking Utility provide monthly reports to the finance office.

That employees in charge of collecting parking fees always rotate who collects the money.

That cameras be placed in the location where parking fees are counted and that two employees always be present.

That I-9's be obtained/retained for all employees.

That overtime be paid only after all timesheets have been signed off on.

- * 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 duplicate receipts be issued for all collections by the Recreation Department and the Township Clerk's Office.

That all grant applications and grant reimbursement requests be forwarded to the finance office prior to submission by the department.

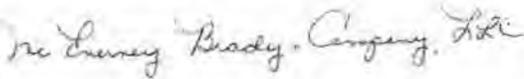
- * Indicates prior year recommendations

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.

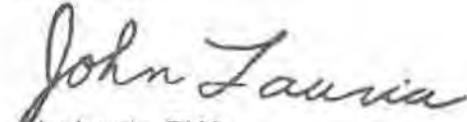
We shall be pleased to confer with the Mayor and Township Council on questions that might arise with respect to any matters in this report.

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,

A handwritten signature in cursive script, appearing to read "Mc Loney Ready Company, LLC".

Livingston, New Jersey
June 15, 2015

A handwritten signature in cursive script, reading "John Lauria".

John Lauria, RMA
Licensed Registered Municipal Accountant # 403