

**TOWNSHIP OF LYNDHURST  
County of Bergen, New Jersey**

**NJ Comprehensive Annual Financial Report  
YEAR ENDED DECEMBER 31, 2013  
(With Independent Auditors' Reports Thereon)**

**TOWNSHIP OF LYNDHURST  
NJ COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED DECEMBER 31, 2013  
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TOWNSHIP OF LYNDHURST

NJ Comprehensive Annual Financial Report

Introductory Section

**TOWNSHIP OF LYNDHURST  
MUNICIPAL OFFICIALS  
YEAR ENDED DECEMBER 31, 2013**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
<u>GENERAL ADMINISTRATION</u>		
Robert B. Giangeruso	Mayor	May 16, 2017
Thomas A. Di Maggio	Commissioner	May 16, 2017
Theodore J. Dudek	Commissioner	May 16, 2017
John J. Montillo, Jr.	Commissioner	May 16, 2017
Matthew T. Ruzzo	Commissioner	May 16, 2017
Helen Polito	Township Clerk	
Mary Ellen Kaminski	Deputy Township Clerk	
Robert L. Benecke	Chief Financial Officer	
Joan Barone	Tax Collector	
Joan Barone	Treasurer	
Denis Mc Guire	Tax Assessor	
Richard J. DiLascio	Township Attorney	
Michael Neglia	Township Engineer	May 13, 2014
Di Maria & Di Maria LLP	Township Auditor	May 13, 2014
The Bogle Agency	Risk Manager	December 31, 2013
James O' Conner	Police Chief	
Paul F. Haggerty	Emergency Management Coordinator	December 31, 2015
Andrew Marmorato	Assistant Emergency Mgmt Coordinator	December 31, 2015
Paul N. Haggerty	Assistant Emergency Mgmt Coordinator	December 31, 2015
Gloria Cucco	Registrar of Vital Statistics	July 31, 2014
Annette Mazure	Deputy Registrar of Vital Statistics	July 31, 2014
Sarah Anderson	Alternate Registrar of Vital Statistics	
Richard Gress	Superintendent of Water Utility & Streets	
Richard Gress	Superintendent of Parks and Recreation	
Mark Sadonis	Construction Code Official	
Charles Flenner	Plumbing Subcode Official	
Michael DeFrino	Electrical Subcode Official	
Robert Ferrara	Chemical Control Inspector	
Remington & Vernick	Chemical Engineers	
George O. Savino, Esq.	Municipal Court Judge	June 30, 2015
Judy Moltz	Municipal Court Administrator	
Kim Bolton	Deputy Court Administrator	
Denise Radigan	Violations Clerk	
Rosario Presti, Jr., Esq.	Prosecutor	May 31, 2017
Damon Vespi, Esq.	Alternate Prosecutor	May 31, 2017
Christopher A. Errante, Esq.	Public Defender	May 31, 2017

**TOWNSHIP OF LYNDHURST  
MUNICIPAL OFFICIALS  
YEAR ENDED DECEMBER 31, 2013**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
<u>PLANNING BOARD</u>		
Commissioner John J. Montillo	Member	May 16, 2017
Commissioner Matthew T. Ruzzo	Member	May 16, 2017
John Beirne	Member	December 31, 2015
Don Spagnuolo	Chairperson	June 22, 2014
Robert McCarthy	Member	June 22, 2014
Arthur N. Woolis	Member	February 18, 2015
John T. Campion	1st Alternate	February 18, 2015
Sal Trippi	2nd Alternate	February 18, 2015
Giacomo Raguseo	3rd Alternate	July 26, 2015
Douglas Bern, Esq.	Planning Board Attorney	
Neglia Engineering	Planning Consultant	
Fred Sulgic	Planner	
<u>ZONING BOARD</u>		
Frank Trangone	Member	December 31, 2016
Henry Simonak	Member	August 8, 2015
Vincent Gaccione	Member	December 31, 2016
Joseph Orlando	Chairperson	January 7, 2015
Steve Laudati	Member	June 22, 2017
Edward Koziol	Member	December 31, 2016
Walter Steel	Member	March 10, 2014
Joaquin Bouzas	1st Alternate	December 31, 2014
Ilhan Akar	2nd Alternate	October 23, 2015
James A. Breslin, Jr., Esq.	Zoning Board Attorney	
Neglia Engineering	Engineer	
<u>RENT LEVELING BOARD</u>		
Maryann Sidonio	Member	October 12, 2015
Frank Primerano	Member	October 12, 2016
John Beirne	Member	October 12, 2015
Francis Bianchi	Chairperson	October 12, 2016
Joseph Abruscato	Member	October 12, 2016
Hugo Bell	Member	October 12, 2016
Malcolm McPherson, Esq.	Attorney	



TOWNSHIP OF LYNDHURST  
NJ Comprehensive Annual Financial Report  
Financial Section

# *Di Maria & Di Maria LLP*

*Accountants & Consultants*

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245 Union Street  
Lodi, New Jersey 07644  
Voice 973.779.6890  
Facsimile 973.779.6891

## Independent Auditors' Report

Honorable Mayor and Members of the Board of Commissioners  
Township of Lyndhurst, County of Bergen, New Jersey

### Report on the Financial Statements

We have audited the accompanying balance sheets - *regulatory basis* - of the various funds and account group of the Township of Lyndhurst, in the County of Bergen (the "Township") as of and for the years ended December 31, 2013 and 2012, the related statement of operations and changes in fund balance - *regulatory basis* - for the years then ended, and the related statement of revenues - *regulatory basis* - and statement of expenditures - *regulatory basis* - of the various funds for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the foregoing 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 the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Independent Auditors' Report (Continued)

Auditors' Responsibility

Our responsibility is to express an opinion 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, audit requirements prescribed by the Division, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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 Township'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 Township'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.

Independent Auditors' Report (Continued)

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

As described in Note 2, these financial statements have been prepared in conformity with accounting principles prescribed by the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "*Basis for the Adverse Opinion on U.S. Generally Accepted Accounting Principles*" paragraph, the financial statements referred to above do not present fairly in accordance with accounting principles generally accepted in the United States of America the financial position of the Township as of December 31, 2013 and 2012, or the changes in financial position for the years then ended.

Basis for Qualified Opinion on Regulatory Basis of Accounting

As described in Note 13 of the financial statements. the Township participates in a Length of Service Award Program ("LOSAP") for its volunteer fire and rescue personnel. The amount reflected in the trust fund statements of \$722,740 and \$553,794 for 2013 and 2012 respectively were not audited and, therefore, we express no opinion on the LOSAP program.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in the "*Basis for Qualified Opinion on Regulatory Basis of Accounting*" paragraph, the financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets and account group as of December 31, 2013 and 2012, the regulatory basis statements of operations for the years then ended and the regulatory basis statements of revenues and expenditures for the year ended December 31, 2013 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 2.

Independent Auditors' Report (Continued)

Other Matters

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplementary data schedules listed in the table of contents and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedules of expenditures of federal awards and the schedule of expenditures of state financial assistance, as required by the U. S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-profit Organizations; and New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, respectively, are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplementary data schedules listed in the table of contents and the schedules of expenditures of federal awards and schedule of expenditures of state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary data schedules listed in the table of contents, the schedules of expenditures of federal awards, and the schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole on the basis of accounting as described in Note 2.

The letter of comments and recommendations section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Independent Auditors' Report (Continued)

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2014 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank Di Maria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

June 30, 2014

**TOWNSHIP OF LYNDHURST  
COMBINED COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
DECEMBER 31, 2013**

A-1

	Current Fund	Grant Fund	Trust Fund	General Capital Fund	Fixed Assets Account Group	Water Utility Operating Fund	Water Utility Capital Fund	Swimming Pool Utility Operating Fund	Total
<b>ASSETS AND OTHER DEBITS</b>									
Cash	\$ 11,093,797	\$ 988,757	\$ 1,092,547	\$ (427,960)	\$ -	\$ 996,600	\$ 1,894,394	\$ 151,802	\$ 15,789,937
Deferred Compensation Assets	-	-	722,740	-	-	-	-	-	722,740
Interfunds Receivable	392,144	12,229	1,986,665	647,328	-	1,629,995	1,537,920	55,950	6,262,231
Intergovernmental Receivable	-	-	-	5,898,470	-	-	973,464	-	6,871,934
Other Receivables	12,928,416	-	-	72,178	-	278,041	-	-	13,278,635
Fixed Capital	-	-	-	-	-	-	21,459,394	-	21,459,394
Fixed Capital Authorized and Uncompleted	-	-	-	-	-	-	-	-	-
Fixed Assets	-	-	-	-	48,047,094	-	-	-	48,047,094
Deferred Charges	2,721,922	-	-	58,994,856	-	-	-	-	61,716,778
<b>Total Assets and Other Debits</b>	<b>\$ 27,136,279</b>	<b>\$ 1,000,986</b>	<b>\$ 3,801,952</b>	<b>\$ 65,184,872</b>	<b>\$ 48,047,094</b>	<b>\$ 2,904,636</b>	<b>\$ 25,865,172</b>	<b>\$ 207,752</b>	<b>\$ 174,148,743</b>
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>									
Accounts/Contracts Payable	\$ -	\$ -	\$ -	\$ 945,810	\$ -	\$ -	\$ -	\$ -	945,810
Interfunds Payable	3,254,844	150,000	-	337,920	-	889,472	1,629,968	27	6,262,231
Intergovernmental Payable	7,801	-	-	-	-	-	-	-	7,801
Other Liabilities and Reserves	2,661,503	850,986	3,801,952	879,812	-	398,736	6,879,438	40,714	15,513,141
Improvement Authorizations	-	-	-	3,835,795	-	-	2,332,597	-	6,168,392
Serial Bonds Payable	-	-	-	38,463,000	-	-	5,345,000	-	43,808,000
Bond Anticipation Notes Payable	-	-	-	17,660,500	-	-	-	-	17,660,500
Loans Payable	-	-	-	2,857,106	-	-	9,677,344	-	12,534,450
Reserve for Receivables and Other Assets	13,320,560	-	-	-	-	278,041	-	-	13,598,601
Reserve for Investment in Fixed Assets	-	-	-	-	48,047,094	-	-	-	48,047,094
Fund Balance	7,891,571	-	-	204,929	-	1,338,387	825	167,011	9,602,723
<b>Total Liabilities, Reserves and Fund Balance</b>	<b>\$ 27,136,279</b>	<b>\$ 1,000,986</b>	<b>\$ 3,801,952</b>	<b>\$ 65,184,872</b>	<b>\$ 48,047,094</b>	<b>\$ 2,904,636</b>	<b>\$ 25,865,172</b>	<b>\$ 207,752</b>	<b>\$ 174,148,743</b>

**TOWNSHIP OF LYNDHURST  
COMBINED STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2013**

	Current Fund	Water Utility Operating Fund	Swimming Pool Utility Operating Fund
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Fund Balance Anticipated	\$ -	\$ 685,212	\$ -
Miscellaneous Revenues	6,546,265	118,641	-
Receipts from Delinquent Taxes	3,147,916	-	-
Amount to be Raised by Taxation - Local	30,754,954	-	-
Amount to be Raised by Taxation - Library	935,645	-	-
Utility Rents	-	4,212,260	154,908
Fines	-	54,612	-
Shared Service Agreement - Lyndhurst BOE	-	-	60,000
Deficit (General Budget)	-	-	77,950
Total Revenues	41,384,780	5,070,725	292,858
Other Credits to Income	41,111,399	124,366	62,348
Total Revenues and Other Credits to Income	\$ 82,496,179	\$ 5,195,091	\$ 355,206
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 11,332,315	\$ -	\$ -
Other Expenses	9,970,858	-	-
Deferred Charges and Statutory Expenditures	3,180,676	-	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	-	-	-
Other Expenses	3,645,755	-	-
Capital Improvements	275,000	-	-
Debt Service	5,937,114	-	-
Deferred Charges	880,000	-	-
Judgments	-	-	-
Reserve for Uncollected Taxes	2,550,000	-	-
Utility:			
Operating	-	2,528,066	230,098
Capital Improvements	-	20,000	-
Debt Service	-	1,192,570	-
Deferred Charges	-	47,675	43,944
Statutory Expenditures	-	66,901	13,908
Judgements	-	-	-
Surplus (General Budget)	-	300,000	-
Total Expenditures	\$ 37,771,718	\$ 4,155,212	\$ 287,950
Other Charges to Income	40,002,212	-	-
Total Expenditures and Other Charges to Income	\$ 77,773,930	\$ 4,155,212	\$ 287,950
Excess in Revenue	\$ 4,722,249	\$ 1,039,879	\$ 67,256
Transferred to Deferred Charge of Succeeding Year	\$ -	\$ -	\$ -
Fund Balance, January 1	3,169,322	983,720	99,755
	\$ 7,891,571	\$ 2,023,599	\$ 167,011
Utilization as Anticipated Revenue	-	685,212	-
Fund Balance, December 31	\$ 7,891,571	\$ 1,338,387	\$ 167,011



**TOWNSHIP OF LYNDHURST  
CURRENT FUND  
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2013**

	Budget as Modified	Actual	Variance
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Fund Balance Anticipated	\$ -	\$ -	\$ -
Miscellaneous Revenues	5,681,188	6,546,265	865,077
Receipts from Delinquent Taxes	1,900,000	3,147,916	1,247,916
Amount to be Raised by Taxation - Local	29,254,885	30,754,954	1,500,069
Amount to be Raised by Taxation - Library	935,645	935,645	-
Total Revenues	37,771,718	41,384,780	3,613,062
Other Credits to Income	39,714,068	41,111,399	1,397,331
Total Revenues and Other Credits to Income	<u>\$ 77,485,786</u>	<u>\$ 82,496,179</u>	<u>\$ 5,010,393</u>
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 11,332,315	\$ 11,332,315	\$ -
Other Expenses	9,970,858	9,970,858	-
Deferred Charges and Statutory Expenditures	3,180,676	3,180,676	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	-	-	-
Other Expenses	3,645,755	3,645,755	-
Capital Improvements	275,000	275,000	-
Debt Service	5,937,114	5,937,114	-
Deferred Charges	880,000	880,000	-
Judgements	-	-	-
Reserve for Uncollected Taxes	2,550,000	2,550,000	-
Total Expenditures	37,771,718	37,771,718	-
Other Charges to Income	39,714,068	40,002,212	288,144
Total Expenditures and Other Charges to Income	<u>\$ 77,485,786</u>	<u>\$ 77,773,930</u>	<u>\$ 288,144</u>
Excess (Deficit) in Revenue		4,722,249	
Expenditures Included Above Which Are by Statute Deferred Charges to Budget of Succeeding Year			-
Fund Balance, January 1		3,169,322	
		<u>\$ 7,891,571</u>	
Utilization as Anticipated Revenue			-
Fund Balance, December 31		<u>\$ 7,891,571</u>	

**TOWNSHIP OF LYNDHURST  
WATER UTILITY OPERATING FUND  
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2013**

	Budget as Modified	Actual	Variance
<b><u>REVENUES AND OTHER CREDITS TO INCOME</u></b>			
Revenues:			
Operating Surplus Anticipated	\$ 685,212	\$ 685,212	\$ -
Rents	3,250,000	4,212,260	962,260
Miscellaneous	180,000	118,641	(61,359)
Fines	40,000	54,612	14,612
Deficit (General Budget)	-	-	-
Total Revenues	4,155,212	5,070,725	915,513
Other Credits to Income	-	124,366	124,366
Total Revenues and Other Credits to Income	<u>\$ 4,155,212</u>	<u>\$ 5,195,091</u>	<u>\$ 1,039,879</u>
<b><u>EXPENDITURES AND OTHER CHARGES TO INCOME</u></b>			
Expenditures:			
Operating	\$ 2,528,066	\$ 2,528,066	\$ -
Capital Improvements	20,000	20,000	-
Debt Service	1,192,570	1,192,570	-
Deferred Charges	47,675	47,675	-
Statutory Expenditures	66,901	66,901	-
Judgements	-	-	-
Surplus (General Budget)	300,000	300,000	-
Total Expenditures	4,155,212	4,155,212	-
Other Charges to Income	-	-	-
Total Expenditures and Other Charges to Income	<u>\$ 4,155,212</u>	<u>\$ 4,155,212</u>	<u>\$ -</u>
Excess in Revenues		\$ 1,039,879	
Transferred to Deferred Charge of Succeeding Year		\$ -	
Fund Balance, January 1		983,720	
		<u>\$ 2,023,599</u>	
Utilization as Anticipated Revenue		685,212	
Fund Balance, December 31		<u>\$ 1,338,387</u>	

**TOWNSHIP OF LYNDHURST  
 SWIMMING POOL UTILITY OPERATING FUND  
 STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)  
 BUDGET AND ACTUAL  
 YEAR ENDED DECEMBER 31, 2013**

	Budget as Modified	Actual	Variance
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Operating Surplus Anticipated	\$ -	\$ -	\$ -
Rents	150,000	154,908	4,908
Miscellaneous	-	-	-
Shared Service Agreement - Lyndhurst BOE	60,000	60,000	-
Deficit (General Budget)	77,950	77,950	-
Total Revenues	287,950	292,858	4,908
Other Credits to Income	-	62,348	62,348
Total Revenues and Other Credits to Income	<u>\$ 287,950</u>	<u>\$ 355,206</u>	<u>\$ 67,256</u>
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>			
Expenditures:			
Operating	\$ 230,098	\$ 230,098	\$ -
Capital Improvements	-	-	-
Debt Service	-	-	-
Deferred Charges	43,944	43,944	-
Statutory Expenditures	13,908	13,908	-
Judgements	-	-	-
Total Expenditures	287,950	287,950	-
Other Charges to Income	-	-	-
Total Expenditures and Other Charges to Income	<u>\$ 287,950</u>	<u>\$ 287,950</u>	<u>\$ -</u>
Excess in Revenues		\$ 67,256	
Transferred to Deferred Charge of Succeeding Year		\$ -	
Fund Balance, January 1		99,755	
		<u>\$ 167,011</u>	
Utilization as Anticipated Revenue		-	
Fund Balance, December 31		<u>\$ 167,011</u>	

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 1 - Reporting Entity, Organization and Function**

A. Introduction

The Township of Lyndhurst (the "Township") is located within the County of Bergen, approximately 5 miles west of the City of New York. The Township's population according to the 2010 census is 20,554.

The Township was incorporated in 1917 and operates under a Five Member Board of Commission form of government. The mayor is selected by the Board. The Township previously operated on a state fiscal year, July 1 to June 30, operated on a transition year from July 1 2009 to December 31, 2009 and has now reverted back to a calendar fiscal year.

The municipal budget includes the following generally stated municipal services:

- General Government Functions
- Land Use Administration Functions
- Public Safety Functions
- Health and Human Service Functions
- Park and Recreation Functions
- Educational Functions
- Code Enforcement Functions
- Municipal Court Functions
- Capital Improvements
- Debt Service

B. Basis of Accounting

A modified accrual basis of accounting is followed with minor exceptions. Accounting principles prescribed for New Jersey municipalities by the Department of Community Affairs, Division of Local Government Services differ in certain respects from generally accepted accounting principles applicable to local government units.

C. Component Units

The financial statements of the component units of the municipality are not presented in accordance with Governmental Accounting Standards Board Statement No. 14. If the provisions of GASBS No. 14 had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the municipality:

- Volunteer Fire Department
- Volunteer Ambulance Corp.
- Free Public Library

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies**

The financial statements contain all applicable funds and account groups in accordance with the "Requirements of Audit" and the "N.J. Comprehensive Annual Financial Report" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. 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 municipality accounts for its financial transactions through the following separate funds which differs from the funds required by generally accepted accounting principles (GAAP).

A. Funds and Account Groups

The accounts are organized into the following funds and account groups:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature.

Federal and State Grant Fund - The Federal and State Grant Fund accounts for the budgeted and unbudgeted revenue/receipt, expenditure/disbursement of federal and state grants which qualify for accounting treatment more closely related to GAAP.

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

General Capital Fund - The General Capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. It is also the only fund, other than the Current Fund, that possesses the statutory authority to issue debt.

General Fixed Asset Account Group - The General Fixed Asset Account Group accounts for Township owned real and personal property in accordance with N.J.A.C. 5:30-5.6.

Water & Swimming Pool Utility Operating and Capital Funds - The Water & Swimming Pool Utility Operating and Capital Funds account for the operations and acquisition of capital facilities of the municipally owned water and swimming pool utilities.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

**B. Budgets and Budgetary Accounting**

The municipality must adopt an annual budget in accordance with N.J.S.A. 40A:4 et al. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten (10) days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight (28) days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the municipality's financial statements.

**C. Cash and Investments**

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The cash management plan adopted by the municipality requires that funds be deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires government units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units. All certificates of deposit are recorded as cash regardless of date of maturity.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

D. Interfunds

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

E. Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

F. General Fixed Assets

Property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Accounting for Governmental Fixed Assets, as promulgated by N.J.A.C. 5:30-5.6 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive. Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general 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. No depreciation on general fixed assets is recorded in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital have not been accounted for separately.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

G. Foreclosed Property

Foreclosed property is recorded in the Current Fund at the assessed value when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Asset Account Group. If such property is converted to a municipal use, it will be capitalized in the General Fixed Asset Account Group. GAAP requires property to be recorded in the General Fixed Asset Account Group at the market value at the time of acquisition.

H. Deferred Charges

The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et al. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

I. Appropriation Reserves

Appropriation reserves covering unexpended appropriation balances are automatically created at year end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriation Reserves are not established under GAAP.

J. Liens Sold for Other Governmental Units

Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

K. Fund Balance

Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.



**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

L. Revenues

Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized as and when anticipated as such in the Township's budget. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP generally requires that grant revenues be recognized when the actual expenditures financed by the grant are made.

M. Property Tax Revenues

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with the statutes. The amount of taxes levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the entities that follow. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. GAAP requires such revenue to be recognized when available and measurable reduced by an allowance for doubtful accounts.

N. School Taxes

The municipality is responsible for levying, collecting and remitting school taxes for the Local School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30. GAAP would require the recording of a deferred revenue.

O. County Taxes

The municipality is responsible for levying, collecting and remitting county taxes for the County. Operations are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations are charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

P. Reserve for Uncollected Taxes

The inclusion of the "Reserve for Uncollected Taxes" appropriation in the municipality's annual budget protects from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Q. Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at December 31, are recorded as a cash liability. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on long term debt which is recognized when due.

R. Compensated Absences and Postemployment Benefits

Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis. GAAP requires that the amount that would normally be liquidated with expendable financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as long term obligations.

S. Total Columns on Combined Statements

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

T. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

U. New Reporting Standard(s)

In November 2010, the Governmental Accounting Standards Board (GASB) issued Statement No. 61 "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34". The purpose of the statement is to amend the criteria for reporting and including component units with the primary government. This statement, which is effective for fiscal periods beginning after June 15, 2012, is not anticipated to have any effect on the Township's financial reporting.

In April 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 65 "Items Previously Reported as Assets and Liabilities". This statement, which clarifies the reporting requirements related to deferred assets and liabilities, is effective for fiscal periods beginning after December 15, 2012, is not anticipated to have any effect on the Township's financial reporting.

In April 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 66 "Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62". This statement, which resolves conflicts between Statements No. 10 and No. 54 provides more flexibility in fund classifications for risk based activities, is effective for fiscal periods beginning after December 15, 2012, is not anticipated to have any effect on the Township's financial reporting.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

U. New Reporting Standard(s) (Continued)

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 67 "Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25". This statement, which is effective for fiscal periods beginning after June 15, 2013, will not have any effect on the Township's financial reporting.

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 68 "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27". This statement, which is effective for fiscal periods beginning after June 15, 2014, will not have any effect on the Township's financial reporting.

In January 2013, the Governmental Accounting Standards Board (GASB) issued Statement No. 69 "Government Combinations and Disposals of Government Operations". This statement, which is effective for fiscal periods beginning after December 15, 2013, will not have any effect on the Township's financial reporting.

In April 2013, the Governmental Accounting Standards Board (GASB) issued Statement No. 70 "Accounting and Financial Reporting for Nonexchange Financial Guarantees". This statement, which is effective for fiscal years beginning after June 15, 2013, will not have any impact on the financial position of the Township but will require due diligence analysis and specific disclosure in the financial statements.

In November 2013, Governmental Accounting Standards Board (GASB) issued Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement No. 68". The provisions of this statement are required to be applied simultaneously with the provisions of Statement 68 which is effective for periods beginning after June 15, 2014. The provisions of this statement will require significant modifications to the disclosure requirements related to the entity's proportionate share of the cost-sharing defined benefit plans reported at the State of New Jersey level.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 3 - Cash and Cash Equivalents**

Change funds, petty cash, cash in banks, certificates of deposit and funds on deposit with the New Jersey Cash Management Fund are considered cash and cash equivalents.

A. Deposits

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 by any other agencies of the United States that insures deposits, or the New Jersey Cash Management Fund.

All bank deposits as of the balance sheet date are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Protection Act.

At December 31, the municipality's deposits are summarized as follows:

<u>Year</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>
2013	\$ 15,938,603	\$ 15,789,937

B. New Jersey Cash Management Fund

The State of New Jersey Cash Management Fund is managed by the State of New Jersey, Division of Investment under the Department of Treasury. It consists of U.S. Treasury obligations, government agency obligations, certificates of deposit and commercial paper. The Township had \$0 invested in this Fund as of December 31, 2013.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 4 - Investments**

New Jersey Statutes permit the municipality to purchase the following types of securities for investment:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States of America.
- b. Government Money Market Mutual Funds.
- c. Any obligation that a federal agency or federal instrumentality has issued, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest.
- d. Bonds or other obligations of municipalities or bonds or other obligations of school districts.
- e. Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.
- f. Local government investment pools.
- g. Agreement for the repurchase of fully collateralized securities, if transacted in accordance with N.J.S.A. 40A:5-15.1(8a-8e).

No investments were held as of December 31, 2013.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 5 - Fixed Assets**

The following is a summary of general fixed asset additions, deletions and adjustments for the year ended December 31, 2013:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Land	\$ 35,786,800	\$ -	\$ -	\$ -	\$ 35,786,800
Buildings and Improvements	5,681,100	-	-	-	5,681,100
Equipment	6,579,194	-	-	-	6,579,194
	<u>\$ 48,047,094</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,047,094</u>

No depreciation on general fixed assets is recorded in the financial statements in accordance with N.J.A.C. 5:30-5.6.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 6 - Municipal Debt**

A. Types of Municipal Debt

Capital Debt

The "Local Bond Law" of New Jersey Statutes governs the issuance of bonds and notes to finance capital expenditures, and are permitted only from the General Capital Fund. Bonds and Notes are backed by the full faith and credit of the municipality. Capital projects under financed under the Local Bond Law must have a minimum useful life of five years.

Bond Anticipated Notes - Bond Anticipation Note ("BANs") are issued to temporarily finance projects prior to the issuance of permanent bonds. Generally, the term of BANs can not exceed one year, but may be renewed from time to time for periods not exceeding one year, and ultimately paid or permanently financed no later than the first day of the fifth month following the close of the tenth fiscal year following the original issue date of the BAN. New Jersey Statutes require that on or before the third anniversary date of the original BAN issue date, an amount at least equal to the first legally payable installment must be paid towards the BAN upon each renewal until permanently funded or retired.

Bonds - Bonds issued are retired in serial installments within statutory periods of usefulness. New Jersey Statutes limit installment increments unless approval for a non-conforming maturity schedule is approved by the Local Finance Board.

The Township's long term debt paid by the Current Fund consisted of the following at December 31, 2013:

\$8,523,000 - General Obligation Bonds Series 2001 issued 5/1/2001 payable in annual installments through 5/1/2017. Interest is paid semi-annually at 4.70% per annum. The balance remaining on this issue is \$2,123,000.

\$5,520,000 - General Obligation Bonds Series 2003 issued 7/1/2003 payable in annual installments through 10/1/2015. Interest is paid semi-annually at varying rates from 1.40% to 3.40% per annum. The balance remaining on this issue is \$950,000.

\$5,795,000 - General Obligation Bonds Series 2005 issued 3/1/2005 payable in annual installments through 10/1/2019. Interest is paid semi-annually at varying rates from 3.20% to 3.75% per annum. The balance remaining on this issue is \$2,535,000.

\$2,900,000 - General Obligation Bonds - BCIA Series 2005 issued 5/1/2005 payable in annual installments through 6/1/2031. Interest is paid semi-annually at varying rates per annum. The balance remaining on this issue is \$2,355,000.

\$30,500,000 - General Obligation Bonds Series 2013 issued 8/15/2013 payable in annual installments through 8/15/2028. Interest is paid semi-annually at varying rates from 3.00% to 4.50% per annum. The balance remaining on this issue is \$30,500,000.

\$1,535,000 - New Jersey Environmental Infrastructure Trust Loan (CW) issued 12/2/2010 payable in semi-annual installments through 8/1/2030. Interest is paid semi-annually. The balance remaining on this issue is \$1,430,000.

\$1,595,000 - New Jersey Environmental Infrastructure Fund Loan (CW) issued 12/2/2010 payable in semi-annual installments through 8/1/2030. No interest is payable on this issue. The balance remaining on this issue is \$1,427,106.



**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 6 - Municipal Debt**

The Township's long term debt paid by the Water Utility Operating Fund consisted of the following at December 31, 2013:

\$3,105,000 - General Obligation Bonds Series 2001 issued 5/1/2001 payable in annual installments through 5/1/2030. Interest is paid semi-annually at 5.10% per annum. The balance remaining on this issue is \$1,955,000.

\$3,390,000 - General Obligation Bonds Series 2013 issued 8/15/2013 payable in annual installments through 8/15/2023. Interest is paid semi-annually at varying rates from 3.00% to 3.50% per annum. The balance remaining on this issue is \$3,390,000.

\$5,090,000 - New Jersey Environmental Infrastructure Trust Loan (DW) issued 12/2/2010 payable in semi-annual installments through 8/1/2030. Interest is paid semi-annually. The balance remaining on this issue is \$4,910,000.

\$5,047,776 - New Jersey Environmental Infrastructure Fund Loan (DW) issued 12/2/2010 payable in semi-annual installments through 8/1/2030. No interest is payable on this issue. The balance remaining on this issue is \$4,767,344.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 6 - Municipal Debt**

B. Comparative Summary of Debt and Remaining Borrowing Power

The following information summarizes the statutory debt calculations of the municipality as reported on the municipality's Annual Debt Statement.

	<u>2013</u>
Issued:	
School Bonds and Notes	\$ 4,235,000
Water Utility Bonds and Notes	15,022,344
General Bonds, Notes and Loans	<u>58,980,606</u>
	<u>\$ 78,237,950</u>
Authorized but not Issued:	
School Bonds and Notes	\$ -
Water Utility Bonds and Notes	-
General Bonds and Notes	14,250
	<u>\$ 14,250</u>
Gross Debt	<u>\$ 78,252,200</u>
Deductions:	
School Deduction	\$ (4,235,000)
Utility Deduction	(15,022,344)
Funds on Hand	(16,142,500)
Total Deductions	<u>\$ (35,399,844)</u>
Net Debt	<u>\$ 42,852,356</u>
Equalized Valuation Basis	\$ 2,906,021,002
Statutory Net Debt Percentage	1.47%
3-1/2% of Equalized Valuation Basis	\$ 101,710,735
Remaining Borrowing Power	\$ 58,858,379

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 6 - Municipal Debt**

C. Long-Term Bonded Debt Service Requirements to Maturity

The annual debt service requirement for long-term obligations requirements to maturity, including principal and interest as of December 31, 2013 for the General Capital Fund are as follows:

Year	2001 General Improvement Bonds		2003 Refunding Bonds	
	Principal	Interest	Principal	Interest
2014	535,000	87,208	480,000	31,580
2015	535,000	62,064	470,000	15,980
2016	535,000	36,919	-	-
2017	518,000	12,173	-	-
	<u>\$ 2,123,000</u>	<u>\$ 198,364</u>	<u>\$ 950,000</u>	<u>\$ 47,560</u>

Year	2005 General Improvement Bonds		2013 General Improvement Bonds	
	Principal	Interest	Principal	Interest
2014	415,000	91,162	1,400,000	1,136,000
2015	425,000	76,844	1,450,000	1,094,000
2016	425,000	61,968	1,450,000	1,050,500
2017	425,000	46,882	1,650,000	1,007,000
2018	425,000	31,476	1,750,000	949,250
2019	420,000	7,875	1,850,000	888,000
2020	-	-	1,900,000	823,250
2021	-	-	2,000,000	756,750
2022	-	-	2,200,000	686,750
2023	-	-	2,250,000	609,750
2024	-	-	2,350,000	531,000
2025	-	-	2,400,000	442,875
2026	-	-	2,550,000	346,875
2027	-	-	2,600,000	238,500
2028	-	-	2,700,000	121,500
	<u>\$ 2,535,000</u>	<u>\$ 316,207</u>	<u>\$ 30,500,000</u>	<u>\$ 10,682,000</u>

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 6 - Municipal Debt**

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding -  
General Capital Fund (Continued)

Year	2006 BCIA Bonds		Total	
	Principal	Interest	Principal	Interest
2014	90,000	115,500	2,920,000	1,461,450
2015	95,000	110,875	2,975,000	1,359,763
2016	100,000	106,000	2,510,000	1,255,387
2017	105,000	100,875	2,698,000	1,166,930
2018	105,000	95,625	2,280,000	1,076,351
2019	110,000	90,250	2,380,000	986,125
2020	115,000	84,625	2,015,000	84,625
2021	120,000	40,875	2,120,000	40,875
2022	125,000	110,500	2,325,000	110,500
2023	130,000	66,250	2,380,000	66,250
2024	135,000	59,625	2,485,000	59,625
2025	140,000	52,750	2,540,000	52,750
2026	145,000	45,625	2,695,000	45,625
2027	150,000	38,250	2,750,000	38,250
2028	160,000	30,500	2,860,000	30,500
2029	170,000	22,250	170,000	22,250
2030	175,000	13,625	175,000	13,625
2031	185,000	4,625	185,000	4,625
	<u>\$ 2,355,000</u>	<u>\$ 1,188,625</u>	<u>\$ 38,463,000</u>	<u>\$ 7,875,506</u>

N.J.E.I.T. Loans Payable

Year	2010 Trust Loan (CW)		2010 Fund Loan (CW)	
	Principal	Interest	Principal	Interest
2014	55,000	71,500	83,947	-
2015	60,000	68,750	83,947	-
2016	60,000	65,750	83,947	-
2017	65,000	62,750	83,947	-
2018	65,000	59,500	83,947	-
2019	70,000	56,250	83,947	-
2020	75,000	52,750	83,947	-
2021	80,000	49,000	83,947	-
2022	80,000	45,000	83,947	-
2023	85,000	41,000	83,947	-
2024	90,000	36,750	83,947	-
2025	95,000	32,250	83,947	-
2026	100,000	27,500	83,947	-
2027	105,000	22,500	83,947	-
2028	110,000	17,250	83,947	-
2029	115,000	11,750	83,947	-
2030	120,000	6,000	83,954	-
	<u>\$ 1,430,000</u>	<u>\$ 726,250</u>	<u>\$ 1,427,106</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 6 - Municipal Debt**

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding -  
General Capital Fund (Continued)

N.J.E.I.T. Loans Payable (Cont.)

	Total	
	Principal	Interest
2014	138,947	71,500
2015	143,947	68,750
2016	143,947	65,750
2017	148,947	62,750
2018	148,947	59,500
2019	153,947	56,250
2020	158,947	52,750
2021	163,947	49,000
2022	163,947	45,000
2023	168,947	41,000
2024	173,947	36,750
2025	178,947	32,250
2026	183,947	27,500
2027	188,947	22,500
2028	193,947	17,250
2029	198,947	11,750
2030	203,954	6,000
	<u>\$ 2,857,106</u>	<u>\$ 726,250</u>

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 6 - Municipal Debt**

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding -  
Water Utility Capital Fund

Year	2001 Water Utility Bonds		2013 Water Utility Bonds	
	Principal	Interest	Principal	Interest
2014	115,000	96,773	225,000	114,800
2015	115,000	90,907	245,000	108,050
2016	115,000	85,042	300,000	100,700
2017	115,000	79,177	300,000	91,700
2018	116,000	73,287	320,000	81,200
2019	116,000	67,371	350,000	70,000
2020	116,000	61,455	350,000	57,750
2021	116,000	55,539	400,000	45,500
2022	116,000	49,623	450,000	31,500
2023	116,000	43,707	450,000	15,750
2024	116,000	37,791	-	-
2025	116,000	31,875	-	-
2026	116,000	25,959	-	-
2027	116,000	20,043	-	-
2028	116,000	14,127	-	-
2029	116,000	8,211	-	-
2030	103,000	2,626	-	-
	<u>\$ 1,955,000</u>	<u>\$ 843,513</u>	<u>\$ 3,390,000</u>	<u>\$ 716,950</u>

Year	Total	
	Principal	Interest
2014	340,000	211,573
2015	360,000	198,957
2016	415,000	185,742
2017	415,000	170,877
2018	436,000	154,487
2019	466,000	137,371
2020	466,000	119,205
2021	516,000	101,039
2022	566,000	81,123
2023	566,000	59,457
2024	116,000	37,791
2025	116,000	31,875
2026	116,000	25,959
2027	116,000	20,043
2028	116,000	14,127
2029	116,000	8,211
2030	103,000	2,626
	<u>\$ 5,345,000</u>	<u>\$ 1,560,463</u>

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 6 - Municipal Debt**

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding -  
Water Utility Capital Fund

N.J.E.I.T. Loans Payable

Year	2010 Trust Loan (DW)		2010 Fund Loan (DW)	
	Principal	Interest	Principal	Interest
2014	190,000	245,500	280,432	-
2015	200,000	236,000	280,432	-
2016	210,000	226,000	280,432	-
2017	220,000	215,500	280,432	-
2018	230,000	204,500	280,432	-
2019	245,000	193,000	280,432	-
2020	255,000	180,750	280,432	-
2021	265,000	168,000	280,432	-
2022	280,000	154,750	280,432	-
2023	295,000	140,750	280,432	-
2024	310,000	126,000	280,432	-
2025	325,000	110,500	280,432	-
2026	340,000	94,250	280,432	-
2027	360,000	77,250	280,432	-
2028	375,000	59,250	280,432	-
2029	395,000	40,500	280,432	-
2030	415,000	20,750	280,432	-
	<u>\$ 4,910,000</u>	<u>\$ 2,493,250</u>	<u>\$ 4,767,344</u>	<u>\$ -</u>

Year	Total	
	Principal	Interest
2014	470,432	245,500
2015	480,432	236,000
2016	490,432	226,000
2017	500,432	215,500
2018	510,432	204,500
2019	525,432	193,000
2020	535,432	180,750
2021	545,432	168,000
2022	560,432	154,750
2023	575,432	140,750
2024	590,432	126,000
2025	605,432	110,500
2026	620,432	94,250
2027	640,432	77,250
2028	655,432	59,250
2029	675,432	40,500
2030	695,432	20,750
	<u>\$ 9,677,344</u>	<u>\$ 2,493,250</u>

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 6 - Municipal Debt**

D. Summary of Changes in Municipal Debt

During the year ended December 31, 2013, the following changes occurred in liabilities reported as general long-term debt:

	Beginning Balance	Authorized/ Issued	Retired	Ending Balance
<b>Short-Term Debt:</b>				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Bond Anticipation Notes	50,803,000	17,660,500	(50,803,000)	17,660,500
Emergency Notes	-	-	-	-
	<u>\$ 50,803,000</u>	<u>\$ 17,660,500</u>	<u>\$ (50,803,000)</u>	<u>\$ 17,660,500</u>
<b>Long-Term Debt:</b>				
Serial Bonds	\$ 9,473,000	\$ 30,500,000	\$ (1,510,000)	\$ 38,463,000
Loan Payable	2,996,053	-	(138,947)	2,857,106
Authorized but not Issued	14,250	-	-	14,250
	<u>\$ 12,483,303</u>	<u>\$ 30,500,000</u>	<u>\$ (1,648,947)</u>	<u>\$ 41,334,356</u>
	<u>\$ 63,286,303</u>	<u>\$ 48,160,500</u>	<u>\$ (52,451,947)</u>	<u>\$ 58,994,856</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
<b>Short-Term Debt:</b>			
Tax Anticipation Notes	\$ -		\$ -
Bond Anticipation Notes	17,660,500	17,660,500	-
Emergency Notes	-		-
	<u>\$ 17,660,500</u>	<u>\$ 17,660,500</u>	<u>\$ -</u>
<b>Long-Term Debt:</b>			
Serial Bonds	\$ 38,463,000	\$ 2,920,000	\$ 35,543,000
Loan Payable	2,857,106	138,947	2,718,159
Authorized but not Issued	14,250	-	14,250
	<u>\$ 41,334,356</u>	<u>\$ 3,058,947</u>	<u>\$ 38,275,409</u>
	<u>\$ 58,994,856</u>	<u>\$ 20,719,447</u>	<u>\$ 38,275,409</u>



**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 6 - Municipal Debt**

D. Summary of Changes in Municipal Debt (Continued)

During the year ended December 31, 2013, the following changes occurred in liabilities reported as water utility capital long-term debt:

	Beginning Balance	Issued	Cancelled/ Retired	Ending Balance
<b>Short-Term Debt:</b>				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Bond Anticipation Notes	3,530,000	-	(3,530,000)	-
Emergency Notes	-	-	-	-
	<u>\$ 3,530,000</u>	<u>\$ -</u>	<u>\$ (3,530,000)</u>	<u>\$ -</u>
<b>Long-Term Debt:</b>				
Serial Bonds	\$ 2,070,000	\$ 3,390,000	\$ (115,000)	\$ 5,345,000
Loan Payable	10,137,776	-	(460,432)	9,677,344
Authorized but not Issued	-	-	-	-
	<u>\$ 12,207,776</u>	<u>\$ 3,390,000</u>	<u>\$ (575,432)</u>	<u>\$ 15,022,344</u>
	<u>\$ 15,737,776</u>	<u>\$ 3,390,000</u>	<u>\$ (4,105,432)</u>	<u>\$ 15,022,344</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
<b>Short-Term Debt:</b>			
Tax Anticipation Notes	\$ -	\$ -	-
Bond Anticipation Notes	-	-	-
Emergency Notes	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
<b>Long-Term Debt:</b>			
Serial Bonds	\$ 5,345,000	\$ 340,000	\$ 5,005,000
Loan Payable	9,677,344	470,432	9,206,912
Authorized but not Issued	-	-	-
	<u>\$ 15,022,344</u>	<u>\$ 810,432</u>	<u>\$ 14,211,912</u>
	<u>\$ 15,022,344</u>	<u>\$ 810,432</u>	<u>\$ 14,211,912</u>

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 7 - Risk Management**

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township has obtained insurance coverage to guard against these events which will provide minimum exposure to the Township should they occur. During the 2013 calendar year, the Township did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

The Township is a member of the South Bergen Municipal Joint Insurance Fund (SBJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and worker's compensation. The SBJIF and MEL coverage amounts are on file with the Township.

The relationship between the Township and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Township is contractually obligated to make all annual and supplementary contributions to insurance funds, to report claims on a timely basis, cooperate with the management of the Fund, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the insurance funds. Members have a contractual obligation to fund any deficit of the insurance funds attributable to a membership year during which they were a member.

The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention procedures to be followed by the members.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years.

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

Unemployment expenditures for the past 3 years are as follows:

CY2013 - \$ 45,632  
CY2012 - \$ 116,426  
CY2011 - \$ 123,589

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 8 - Interfunds**

As of December 31, 2013 interfund balances on the Township's various balance sheets were as follows:

	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 392,144	\$ 3,254,844
Federal and State Grant Fund	12,229	150,000
Trust Fund	1,986,665	-
General Capital Fund	647,328	337,920
Water Utility Operating Fund	1,629,995	889,472
Water Utility Capital Fund	1,537,920	1,629,968
Swimming Pool Utility Operating Fund	55,950	27
Swimming Pool Utility Capital Fund	-	-
	<u>\$ 6,262,231</u>	<u>\$ 6,262,231</u>

All interfund balances are due to interest not being turned over and/or expenditures paid from an incorrect fund. It is anticipated that all interfunds will be liquidated during the subsequent fiscal year.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 9 - Deferred Charges to be Raised in Succeeding Budgets**

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

	<u>Balance</u>	<u>Appropriated in Subsequent Year's Budget</u>	<u>Balance to Succeeding</u>
<u>Current Fund:</u>			
Emergency Authorizations (40A:4-47)	\$ -	\$ -	\$ -
Special Emergency Authorizations (40A:4-53)	460,000	400,000	60,000
EnCap Tax Refunding - Township Portion	2,261,922	376,857	1,885,065
	<u>\$ 2,721,922</u>	<u>\$ 776,857</u>	<u>\$ 1,945,065</u>
<u>Grant Fund:</u>			
Overexpenditures	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Water Utility Operating Fund:</u>			
Overexpenditures	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Swimming Pool Utility Operating Fund:</u>			
Overexpenditures	\$ -	\$ -	\$ -
Deficit in Operations	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED DECEMBER 31, 2013

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**Note 10 - Retirement Plans**

Those employees who are eligible for pension coverage are enrolled in either the Public Employees Retirement System of New Jersey (PERS) or the Police and Firemans' Retirement System of New Jersey (PFRS) and the Defined Contribution Retirement Program (DCRP). The systems are cost-sharing multiple-employer contributory defined benefit pension plans, and are component units of the State of New Jersey. Each retirement system has a Board of Trustees which is responsible for its organization and administration.

A. Public Employees' Retirement System (PERS)

Description of the System - The State of New Jersey Public Employees' Retirement System (the System; PERS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2011 and 2010, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2011	2010
State of New Jersey	1	1
County Agencies	65	65
Municipalities	579	580
School Districts	580	581
Other Public Agencies	481	483
Total	<u>1,706</u>	<u>1,710</u>

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 10 - Retirement Plans (Continued)**

A. Public Employees' Retirement System (PERS) (Continued)

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The System provides retirement, death and disability benefits. All benefits vest after eight to ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the System.

For Tier 1 members, retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of final average salary for each year of service credit, as defined Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years service credit, as defined, or they may elect deferred retirement after achieving eight to ten years of service credit, in which case benefits would begin the first day of the month after the member attains normal retirement age.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for earnings on their contributions at 2% per annum. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Eligible retirees receiving monthly benefits are entitled to cost-of-living increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in a dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The COLA increases are funded by the retirement system and are included in the annual actuarial calculations of the required state and state-related employer contributions. Pursuant to the provisions of Chapter 78, P.L. 2011, COLA increases are suspended for all current and future retirees of all retirement systems. No further COLA increases will be granted. The law does not reduce any COLA increases that have already been added to retiree benefits.

Significant Legislation - Chapter 103, P.L. 2007 amended the early retirement reduction formula for members hired on or after July 1, 2007 and prior to November 2, 2008 (Tier 2 members) and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 60, plus 3% for every year under age 55. Also, this law provided that the amount of compensation for Tier 2 members used for employer and member contributions and benefits under the PERS cannot exceed the annual maximum wage contribution base for Social Security, pursuant to the Federal Insurance Contributions Act.

Chapter 89, P.L. 2008 increased the PERS eligibility age for unreduced benefits from age 60 to age 62 for members hired on or after November 1, 2008 and on or before May 21, 2010 (Tier 3 members). It also increased the minimum annual compensation required for membership eligibility for new Tier 3 members from \$1,500 to \$7,500 in addition to amending the early retirement reduction formula for Tier 3 members retiring with 25 years of service to 1% for every year between age 55 and 62, plus 3% for every year under age 55.

Chapter 1, P.L. 2010, effective May 21, 2010, changed the membership eligibility criteria for new members of PERS hired after May 21, 2010 (Tier 4 and Tier 5 members) from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for these members of PERS to 1/60 from 1/55, and it provided that the retirement allowance for these members be calculated using the average annual compensation for the last five years of service instead of the last three years of service. Tier 4 and Tier 5 members of PERS no longer receive pension service credit from more than one employer. Pension service credit is earned for the highest paid position only. This law also closed the Prosecutors Part of the PERS to new members.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for Tier 4 and Tier 5 members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 78, P.L. 2011, provided that new members of PERS hired on or after June 28, 2011 (Tier 5 members) need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ of 1% for each month that the member is under age 65. Tier 5 members are eligible for a service retirement benefit at age 65.

Membership in the system consisted of the following at June 30, 2011 and 2010, the dates of the most recent actuarial valuations:

	2011	2010
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	149,218	141,973
Active Members:		
Vested	149,719	149,506
Non-Vested	142,107	159,593
Total Active Members	291,826	309,099
Total	441,044	451,072

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

**Note 10 - Retirement Plans (Continued)**

B. Police and Firemen's Retirement System (PFRS)

Description of the System

State of New Jersey Police and Firemen's Retirement System (the System; PFRS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2011 and 2010, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2011	2010
State of New Jersey	1	1
Municipalities	585	588
Total	<u>586</u>	<u>589</u>

The System's designated purpose is to provide retirement, death and disability benefits to its members. Membership in the System is mandatory for substantially all full-time county and municipal police or firemen, and state firemen or officer employees with police powers appointed after June 30, 1944. The System's Board of Trustees is primarily responsible for its administration.

According to State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

B. Police and Firemen's Retirement System (PFRS) (Continued)

Vesting and Benefit Provisions

The vesting and benefit provisions are set by N.J.S.A. 43:16A and 43:3B. The PFRS provides retirement as well as death and disability benefits. All benefits vest after ten years of service, except disability benefits which vest after four years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Final compensation equals the compensation for the final year of service prior to retirement. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service. The annual benefit under special retirement is 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. The maximum allowance is therefore 70% of final compensation. Pursuant to the provisions of Chapter 78, P.L. 2011, the annual benefit under special retirement for members enrolled after June 28, 2011 (Tier 3 members), is 60% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. The maximum allowance is therefore 65% of final compensation.

Widow/widowers of members retired since December 18, 1967 receive 50% of the retiree's final compensation. The minimum annual widow/widower's benefits of an accidental disability retiree prior to December 18, 1967 and of all retirees since December 18, 1967 is \$4,500.

Members are always fully vested for their own contributions. In the case of death before retirement, members' beneficiaries are entitled to full payment of members' contributions providing no survivor death benefits are payable.

Eligible retirees receiving monthly benefits are entitled to cost-of-living (COLA) increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in the dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The COLA increases are funded by the retirement system and are included in the annual actuarial calculations of the required state and state-related employer contributions. Pursuant to the provisions of Chapter 78, P.L. 2011, COLA increases are suspended for all current and future retirees of all retirement systems. No further COLA increases will be granted. The law does not reduce any COLA increases that have already been added to retiree benefits.

TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013

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**Note 10 - Retirement Plans (Continued)**

B. Police and Firemen's Retirement System (PFRS) (Continued)

Significant Legislation:

Pursuant to Chapter 1, P.L. 2010, for new members of PFRS hired after May 21, 2010 (Tier 2 members), this law capped the maximum compensation that can be used to calculate a pension from these plans at the annual wage contribution base for Social Security, and required the pension benefit to be calculated using a three-year average annual compensation instead of the last year's salary.

Membership in the System consisted of the following at June 30, 2011 and 2010 the dates of the most recent actuarial valuations:

	<u>2011</u>	<u>2010</u>
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	<u>38,091</u>	<u>35,973</u>
Active members:		
Vested	28,817	29,552
Non-vested	<u>13,182</u>	<u>14,652</u>
Total active members	<u>41,999</u>	<u>44,204</u>
Total	<u><u>80,090</u></u>	<u><u>80,177</u></u>



**Note 10 - Retirement Plans (Continued)**

C. Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and expanded under the provisions of Chapter 89, P.L. 2008,

The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Eligibility

Individuals eligible for membership in the DCRP include:

- 1) State or local officials who are elected or appointed on or after July 1, 2007
- 2) Employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; and
- 3) Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Membership Tier 3 enrollment (\$7,500 in 2009, subject to adjustment in future years) but who earn salary of at least \$1,500 annually.)

Employees enrolled in the PERS or TPAF on or after July 1, 2007 are subject to a maximum compensation limit for PERS and TPAF pension contributions. The maximum compensation is based on the annual maximum wage for Social Security (see chart below) and is subject to change at the start of each calendar year.

Enrollment

Eligible PERS or TPAF members are enrolled in the DCRP when the annual salary exceeds the maximum compensation limit. This may occur either:

Upon enrollment into the PERS or TPAF when an annual base salary is reported on the Enrollment Application that will exceed the maximum compensation; or when a PERS or TPAF member's annual salary is increased to where it will exceed the maximum compensation and it is reported by the employer to the Division of Pensions and Benefits (either by directly contacting the Division, or when submitted by the employer on the Quarterly Report of Contributions). When enrolled in the DCRP, members contribute 5.5% of the base salary in excess of the maximum compensation limit to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pensions and Benefits. Member contributions are matched by a 3% employer contribution based on the salary in excess of the maximum compensation limit.

It is important that an employer enroll a DCRP eligible PERS or TPAF member as soon as it is known that the employee's annual salary will exceed the maximum compensation, so that the DCRP account can be established in advance of collection of any required contributions.

TOWNSHIP OF LYNDHURST  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED DECEMBER 31, 2013

**Note 10 - Retirement Plans (Continued)**

C. Defined Contribution Retirement Program (DCRP)

Retirement

Six months before retirement, a member should contact the employer and Prudential Financial for information regarding DCRP benefits and options.

A DCRP member may elect to receive all or a portion of his/her account in a lump-sum distribution, or in a variety of periodic payment methods. Please contact your administrative services provider for more information. All returns of contributions and earnings are considered taxable in the year they are received; therefore, the type of payout plan should be considered carefully prior to retirement.

There is no minimum retirement age under the DCRP. The member will automatically be considered retired, regardless of age, if there is any distribution of mandatory contributions.

A member may take a distribution at any time after termination of employment; however, if you return to public employment in New Jersey, you cannot participate in any State-administered retirement system.

D. Contributions Required by Employer

Year	Pension Cost & CH 19, PL 2009	Non-Contributory Life Insurance @ 100%	Pension Percentage Contributed	Pension Obligation
<i>Police and Firemens' Retirement System (PFRS)</i>				
2013	1,418,969	55,190	100.00%	\$ 1,474,159
<i>Public Employees Retirement System (PERS)</i>				
2013	642,839	36,636	100.00%	\$ 679,475
<i>Defined Contribution Retirement Program</i>				
2013	\$ -	\$ -	0.00%	\$ -

E. Trend Information

Historical trend information showing the plan's progress in accumulating sufficient assets to pay benefits when due are presented in the State of New Jersey's PERS, PFRS and DCRP financial reports. Those reports may be obtained by writing to the State of New Jersey, Department of Treasury Division of Pensions, Trenton, New Jersey.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 11 - Deferred Compensation Plan**

A. Description

The Township offers its qualifying volunteers participation in a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is administered by an outside contractor, permits participants to defer Township contributions until future years. Amounts deferred under the plan are not available to volunteers until termination, retirement, unforeseeable emergency or upon death to their beneficiaries.

All amounts of Township contribution deferred under the plan and all income attributable to those amounts are (until paid or made available to the qualifying volunteer or other beneficiary) solely the property of the Township.

The Township has no liability for losses under the plan. Under the plan, participants select investments from alternatives offered by the plan administrators, whose manages the plan on behalf of the Township. Investment selection by the participants may change from time to time, as the Borough manages none of the investment selections. By making the selection, participants accept and assume all risks that adhere in the plan and its administration.

Information pertaining to the plan offered by the Township is as follows:

Lincoln National Life Insurance Co.

This plan administers Township contributions towards its Volunteer Length of Service Award Program (LOSAP).

	<u>CY2013</u>
Assets, Beginning of Year (Market Value)	\$ 553,794
Township Contribution	58,734
Earnings and Adjustments to Market Value	139,684
Payments to Eligible Employees	(27,672)
Charges and Credits	(1,800)
Assets, Ending of Year (Market Value)	<u>\$ 722,740</u>

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 12 - Other Post Employment Benefits**

A. Compensated Absences

The Township permits employees to accrue all their unused vacation and 1/2 of their unused sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. In accordance with accounting practices prescribed by the Division of Local Government Services, this amount is not recorded as either an expenditure or a liability. The Township approximates this liability at December 31, 2013 to be \$3,344,000.

B. Post Retirement Health Benefits

In addition to the pension benefits described in Note 10, the Township of Lyndhurst has a defined post retirement Employee Health Benefits Program authorized pursuant to collective bargaining agreements with applicable employee groups. In addition, the Township extends the same benefits to permanent unclassified employees. The Township of Lyndhurst provides medical, dental, and prescription drug insurance to all regular permanent full-time employees upon their successful retirement with the State of New Jersey, Division of Pensions, excluding Police retirees having less than twenty-five years of service and receiving a non-disability pension. The authorization for these post employment benefits are found in C. 88, P.L. 1974 and C. 436, P.L. 1981.

The Township provides such health benefits pursuant to an Agreement with Oxford Health Plans. The Lyndhurst Group number is TL1137\*03P and the Agreement is dated January 1, 2004. This Agreement has a continuing coverage clause. The Township also is party to an Agreement with Delta Dental, dated January 1, 2002. The Lyndhurst Group Number is 9018. The Township considers retirees who have not attained the age of 65 as "active" under this policy. Finally, the Township is party to an Agreement with Garden State Pharmacy Owners Provider Services Corporation, dated December 10, 2001. This is referred to as the GSPOPS Plan, which is extended by the Township to eligible retirees. An automatic renewal clause (Schedule A) is included in the Agreement. This is a self-funded Plan with an employee co-pay per prescription. The Township has obtained excess loss insurance coverage from Pan American Life Insurance Company for all prescriptions; this reinsurance is applicable to claims above \$903,468, in 2012.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 12 - Other Post Employment Benefits**

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 of Lyndhurst, are calculated based on the annual required contribution (ARC). The specific calculation of 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 guidelines 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 ideal result of funding future OPEB by the taxpayer receiving the benefit may NOT be realized; however, calculation and disclosure will help local officials and regulators, as well as investors in local unit debt, understand the nature of the Township's OPEB plan. 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). Of particular importance to note is that most local units participate and contribute to the State Health Benefits Program (SHBP), including providing OPEB. The SHBP is a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A 52:14-17.25 et seq., to provide health benefits to State employees, retirees and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 89 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse and Medicare Part B reimbursement to retirees and their covered dependents.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 12 - Other Post Employment Benefits**

B. Post Retirement Health Benefits (Continued)

The SHBP was extended to employees, retirees and dependents of participating local public employers in the year 1964. Local employers must adopt a resolution to participate in the SHBP. The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplemental information for the SHBP. The actuarial information provided by the SHBP satisfies GASB 45 and related rules.

It is recommended that the Township of Lyndhurst should join other local units in providing these OPEB using the SHBP. Collective Bargaining Agreements should be modified as soon as practical to implement the SHBP.

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, may impact the overall health insurance rate charged to the Township of Lyndhurst. Notwithstanding the foregoing, the 65 year of age restriction reduces the Township's exposure and increases the accuracy of the OPEB calculations inasmuch as the "age expectancy" for each employee (also referred to as member(s)) does NOT have to be estimated.

The Township of Lyndhurst has 123 covered, eligible employees; who may reasonably be assumed to receive OPEB. This includes 24 retired employees {one of which is retiring 10/31/12} and 99 current employees reasonably assumed to receive OPEB. In addition, a group of eight employees are currently provided paid health benefits but are estimated to not receive OPEB because of meeting the age cap prior to retirement (two members) or their benefits will fall outside the actuary period (six members). This brings the number of employees and retirees to 131 in 2012, with one additional member receiving benefits, in 2012 as an employee, who retired with a non-ordinary pension, during 2012.

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 cost calculation and related information for the plan:

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 12 - Other Post Employment Benefits**

1-The Township's January 1, 2012-Net initial annual cost of OPEB:

Retired Police Members = \$ 456,038

Retired Regular Members = \$ 53,146

TOTAL = \$ 509,184

2-The Township's January 1, 2012 "Normal" cost of OPEB for future retirees:

Current Police Employees (46) = \$1,391,928

Current Eligible Regular Employees (53) = \$1,027,807

TOTAL = \$2,419,735

These costs are based on the current health insurance plan design and exclude certain regular employees and COBRA eligible employees.

3-The Township's January 1, 2012 actuarial annual cost of future OPEB for current and future retirees:

TOTAL = \$ 838,107

This is the estimated (projected) annual cost of current and future retirees assuming the growth in health insurance costs and that all 99 employees will retire with benefits, spread out over a 28 year period, and with an OPEB age cap of 65 years of age.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 12 - Other Post Employment Benefits**

B. Post Retirement Health Benefits (Continued)

4-Actuarial calculations:

Valuation date: 12/31/11

Actuarial Valuation of OPEB Assets: \$0 {zero}

Actuarial estimated ("projected") present value of accrued total OPEB liability: \$24,721,346.

Approximate OPEB calculation period: 2012-2040 (28 periods/years)

Unfunded actuarial percent: 100% (or 0% funded).

The Present Value (PV) of all other post employment benefits (OPEB) is the total of all expected future benefits to be paid over the actuarial period, based on certain assumptions. The PV includes \$16,932,691 for future Police retiree OPEB. (This is \$604,729 annually, on average (un-weighted and not-discounted) for the 28 year actuary period). The PV calculation also includes \$6,524,293 for future regular retiree OPEB. (This is \$233,268 annually, on average (un-weighted and not-discounted) for the 28 year actuary period.) On average over the next 28 years the Township will pay \$838,107 annually, for OPEB. This would be the amount expected to be budgeted annually for all retiree OPEB. This number will increase if medical cost inflation increases beyond a reasonable market rate. We have assumed a 5% inflation factor for Police employees and retiree health benefits and a 3% inflation factor for non-police members.

The Normal Cost, item number 2 above, is the actuarial value of the benefits earned this year and reasonably expected to be paid in the future.

It must be noted that of the 59 regular employees (future and currently retired) one disabled retired member skews the results because of an unusually long (twenty nine year) OPEB payout. This is nearly ten times the normal payout length for non-police members.



**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 13 - Contingencies**

A. Litigation

The municipality is a party to various legal proceedings which normally occur in the operation of government. These proceedings are not likely to have a materially adverse affect on the various funds of the municipality.

B. Federal and State Grants

The municipality participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor agency. If expenditures are disallowed, the municipality may be required to reimburse the grantor agency. As of December 31, 2013, significant amounts of grant expenditures have not been audited. The municipality believes that any future disallowed expenditures will not have a material effect on its financial position.

C. Tax Appeals

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2013. Amounts claimed have not yet been determined. The Township is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Township does not recognize a liability, if any, until these cases have been adjudicated. The Township expects such amounts, if any, to be material. As of December 31, 2013, the Township did not record reserves in the Current Fund for tax appeals pending in the New Jersey Tax Court. Funding of any ultimate liability would be provided for in succeeding years' budgets, from fund balance or by issuance of refunding bonds.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 14 - Fund Balances Appropriated**

Fund balances at December 31 2013 and 2012 which were appropriated and included as anticipated revenue in their respective funds for the years ending December 31, 2014 and 2013 were as follows:

	<u>2014</u>		<u>2013</u>
Current Fund	\$ -	\$	-
Water Utility	363,643		685,212
Swimming Pool Utility	-		-

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 15 - Economic Dependency**

The Township of Lyndhurst is not economically dependent on any one business or industry as a major source of tax revenue for the Township.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 16 - Subsequent Events**

As of the date of this report, the following are considered material subsequent events:

A. Subsequent Year Capital Projects

The Township's 2014 Capital Budget currently includes the following:

Purpose	Total	CIF and Other Funded Sources	Bonds & Notes Authorized
Acquisition of Computer Servers and Related Equip	\$ 30,000	\$ 30,000	\$ -
Acquisition of Dump Truck and Spreader	135,000	135,000	-
Reconstruction of Sidewalks	50,000	50,000	-
Install New HVAC System and Windows in Town H	20,000	20,000	-
Reconstruction of Jay Avenue, 3rd & 4th Streets	483,500	483,500	-
Acquisition of Pipe Router	4,000	4,000	-
Acquisition of Fire Dept Air Compressor and Fill St	50,000	50,000	-
Acquisition of Fire Department Gear (PEOSHA req	15,000	15,000	-
ADA Improvements - Recreation Center	142,000	142,000	-
Reconstruction of Town Hall Restroom	10,000	10,000	-
Reconstruction of Town Hall Parking Lot (UST Proj	47,500	47,500	-
	<u>\$ 987,000</u>	<u>\$ 987,000</u>	<u>\$ -</u>

B. Bond Anticipation Notes

On February 14, 2014 the Township issued Bond Anticipation Notes in the amount of \$3,816,500 comprised solely of General Capital notes to temporarily finance expenditures related to various capital projects. The Township paid down \$551,500 to the maturing notes derived from the 2014 Current Fund budget. The Township has awarded the sale of said notes to Oppenheimer & Company, Inc. at a gross interest rate of 1.125% receiving a premium of \$4,028 producing a blended reduced effective interest rate. These notes will mature on February 13, 2015.

On March 19, 2014 the Township issued Bond Anticipation Notes in the amount of \$12,252,000 comprised solely of General Capital notes to temporarily finance expenditures related to various capital projects. The Township paid down \$1,040,500 to the maturing notes derived from the 2014 Current Fund budget. The Township has awarded the sale of said notes to Oppenheimer & Company, Inc. at a gross interest rate of 1.00% receiving a premium of \$10,921 producing a blended reduced effective interest rate. These notes will mature on March 18, 2015.

**TOWNSHIP OF LYNDHURST  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2013**

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**Note 16 - Subsequent Events**

C. Due From N.J. Meadowlands Commission

On May 21, 2012 the Township applied to the New Jersey Local Finance Board ("LFB") to allow the issuance of two (2) refunding bonds necessary to conclude the EnCap financing; the first to fund tax balances outstanding and the second to fund the refund of tax appeals. This financing includes taxes owed on Meadowlands area property by EnCap, or successor owner. (Now the New Jersey Meadowlands Commission ("NJMC").

The first financing totals \$1,143,000 needed to refund taxes on JCMUA property, which was to have constructed a water service line on the property to the EnCap project. This financing was approved by the LFB in August, 2012 and the refunding notes were issued on October 9, 2012. This is five (5) year debt authorization.

The second application was made so as to finance the remaining prior year's taxes owed by the NJMC to the Township; in the form of liens placed on the EnCap properties for taxes (excluding interest on tax balances). After much discussion this application was denied by the LFB, however, the LFB/DLGS did allow the Township to move forward with its 2012 Budget adoption on June 26, 2012 with an Account Receivable - Due From NJMC - Prior Years Taxes in the amount of \$7,813,779 on the books as of December 31, 2011.

The NJMC and the Township settled all outstanding litigation in June, 2012 and the Township received a \$5,000,000 payment towards the outstanding taxes bringing the account balance to \$2,813,779. The DLGS requested that the Township make a "significant" payment toward this amount in 2012. The Township and DLGS agreed to apply the 2012 PILOT payment of \$175,000 to the outstanding amount making the then outstanding balance \$2,638,779.

This balance is now considered a "Deferred Charge to Future Taxation - EnCap Project -Tax Litigation", inasmuch as the NJMC does not owe any taxes on the EnCap properties to the Township. To pay off this deferred charge the Township must include a minimum of one-seventh of this amount (seven years straight-line financing) or \$376,968 in the budget of 2013 and thereafter until this deferred charge is paid off in full. This amount will be inside the tax levy cap and will be off-set with a minimum of \$175,000 in revenues from the PILOT - Due from the NJMC.

**TOWNSHIP OF LYNDHURST  
CURRENT FUND  
BALANCE SHEET (REGULATORY BASIS)**

	<u>2013</u>	<u>2012</u>
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Operating Account #1	\$ 11,093,472	\$ 6,416,105
Change Funds	325	325
	<u>\$ 11,093,797</u>	<u>\$ 6,416,430</u>
Interfunds Receivable:		
Water Operating Fund	\$ 392,144	\$ 82,000
Swimming Pool Utility Operating Fund	-	22,000
	<u>\$ 392,144</u>	<u>\$ 104,000</u>
Other Receivables:		
Delinquent Property Taxes	\$ 4,824,248	\$ 5,127,240
Tax Title Liens Receivable	562,168	1,627,174
Property Acquired for Taxes at Assessed Valuation	7,542,000	7,542,000
	<u>\$ 12,928,416</u>	<u>\$ 14,296,414</u>
Deferred Charges:		
Emergency Authorizations	\$ -	\$ 300,000
Special Emergency Authorizations (40A:4-53)	460,000	1,040,000
EnCap Tax Refunding - Township Portion	2,261,922	2,638,779
	<u>\$ 2,721,922</u>	<u>\$ 3,978,779</u>
Total Assets and Other Debits	<u>\$ 27,136,279</u>	<u>\$ 24,795,623</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfund Payable:		
Trust Fund	\$ 1,986,665	\$ 1,908,965
General Capital Fund	-	811,970
Swimming Pool Utility Operating Fund	55,950	-
Grant Fund	12,229	-
Water Utility Capital Fund	1,200,000	2,400,000
	<u>\$ 3,254,844</u>	<u>\$ 5,120,935</u>
Intergovernmental Payable:		
Due State of N.J. - D.C.A. Training Fees	\$ 6,576	\$ 3,359
Due State of N.J. - Marriage/Civil Union License Fees	1,225	725
County Taxes Payable - Added/Omitted (Including Open Space)	-	14,623
	<u>\$ 7,801</u>	<u>\$ 18,707</u>
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 2,017,635	\$ 1,599,457
Reserve for Encumbrances	-	-
Reserve for Storm Damage	284,583	303,817
Outside Tax Title Lien Redemptions	22,123	93
Tax Overpayments	155,917	25,098
Prepaid Taxes	181,245	157,780
	<u>\$ 2,661,503</u>	<u>\$ 2,086,245</u>
Reserve for Receivables and Other Assets	<u>\$ 13,320,560</u>	<u>\$ 14,400,414</u>
Fund Balance	<u>\$ 7,891,571</u>	<u>\$ 3,169,322</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 27,136,279</u>	<u>\$ 24,795,623</u>

**TOWNSHIP OF LYNDHURST  
CURRENT FUND  
SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME (REGULATORY BASIS)**

	Budget As Modified	Realized	Excess/ (Deficit)
Fund Balance Anticipated	\$ -	\$ -	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 29,000	33,749	\$ 4,749
Other Licenses	45,800	9,556	(36,244)
Fees and Permits	62,000	92,133	30,133
Municipal Court Fines and Costs	557,000	476,074	(80,926)
Interest and Costs on Taxes	400,000	987,657	587,657
Sewer Charges	160,000	197,828	37,828
Hotel Occupancy Tax	285,000	321,764	36,764
Anticipated Utility Operating Surplus	300,000	300,000	-
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	180,470	180,470	-
Consolidated Municipal Property Tax Relief Aid	1,228,870	1,228,870	-
Uniform Construction Code Fees	400,000	616,978	216,978
Clean Communities Grant	28,111	28,111	-
Recycling Tonnage Grant	29,227	29,227	-
Drunk Driving Enforcement Fund	8,125	8,125	-
Drive Sober or Get Pulled Over	4,400	4,400	-
NJS Cultural Affairs Grant	468	468	-
Recreation Opportunities for Individuals with Disabilities (ROID)	15,803	15,803	-
Body Armor Replacement Program	4,703	4,703	-
Uniform Fire Safety Act	75,000	113,872	38,872
Cellular Tower Fees	80,000	64,935	(15,065)
Comcast Franchise Fee	123,562	115,968	(7,594)
Verizon FIOS Franchise Fee	137,470	153,136	15,666
Recreation Commission Contribution	50,000	92,942	42,942
Recycling Proceeds	135,000	76,015	(58,985)
Reimbursement - North Arlington Joint Sewer Meeting	250,000	250,000	-
PILOT Payments - N.J. Meadowlands Commission	175,000	175,000	-
Shared Service Agreement - Lyndhurst BOE (Swimming Pool)	150,000	150,000	-
Shared Service Agreement - Lyndhurst BOE (Jefferson School)	140,000	140,000	-
Felician College - Athletic Field Usage Contract	35,000	37,000	2,000
Ambulance Fees	370,000	420,302	50,302
Pension Contribution - Library	96,060	96,060	-
Pension Contribution - Water Utility	45,401	45,401	-
Pension Contribution - Swimming Pool Utility	5,240	5,240	-
Superstorm "Sandy" Reimbursements - Lavalette Use of Command Center	74,478	74,478	-
<b>Total Miscellaneous Revenues</b>	<b>\$ 5,681,188</b>	<b>\$ 6,546,265</b>	<b>\$ 865,077</b>
Receipts From Delinquent Taxes	\$ 1,900,000	\$ 3,147,916	\$ 1,247,916
Amount to be Raised by Taxation - Local	\$ 29,254,885	\$ 30,754,954	\$ 1,500,069
Amount to be Raised by Taxation - Library	\$ 935,645	\$ 935,645	\$ -
	<b>\$ 30,190,530</b>	<b>\$ 31,690,599</b>	<b>\$ 1,500,069</b>
<b>Total Budget Revenues</b>	<b>\$ 37,771,718</b>	<b>\$ 41,384,780</b>	<b>\$ 3,613,062</b>
Other Credits to Income:			
Non-Budget Revenues	\$ -	\$ 842,780	\$ 842,780
Unexpended Balance of Appropriation Reserves	-	554,048	554,048
Interfund Loans Returned	-	-	-
Federal & State Grant Fund Excesses	-	-	-
Unexpended Balances Cancelled	-	503	503
Cancellations and Adjustments	-	-	-
	<b>\$ -</b>	<b>\$ 1,397,331</b>	<b>\$ 1,397,331</b>
Taxes Allocated to School and County:			
Local District School Taxes	\$ 33,315,823	\$ 33,315,823	\$ -
County Taxes	6,264,119	6,264,119	-
County Open Space Taxes	70,846	70,846	-
Added and Omitted County/Open Space Taxes	63,280	63,280	-
	<b>\$ 39,714,068</b>	<b>\$ 39,714,068</b>	<b>\$ -</b>
<b>Total Other Credits to Income</b>	<b>\$ 39,714,068</b>	<b>\$ 41,111,399</b>	<b>\$ 1,397,331</b>
<b>Total Revenues and Credits to Income</b>	<b>\$ 77,485,786</b>	<b>\$ 82,496,179</b>	<b>\$ 5,010,393</b>

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS"</u>							
<u>DEPARTMENT OF PUBLIC AFFAIRS</u>							
Director's Office:							
Salaries and Wages	\$ 5,200	\$ -	\$ 5,200	\$ 5,200	\$ -	\$ -	\$ -
Central Services:							
Salaries and Wages	40,570	-	40,570	30,530	10,040	-	-
Other Expenses	99,000	-	54,000	39,399	14,601	-	-
COAH Liasion:							
Salaries and Wages	5,000	-	5,000	1,977	3,023	-	-
Municipal Clerk:							
Salaries and Wages	203,300	-	203,400	203,345	55	-	-
Other Expenses	56,000	-	81,000	75,420	5,580	-	-
Tax Assessment Administration:							
Salaries and Wages	133,930	-	133,930	133,930	-	-	-
Other Expenses	9,000	-	9,000	7,772	1,228	-	-
Planning Board:							
Salaries and Wages	4,000	-	4,000	4,000	-	-	-
Other Expenses	3,000	-	3,000	2,359	641	-	-
Zoning Board of Adjustment:							
Salaries and Wages	5,000	-	5,000	4,952	48	-	-
Other Expenses	3,000	-	3,000	2,470	530	-	-
Rent Leveling Board:							
Salaries and Wages	1,500	-	1,500	1,500	-	-	-
Other Expenses	400	-	400	400	-	-	-
Public Health Services:							
Salaries and Wages	178,565	-	160,565	156,561	4,004	-	-
Other Expenses	175,000	-	175,000	139,245	35,755	-	-
Medical Transportation Program:							
Salaries and Wages	35,000	-	35,000	19,667	15,333	-	-
Other Expenses	250	-	250	-	250	-	-
Aid to Mental Health Association:							
Other Expenses	9,000	-	9,000	1,000	8,000	-	-
	<u>\$ 966,715</u>	<u>\$ -</u>	<u>\$ 928,815</u>	<u>\$ 829,727</u>	<u>\$ 99,088</u>	<u>\$ -</u>	<u>\$ -</u>



TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS" (Continued)</u>							
<u>DEPARTMENT OF REVENUE AND FINANCE</u>							
Director's Office:							
Salaries and Wages	\$ 5,200	\$ -	\$ 5,200	\$ 5,200	\$ -	\$ -	\$ -
Financial Administration:							
Salaries and Wages	220,767	-	217,266	170,990	46,276	-	-
Other Expenses	20,000	-	20,000	17,569	2,431	-	-
Revenue Administration:							
Salaries and Wages	160,525	-	164,025	163,822	203	-	-
Other Expenses	18,000	-	18,000	18,000	-	-	-
	<u>\$ 424,492</u>	<u>\$ -</u>	<u>\$ 424,491</u>	<u>\$ 375,581</u>	<u>\$ 48,910</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS" (Continued)</u>							
<u>DEPARTMENT OF PUBLIC SAFETY</u>							
Director's Office:							
Salaries and Wages	\$ 5,200	\$ -	\$ 5,200	\$ 5,200	\$ -	\$ -	\$ -
Police:							
Salaries and Wages	6,084,980	-	6,063,981	5,953,887	110,094	-	-
Other Expenses	210,000	-	213,000	212,858	142	-	-
911/Dispatch:							
Salaries and Wages	40,500	-	40,500	40,000	500	-	-
Other Expenses	-	-	-	-	-	-	-
School Marshals:							
Salaries and Wages	346,000	-	346,000	344,168	1,832	-	-
Other Expenses	6,000	-	6,000	5,125	875	-	-
Police Clerical:							
Salaries and Wages	263,565	-	281,565	279,582	1,983	-	-
Office of Emergency Management:							
Salaries and Wages	9,224	-	9,224	-	9,224	-	-
Other Expenses	1,000	-	1,000	-	1,000	-	-
Aid to Volunteer Fire Companies:							
Other Expenses	90,000	-	90,000	81,266	8,734	-	-
Emergency Medical Services:							
Salaries and Wages	295,390	-	295,390	229,733	65,657	-	-
Other Expenses	32,000	-	32,000	27,674	4,326	-	-
Other Expenses - Third Party Billing	80,000	-	80,000	32,260	47,740	-	-
Aid to Volunteer Ambulance Companies:							
Other Expenses	44,000	-	44,000	43,650	350	-	-
Fire Department:							
Salaries and Wages	73,700	-	68,700	51,369	17,331	-	-
Other Expenses	5,000	-	10,000	8,847	1,153	-	-
Township Prosecutor:							
Salaries and Wages	16,000	-	16,000	15,793	207	-	-
Municipal Court:							
Salaries and Wages	222,000	-	222,000	218,206	3,794	-	-
Other Expenses	9,000	-	18,500	18,426	74	-	-
Public Defender (P.L. 1997, c.256)							
Salaries and Wages	9,451	-	9,451	9,057	394	-	-
Other Expenses	1,000	-	1,000	-	1,000	-	-
	<b>\$ 7,844,010</b>	<b>\$ -</b>	<b>\$ 7,853,511</b>	<b>\$ 7,577,101</b>	<b>\$ 276,410</b>	<b>\$ -</b>	<b>\$ -</b>

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS" (Continued)</u>							
<u>DEPARTMENT OF PUBLIC WORKS</u>							
Director's Office:							
Salaries and Wages	\$ 8,500	\$ -	\$ 8,500	\$ 5,517	\$ 2,983	\$ -	\$ -
Engineering:							
Salaries and Wages	3,000	-	3,000	2,998	2	-	-
Other Expenses	62,000	-	62,000	54,243	7,757	-	-
Road Repairs and Maintenance:							
Salaries and Wages	123,163	-	153,163	132,772	20,391	-	-
Other Expenses	105,000	-	105,000	104,966	34	-	-
Sewer System:							
Salaries and Wages	277,126	-	309,331	309,328	3	-	-
Other Expenses	80,000	-	71,795	61,113	10,682	-	-
Public Works Administration							
Salaries and Wages	189,405	-	209,905	209,850	55	-	-
Shade Trees:							
Salaries and Wages	201,740	-	210,740	208,480	2,260	-	-
Other Expenses	100,000	-	91,000	69,446	21,554	-	-
Drug and Alcohol Testing:							
Other Expenses	1,000	-	1,000	67	933	-	-
Vehicle Maintenance:							
Salaries and Wages	-	-	-	-	-	-	-
Other Expenses	325,000	-	325,000	311,264	13,736	-	-
Recycling/Beautification Program:							
Salaries and Wages	222,752	-	222,752	217,332	5,420	-	-
Other Expenses	10,000	-	10,000	7,459	2,541	-	-
Other Expenses - Recycling Contract	269,000	-	269,000	217,136	51,864	-	-
Solid Waste Collection:							
Other Expenses	560,000	-	543,500	439,214	104,286	-	-
Dump Fees:							
Other Expenses (Type 10)	780,000	-	780,000	605,644	174,356	-	-
Other Expenses (Grass and Leaves)	25,000	-	25,000	-	25,000	-	-
	<u>\$ 3,342,686</u>	<u>\$ -</u>	<u>\$ 3,400,686</u>	<u>\$ 2,956,829</u>	<u>\$ 443,857</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS" (Continued)</u>							
<u>DEPARTMENT OF PARKS AND PUBLIC PROPERTY</u>							
Director's Office:							
Salaries and Wages	\$ 5,200	\$ -	\$ 5,200	\$ 5,200	\$ -	\$ -	\$ -
Township Buildings & Grounds:							
Other Expenses	110,000	-	140,000	119,717	20,283	-	-
Recreation Services and Programs:							
Salaries and Wages	25,700	-	25,700	14,996	10,704	-	-
Other Expenses	51,000	-	51,000	37,511	13,489	-	-
Summer Day Camp:							
Salaries and Wages	150,000	-	129,750	112,807	16,943	-	-
Handicapped Persons Program:							
Salaries and Wages	79,940	-	79,940	79,833	107	-	-
Other Expenses	5,500	-	5,500	1,671	3,829	-	-
Senior Citizen Activities:							
Salaries and Wages	12,000	-	12,000	9,788	2,212	-	-
Other Expenses	2,000	-	2,000	2,000	-	-	-
Maintenance of Parks:							
Salaries and Wages	1,323,000	-	1,233,400	1,162,601	70,799	-	-
Other Expenses	90,000	-	106,000	105,776	224	-	-
	<u>\$ 1,854,340</u>	<u>\$ -</u>	<u>\$ 1,790,490</u>	<u>\$ 1,651,900</u>	<u>\$ 138,590</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS" (Continued)</u>							
<u>UNIFORM CONSTRUCTION CODE</u>							
Construction Code Official:							
Salaries and Wages	\$ 381,267	\$ -	\$ 390,267	\$ 389,787	\$ 480	\$ -	\$ -
Other Expenses	14,000	-	14,000	13,377	623	-	-
Other Expenses - Clean Up & Demolition	1,000	-	1,000	-	1,000	-	-
Other Expenses - Tenant Relocation	1,733	-	1,733	-	1,733	-	-
	<u>\$ 398,000</u>	<u>\$ -</u>	<u>\$ 407,000</u>	<u>\$ 403,164</u>	<u>\$ 3,836</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS" (Continued)</u>							
<u>UNCLASSIFIED</u>							
Accumulated Leave Compensation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Insurance Premiums	932,000	-	932,000	895,071	36,929	-	-
Disability Insurance Program	2,500	-	2,500	-	2,500	-	-
Employee Group Insurance	3,432,000	-	3,432,000	3,397,194	34,806	-	-
Unemployment Trust Contribution	100,000	-	65,000	45,632	19,368	-	-
Legal Advertising	20,000	-	20,000	12,435	7,565	-	-
Legal Salaries and Wages	75,000	-	115,000	104,192	10,808	-	-
Legal & Other Professional Services	460,000	-	430,000	429,369	631	-	-
Electricity	575,000	-	575,000	499,124	75,876	-	-
Street Lighting	190,000	-	190,000	190,000	-	-	-
Telephone	140,000	-	140,000	126,017	13,983	-	-
Gasoline	260,000	-	260,000	205,282	54,718	-	-
Annual Audit:							
Other Expenses	100,000	-	100,000	67,673	32,327	-	-
Computerized Data Processing:							
Other Expenses	75,000	-	105,000	98,139	6,861	-	-
Celebration of Public Events:							
Other Expenses	77,000	-	77,000	71,012	5,988	-	-
Swimming Pool - Other Expenses	1,000	-	1,000	-	1,000	-	-
Shared Service Operating Expenses							
Other Expenses	43,000	-	40,600	10,600	30,000	-	-
DEP Fees - Trust Loan (CW)	7,975	-	7,975	7,975	-	-	-
NJEIT Fees - Trust Loan (CW)	4,605	-	4,605	4,605	-	-	-
	<u>\$ 6,495,080</u>	<u>\$ -</u>	<u>\$ 6,497,680</u>	<u>\$ 6,164,320</u>	<u>\$ 333,360</u>	<u>\$ -</u>	<u>\$ -</u>
Total Operations Within "CAPS"	\$ 21,325,323	\$ -	\$ 21,302,673	\$ 19,958,622	\$ 1,344,051	\$ -	\$ -
Contingent	500	-	500	33	467	-	-
Total Operations Including Contingent Within "CAPS"	<u>\$ 21,325,823</u>	<u>\$ -</u>	<u>\$ 21,303,173</u>	<u>\$ 19,958,655</u>	<u>\$ 1,344,518</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Detail:</u>							
Salaries and Wages	\$ 11,367,360	\$ -	\$ 11,332,315	\$ 10,909,958	\$ 422,357	\$ -	\$ -
Other Expenses (Including Contingent)	\$ 9,958,463	\$ -	\$ 9,970,858	\$ 9,048,697	\$ 922,161	\$ -	\$ -

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Deferred Charges and Statutory Expenditures - Within "CAPS"</u>							
<u>DEFERRED CHARGES</u>							
Prior Year Bills	\$ 90,806	\$ -	\$ 90,806	\$ 90,806	\$ -	\$ -	\$ -
Overexpenditure of Grant	12,229	-	12,229	12,229	-	-	-
EnCap Refunding - Township Portion	376,857	-	376,857	376,857	-	-	-
Swimming Pool Utility Fund - Deficit	77,950	-	77,950	77,950	-	-	-
<u>STATUTORY EXPENDITURES</u>							
Social Security System (O.A.S.I.)	469,200	-	469,200	467,611	1,589	-	-
Consolidated Police and Firemen's Pension	-	-	-	-	-	-	-
Public Employees Retirement System	679,475	-	679,475	679,475	-	-	-
Police and Fireman's Retirement System	1,474,159	-	1,474,159	1,474,159	-	-	-
Total Deferred Charges and Statutory Expenditures	\$ 3,180,676	\$ -	\$ 3,180,676	\$ 3,179,087	\$ 1,589	\$ -	\$ -
Total General Appropriations - Within "CAPS"	\$ 24,506,499	\$ -	\$ 24,483,849	\$ 23,137,742	\$ 1,346,107	\$ -	\$ -

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Excluded from "CAPS"</u>							
<u>OTHER APPROPRIATIONS</u>							
Maintenance of Free Public Library	935,645	-	935,645	701,734	233,911	-	-
Reserve for Tax Appeals	-	-	-	-	-	-	-
Lyndhurst - North Arlington Joint Meeting	175,986	-	175,986	175,986	-	-	-
Sewerage Processing & Disposal	1,576,861	-	1,576,861	1,576,861	-	-	-
Volunteer Length of Service Awards Program	55,000	-	55,000	30,089	24,911	-	-
N.J.M.C. Adjustment - Tax Sharing	675,894	-	675,894	450,596	225,298	-	-
Stormwater Management	2,619	-	2,619	-	2,619	-	-
Employee Group Insurance (Increase in Excess of 4%)	88,513	-	88,513	-	88,513	-	-
Total Other Appropriations	\$ 3,510,518	\$ -	\$ 3,510,518	\$ 2,935,266	\$ 575,252	\$ -	\$ -
<u>INTERLOCAL MUNICIPAL SERVICE AGREEMENTS</u>							
911 Service	\$ 30,000	\$ -	\$ 30,000	\$ 5,087	\$ 24,913	\$ -	\$ -
Borough of Wanaque - QPA Services	12,000	-	14,400	14,400	-	-	-
	42,000	-	44,400	19,487	24,913	-	-



TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Excluded from "CAPS" (Continued):</u>							
<u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES</u>							
Clean Communities Program	28,111	-	28,111	28,111	-	-	-
Recycling Tonnage Grant	29,227	-	29,227	29,227	-	-	-
Drunk Driving Enforcement Fund	8,125	-	8,125	8,125	-	-	-
Drive Sober or Get Pulled Over	4,400	-	4,400	4,400	-	-	-
Body Armor Replacement Program	4,703	-	4,703	4,703	-	-	-
Recreation Opportunities for Individuals with Disabilities (ROID)	15,803	-	15,803	15,803	-	-	-
NJS Cultural Affairs Grant	468	-	468	468	-	-	-
	<u>\$ 90,837</u>	<u>\$ -</u>	<u>\$ 90,837</u>	<u>\$ 90,837</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Operations Excluded From "CAPS"	<u>\$ 3,643,355</u>	<u>\$ -</u>	<u>\$ 3,645,755</u>	<u>\$ 3,045,590</u>	<u>\$ 600,165</u>	<u>\$ -</u>	<u>\$ -</u>
Detail:							
Salaries and Wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Expenses	\$ 3,643,355	\$ -	\$ 3,645,755	\$ 3,045,590	\$ 600,165	\$ -	\$ -
<u>Capital Improvements - Excluded From "CAPS"</u>							
Capital Improvement Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Acquisition of Ambulance	100,000	-	100,000	100,000	-	-	-
Acquisition of Central Computer Servers	50,000	-	50,000	26,072	23,928	-	-
Acquisition of Location Computer Servers	25,000	-	25,000	10,282	14,718	-	-
Reconstruction of Sewers	100,000	-	100,000	67,283	32,717	-	-
	<u>\$ 275,000</u>	<u>\$ -</u>	<u>\$ 275,000</u>	<u>\$ 203,637</u>	<u>\$ 71,363</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Municipal Debt Service - Excluded From "CAPS"</u>							
Bond Principal	\$ 1,510,000	\$ -	\$ 1,510,000	\$ 1,510,000	\$ -	\$ -	\$ -
Bond Interest	383,685	-	384,935	384,934	-	1	-
Bond Anticipation Note Principal	2,623,500	-	2,642,500	2,642,000	-	500	-
Bond Anticipation Note Interest	1,186,481	-	1,186,481	1,186,481	-	-	-
NJEIT Loans - Principal (CW - Trust)	55,000	-	55,000	55,000	-	-	-
NJEIT Loans - Interest (CW - Trust)	74,250	-	74,250	74,249	-	1	-
NJEIT Loans - Principal (CW - Fund)	83,948	-	83,948	83,947	-	1	-
	<u>\$ 5,916,864</u>	<u>\$ -</u>	<u>\$ 5,937,114</u>	<u>\$ 5,936,611</u>	<u>\$ -</u>	<u>\$ 503</u>	<u>\$ -</u>
<u>Deferred Charges - Excluded From "CAPS"</u>							
Emergency Authorizations	\$ 300,000	\$ -	\$ 300,000	\$ 300,000	\$ -	\$ -	\$ -
Special Emergency Authorizations - 3 Years	-	-	-	-	-	-	-
Special Emergency Authorizations - 5 Years	580,000	-	580,000	580,000	-	-	-
Deficit in Operations	-	-	-	-	-	-	-
	<u>\$ 880,000</u>	<u>\$ -</u>	<u>\$ 880,000</u>	<u>\$ 880,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Judgements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total General Appropriations - Excluded From "CAPS"	<u>\$ 10,715,219</u>	<u>\$ -</u>	<u>\$ 10,737,869</u>	<u>\$ 10,065,838</u>	<u>\$ 671,528</u>	<u>\$ 503</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2013 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
Subtotal General Appropriations	\$ 35,221,718	\$ -	\$ 35,221,718	\$ 33,203,580	2,017,635	\$ 503	\$ -
Reserve for Uncollected Taxes	2,550,000	-	2,550,000	2,550,000	-	-	-
Total General Appropriations	<u>\$ 37,771,718</u>	<u>\$ -</u>	<u>\$ 37,771,718</u>	<u>\$ 35,753,580</u>	<u>\$ 2,017,635</u>	<u>\$ 503</u>	<u>\$ -</u>
Adopted Budget	\$ 37,771,718	\$ -	\$ 37,771,718				
Budget Appropriations Added by N.J.S. 40A:4-87	-	-	-				
Emergency Appropriations	-	-	-				
	<u>\$ 37,771,718</u>	<u>\$ -</u>	<u>\$ 37,771,718</u>				
Other Expenses and Charges to Income:							
Interfund Loans Originating			\$ -	\$ 288,144			
Refund of Prior Year's Revenue			-	-			
Revenue Accounts Receivable			-	-			
Vets & Senior Citizen Adjustments			-	-			
Federal & State Grant Fund Shortfalls			-	-			
Taxes Allocated to School and County:							
Local District School Taxes			\$ 33,315,823	\$ 33,315,823			
County Taxes			6,264,119	6,264,119			
County Open Space Taxes			70,846	70,846			
Added and Omitted County/Open Space Taxes			63,280	63,280			
			<u>\$ 39,714,068</u>	<u>\$ 40,002,212</u>			

**TOWNSHIP OF LYNDHURST  
GRANT FUND  
BALANCE SHEET (REGULATORY BASIS)**

	2013	2012
<b><u>ASSETS</u></b>		
Cash:		
Operating Account	\$ 662,847	\$ 796,008
DEA/Equitable Sharing Account	325,910	58,151
	<u>\$ 988,757</u>	<u>\$ 854,159</u>
Deferred Charges:		
Overexpenditure of Grant	\$ -	\$ 12,229
	<u>\$ -</u>	<u>\$ 12,229</u>
Interfund Receivable:		
Current Fund	\$ 12,229	\$ -
	<u>\$ 12,229</u>	<u>\$ -</u>
Intergovernmental Receivable:		
Federal	\$ -	\$ -
State	-	-
Other	-	135,129
	<u>\$ -</u>	<u>\$ 135,129</u>
Total Assets	<u>\$ 1,000,986</u>	<u>\$ 1,001,517</u>
<b><u>LIABILITIES AND RESERVES</u></b>		
Interfund Payable:		
General Capital Fund	\$ 150,000	\$ 150,000
	<u>\$ 150,000</u>	<u>\$ 150,000</u>
Other Liabilities and Reserves:		
Reserve for Encumbrances	\$ 6,065	\$ 6,064
Appropriated Reserves	569,465	650,704
Reserve for DEA/Equitable Sharing	132,630	58,151
Unappropriated Reserves	97,065	90,837
Reserve for FEMA Reimbursements - 2011 Storms	45,761	45,761
	<u>\$ 850,986</u>	<u>\$ 851,517</u>
Total Liabilities and Reserves	<u>\$ 1,000,986</u>	<u>\$ 1,001,517</u>

TOWNSHIP OF LYNDHURST  
 GRANT FUND  
 SCHEDULE OF GRANTS RECEIVABLE  
 YEAR ENDED DECEMBER 31, 2013

Program	Balance December 31, 2012	Revenue Realized	Received	Transfer from Unappropriated Reserves	Adjustments	Balance December 31, 2013
Federal:						
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
State:						
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Other:						
B.C. Prosecutor Confiscated Funds - Available	\$ 135,129	\$ -	\$ 135,129	\$ -	\$ -	\$ -
	<u>\$ 135,129</u>	<u>\$ -</u>	<u>\$ 135,129</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
	<u>\$ 135,129</u>	<u>\$ -</u>	<u>\$ 135,129</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
GRANT FUND  
SCHEDULE OF APPROPRIATED RESERVES  
YEAR ENDED DECEMBER 31, 2013

Program	Balance December 31, 2012	Amount Budgeted	Paid or Charged	Adjustments	Balance December 31, 2013
Federal:					
Fire Department FEMA Grant					
Federal	\$ 4,448	\$ -	\$ -	\$ -	\$ 4,448
Local	1,872	-	-	-	1,872
FEMA Storm Reimbursements	-	-	-	-	-
DEA/Equitable Sharing	182,796	-	177,247	-	5,549
	<u>\$ 189,116</u>	<u>\$ -</u>	<u>\$ 177,247</u>	<u>\$ -</u>	<u>\$ 11,869</u>
State:					
Recreation Opportunities for Individuals with Disabilities	\$ -	\$ 15,803	\$ 5,628	\$ -	\$ 10,175
Special Legislative Grant - Street Scaping	14	-	-	-	14
Special Legislative Grant - Furniture	4,000	-	-	-	4,000
Special Legislative Grant - Communications Tower	32,028	-	-	-	32,028
Body Armor Replacement Program	236	4,703	3,434	-	1,505
Recycling Tonnage Grant	116,097	29,227	-	-	145,324
Clean Communities Program	12,820	28,111	9,450	-	31,481
Alcohol Education Rehabilitation Program	15,231	-	779	-	14,452
Drive Sober or Get Pulled Over	-	4,400	4,400	-	-
Drunk Driving Enforcement Fund	9,364	8,125	3,054	-	14,435
Statewide Livable Communities Grant	100,005	-	-	-	100,005
NJ State Cultural Affairs Grant (NJSCA)	-	468	-	-	468
State Police OEM Management Update	2,406	-	-	-	2,406
NJ Div. of Law & Public Safety - CERT Trailer & Equip.	851	-	-	-	851
	<u>\$ 293,052</u>	<u>\$ 90,837</u>	<u>\$ 26,745</u>	<u>\$ -</u>	<u>\$ 357,144</u>
Other:					
B.C. Prosecutor Police Confiscated Funds	\$ 135,119	\$ -	\$ 26,235	\$ -	\$ 108,884
N.J.M.C. Grant - Townhall Park Renovations	26,300	-	-	-	26,300
N.J.M.C. Grant - Municipal Assistance Program	8,738	-	-	-	8,738
N.J.M.C. Grant - Police Cars With Accessories	6,240	-	-	-	6,240
Barringer Walker Defibrulators	3,472	-	-	-	3,472
BCUA Recycling Assistance Program (MRAP)	13,568	-	-	-	13,568
Comcast Grant	25,500	-	-	-	25,500
Private Donations	7,750	-	-	-	7,750
	<u>\$ 226,687</u>	<u>\$ -</u>	<u>\$ 26,235</u>	<u>\$ -</u>	<u>\$ 200,452</u>
	<u>\$ 708,855</u>	<u>\$ 90,837</u>	<u>\$ 230,227</u>	<u>\$ -</u>	<u>\$ 569,465</u>

TOWNSHIP OF LYNDHURST  
 GRANT FUND  
 SCHEDULE OF UNAPPROPRIATED RESERVES  
 YEAR ENDED DECEMBER 31, 2013

Program	Balance December 31, 2012	Amount Appropriated	Received	Adjustments	Balance December 31, 2013
Alcohol Education Rehabilitation Program	\$ -	\$ -	\$ 2,111	\$ -	\$ 2,111
Drunk Driving Enforcement Fund	8,125	8,125	5,924	-	5,924
Recycling Tonnage Grant	29,227	29,227	28,387	-	28,387
Body Armor Replacement Program	4,703	4,703	-	-	-
Clean Communities Program	28,111	28,111	33,005	-	33,005
Recreation Opportunities For Ind. With Disabilities	15,803	15,803	5,174	-	5,174
NJSCA Grant	468	468	517	-	517
Veterans Grant	-	-	6,412	-	6,412
Confiscated Funds	-	-	11,135	-	11,135
Drive Sober or Get Pulled Over	4,400	4,400	4,400	-	4,400
	<u>\$ 90,837</u>	<u>\$ 90,837</u>	<u>\$ 97,065</u>	<u>\$ -</u>	<u>\$ 97,065</u>

**TOWNSHIP OF LYNDHURST  
TRUST FUND  
BALANCE SHEET (REGULATORY BASIS)**

	Dog License	Trusts & Escrow	Municipal Alliance	Off Duty Police Employment
<b>ASSETS</b>				
Cash	\$ 42,708	\$ 204,620	\$ 13,106	\$ 288,787
Deferred Compensation Assets	\$ -	\$ -	\$ -	\$ -
Interfund Receivable: Current Fund	\$ -	\$ 1,786,665	\$ -	\$ 200,000
<b>Total Assets</b>	<b>\$ 42,708</b>	<b>\$ 1,991,285</b>	<b>\$ 13,106</b>	<b>\$ 488,787</b>
<b>LIABILITIES AND RESERVES</b>				
Interfunds Payable: Current Fund	\$ -	\$ -	\$ -	\$ -
Other Liabilities and Reserves:				
Reserve for Dog License Expenditures	\$ 42,708	\$ -	\$ -	\$ -
Reserve for Trust & Escrow Deposits	-	954,701	-	-
Reserve for Municipal Alliance Expenditures	-	-	13,106	-
Reserve for Off Duty Police Employment Expenditures	-	-	-	488,787
Reserve for P.O.A.A. Expenditures	-	-	-	-
Reserve for Unemployment Expenditures	-	-	-	-
Reserve for Employee Health Care Expenditures	-	-	-	-
Reserve for EMS Expenditures	-	-	-	-
Reserve for COAH Expenditures	-	-	-	-
Net Payroll/Deductions Payable	-	-	-	-
Reserve for Tax Title Lien Redemptions	-	998,668	-	-
Reserve for Chemical Control Expenditures	-	1,186	-	-
Reserve for Construction Code Expenditures	-	36,716	-	-
Reserve for Community Development Expenditures	-	14	-	-
Reserve for Recreation Commission Expenditures	-	-	-	-
Reserve for BOE Gasoline Expenditures	-	-	-	-
Reserve for Deferred Compensation Assets	-	-	-	-
<b>Total Other Reserves</b>	<b>\$ 42,708</b>	<b>\$ 1,991,285</b>	<b>\$ 13,106</b>	<b>\$ 488,787</b>
<b>Total Liabilities and Reserves</b>	<b>\$ 42,708</b>	<b>\$ 1,991,285</b>	<b>\$ 13,106</b>	<b>\$ 488,787</b>

**TOWNSHIP OF LYNDHURST  
TRUST FUND  
BALANCE SHEET (REGULATORY BASIS)**

	P.O.A.A.	Unemployment Insurance	Employee Health Care	COAH
<b>ASSETS</b>				
Cash	\$ 5,848	\$ 129	\$ 109,497	\$ 100,630
Deferred Compensation Assets	\$ -	\$ -	\$ -	\$ -
Interfund Receivable: Current Fund	\$ -	\$ -	\$ -	\$ -
<b>Total Assets</b>	<b>\$ 5,848</b>	<b>\$ 129</b>	<b>\$ 109,497</b>	<b>\$ 100,630</b>
<b>LIABILITIES AND RESERVES</b>				
Interfunds Payable: Current Fund	\$ -	\$ -	\$ -	\$ -
Other Liabilities and Reserves:				
Reserve for Dog License Expenditures	\$ -	\$ -	\$ -	\$ -
Reserve for Trust & Escrow Deposits	-	-	-	-
Reserve for Municipal Alliance Expenditures	-	-	-	-
Reserve for Off Duty Police Employment Expenditures	-	-	-	-
Reserve for P.O.A.A. Expenditures	5,848	-	-	-
Reserve for Unemployment Expenditures	-	129	-	-
Reserve for Employee Health Care Expenditures	-	-	109,497	-
Reserve for EMS Expenditures	-	-	-	-
Reserve for COAH Expenditures	-	-	-	100,630
Net Payroll/Deductions Payable	-	-	-	-
Reserve for Tax Title Lien Redemptions	-	-	-	-
Reserve for Chemical Control Expenditures	-	-	-	-
Reserve for Construction Code Expenditures	-	-	-	-
Reserve for Community Development Expenditures	-	-	-	-
Reserve for Recreation Commission Expenditures	-	-	-	-
Reserve for BOE Gasoline Expenditures	-	-	-	-
Reserve for Deferred Compensation Assets	-	-	-	-
<b>Total Other Reserves</b>	<b>\$ 5,848</b>	<b>\$ 129</b>	<b>\$ 109,497</b>	<b>\$ 100,630</b>
<b>Total Liabilities and Reserves</b>	<b>\$ 5,848</b>	<b>\$ 129</b>	<b>\$ 109,497</b>	<b>\$ 100,630</b>



**TOWNSHIP OF LYNDHURST  
TRUST FUND  
BALANCE SHEET (REGULATORY BASIS)**

	Master Payroll	Net Payroll	Recreation Commission	BOE Trust - Gasoline
<u>ASSETS</u>				
Cash	\$ 107,404	\$ 21,578	\$ 154,937	\$ 38,156
Deferred Compensation Assets	\$ -	\$ -	\$ -	\$ -
Interfund Receivable: Current Fund	\$ -	\$ -	\$ -	\$ -
<b>Total Assets</b>	<b>\$ 107,404</b>	<b>\$ 21,578</b>	<b>\$ 154,937</b>	<b>\$ 38,156</b>
<u>LIABILITIES AND RESERVES</u>				
Interfunds Payable: Current Fund	\$ -	\$ -	\$ -	\$ -
Other Liabilities and Reserves:				
Reserve for Dog License Expenditures	\$ -	\$ -	\$ -	\$ -
Reserve for Trust & Escrow Deposits	-	-	-	-
Reserve for Municipal Alliance Expenditures	-	-	-	-
Reserve for Off Duty Police Employment Expenditures	-	-	-	-
Reserve for P.O.A.A. Expenditures	-	-	-	-
Reserve for Unemployment Expenditures	-	-	-	-
Reserve for Employee Health Care Expenditures	-	-	-	-
Reserve for EMS Expenditures	-	-	-	-
Reserve for COAH Expenditures	-	-	-	-
Net Payroll/Deductions Payable	107,404	21,578	-	-
Reserve for Tax Title Lien Redemptions	-	-	-	-
Reserve for Chemical Control Expenditures	-	-	-	-
Reserve for Construction Code Expenditures	-	-	-	-
Reserve for Community Development Expenditures	-	-	-	-
Reserve for Recreation Commission Expenditures	-	-	154,937	-
Reserve for BOE Gasoline Expenditures	-	-	-	38,156
Reserve for Deferred Compensation Assets	-	-	-	-
<b>Total Other Reserves</b>	<b>\$ 107,404</b>	<b>\$ 21,578</b>	<b>\$ 154,937</b>	<b>\$ 38,156</b>
<b>Total Liabilities and Reserves</b>	<b>\$ 107,404</b>	<b>\$ 21,578</b>	<b>\$ 154,937</b>	<b>\$ 38,156</b>

**TOWNSHIP OF LYNDHURST  
TRUST FUND  
BALANCE SHEET (REGULATORY BASIS)**

	EMS Fees	Deferred Compensation Plans	Total
<b><u>ASSETS</u></b>			
Cash	\$ 5,147	\$ -	\$ 1,092,547
Deferred Compensation Assets	\$ -	\$ 722,740	\$ 722,740
Interfund Receivable:			
Current Fund	\$ -	\$ -	\$ 1,986,665
Total Assets	<u>\$ 5,147</u>	<u>\$ 722,740</u>	<u>\$ 3,801,952</u>
<b><u>LIABILITIES AND RESERVES</u></b>			
Interfunds Payable:			
Current Fund	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Other Liabilities and Reserves:			
Reserve for Dog License Expenditures	\$ -	\$ -	\$ 42,708
Reserve for Trust & Escrow Deposits	-	-	954,701
Reserve for Municipal Alliance Expenditures	-	-	13,106
Reserve for Off Duty Police Employment Expenditures	-	-	488,787
Reserve for P.O.A.A. Expenditures	-	-	5,848
Reserve for Unemployment Expenditures	-	-	129
Reserve for Employee Health Care Expenditures	-	-	109,497
Reserve for EMS Expenditures	5,147	-	5,147
Reserve for COAH Expenditures	-	-	100,630
Net Payroll/Deductions Payable	-	-	128,982
Reserve for Tax Title Lien Redemptions	-	-	998,668
Reserve for Chemical Control Expenditures	-	-	1,186
Reserve for Construction Code Expenditures	-	-	36,716
Reserve for Community Development Expenditures	-	-	14
Reserve for Recreation Commission Expenditures	-	-	154,937
Reserve for BOE Gasoline Expenditures	-	-	38,156
Reserve for Deferred Compensation Assets	-	722,740	722,740
Total Other Reserves	<u>\$ 5,147</u>	<u>\$ 722,740</u>	<u>\$ 3,801,952</u>
Total Liabilities and Reserves	<u>\$ 5,147</u>	<u>\$ 722,740</u>	<u>\$ 3,801,952</u>

**TOWNSHIP OF LYNDHURST  
GENERAL CAPITAL FUND  
BALANCE SHEET (REGULATORY BASIS)**

	2013	2012
<b><u>ASSETS</u></b>		
Cash - Operating Account	\$ (427,960)	\$ 4,690,013
	<u>\$ (427,960)</u>	<u>\$ 4,690,013</u>
Interfunds Receivable:		
Current Fund	\$ -	\$ 811,970
Water Utility Operating Fund	497,328	-
Grant Fund	150,000	150,000
	<u>\$ 647,328</u>	<u>\$ 961,970</u>
Intergovernmental Receivable:		
Federal:		
Bergen County Community Development (Federal Housing)	\$ 194,100	\$ 194,100
State:		
N.J. Department of Environmental Protection	\$ 100,000	\$ 100,000
N.J. Department of Transportation	912,897	912,897
NJEIT Drawdowns	4,691,473	5,353,553
	<u>\$ 5,704,370</u>	<u>\$ 6,366,450</u>
Total Intergovernmental Receivable	<u>\$ 5,898,470</u>	<u>\$ 6,560,550</u>
Accounts Receivable:		
Various Contractors	\$ 72,178	\$ 72,178
Deferred Charges:		
Unfunded	\$ 17,674,750	\$ 50,817,250
Funded	41,320,106	12,603,000
	<u>\$ 58,994,856</u>	<u>\$ 63,420,250</u>
Total Assets	<u>\$ 65,184,872</u>	<u>\$ 75,704,961</u>
<b><u>LIABILITIES AND RESERVES</u></b>		
Accounts/Contracts Payable	\$ 945,810	\$ 946,311
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 9,850	\$ 9,850
Reserve for Payment of Debt Service	869,962	825,241
	<u>\$ 879,812</u>	<u>\$ 835,091</u>
Interfund Payable:		
Water Operating Fund	\$ -	\$ 2,672
Water Capital Fund	337,920	700,000
	<u>\$ 337,920</u>	<u>\$ 702,672</u>
Improvement Authorizations:		
Funded	\$ 1,475,806	\$ 4,495,308
Unfunded	2,359,989	5,357,276
	<u>\$ 3,835,795</u>	<u>\$ 9,852,584</u>
Serial Bonds Payable	<u>\$ 38,463,000</u>	<u>\$ 9,473,000</u>
NJEIT Loans Payable (CW)	<u>\$ 2,857,106</u>	<u>\$ 2,996,053</u>
Bond Anticipation Notes Payable	<u>\$ 17,660,500</u>	<u>\$ 50,803,000</u>
Fund Balance	<u>\$ 204,929</u>	<u>\$ 96,250</u>
Total Liabilities and Reserves	<u>\$ 65,184,872</u>	<u>\$ 75,704,961</u>

TOWNSHIP OF LYNDHURST  
GENERAL CAPITAL FUND  
SCHEDULE OF GRANTS RECEIVABLE  
YEAR ENDED DECEMBER 31, 2013

Improvement Description	Balance December 31, 2012	Improvement Authorized	Cash Received	Cancelled/ Other	Balance December 31, 2013
<b>Federal:</b>					
Federal Housing & Community Development Act -- Passed Thru the County of Bergen -- Community Development Program:					
#2813-11	\$ 100,000	\$ -	\$ -	\$ -	\$ 100,000
#2814-11	94,100	-	-	-	94,100
Total Federal	<u>\$ 194,100</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 194,100</u>
<b>State:</b>					
Department of Environmental Protection -- Passed Thru the State of NJ					
Department of Environmental Protection:					
#2627	\$ 100,000	\$ -	\$ -	\$ -	\$ 100,000
Department of Transportation -- Passed Thru the State of NJ Department of Transportation:					
#2237	\$ 2,500	\$ -	\$ -	\$ -	\$ 2,500
#2274	133,917	-	-	-	133,917
#2308	99,200	-	-	-	99,200
#2345 (a)	100,000	-	-	-	100,000
#2345 (b)	32,280	-	-	-	32,280
#2345 (c)	190,000	-	-	-	190,000
#2451	105,000	-	-	-	105,000
#2593	50,000	-	-	-	50,000
#2812-11	200,000	-	-	-	200,000
	<u>\$ 912,897</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 912,897</u>
NJEIT Loan Drawdowns	<u>\$ 5,353,553</u>	<u>\$ -</u>	<u>\$ (662,080)</u>	<u>\$ -</u>	<u>\$ 4,691,473</u>
Total State	<u>\$ 6,366,450</u>	<u>\$ -</u>	<u>\$ (662,080)</u>	<u>\$ -</u>	<u>\$ 5,704,370</u>
Total Grants Receivable	<u>\$ 6,560,550</u>	<u>\$ -</u>	<u>\$ (662,080)</u>	<u>\$ -</u>	<u>\$ 5,898,470</u>

TOWNSHIP OF LYNDHURST  
GENERAL CAPITAL FUND  
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED  
YEAR ENDED DECEMBER 31, 2013

Improvement Description	Balance December 31, 2012	CY2013 Authorizations	CY2013 BAN Paydowns	Transferred to Deferred Charges Funded	Other Reductions	Balance December 31, 2013	Analysis		
							Outstanding BANs	Bonds & Notes Authorized	Capital Cash
#2563 SFY 2006 Road Improvement Program	\$ 800,000	\$ -	\$ 50,000	\$ 750,000	\$ -	\$ -	\$ -	\$ -	\$ -
#2564/2604 Various Public Improvements	459,000	-	41,000	418,000	-	-	-	-	-
#2566 Acquisition of Real Property	592,000	-	8,000	584,000	-	-	-	-	-
#2592 Various Public Improvements	1,867,000	-	70,000	1,797,000	-	-	-	-	-
#2593 Various Public Improvements	1,987,000	-	48,000	1,939,000	-	-	-	-	-
#2625 SFY 2008 Road Improvement Program	1,159,000	-	38,000	1,121,000	-	-	-	-	-
#2626/2637 Various Public Improvements	1,729,000	-	115,000	1,614,000	-	-	-	-	-
#2627/2638 Various Public Improvements	2,921,000	-	107,000	2,814,000	-	-	-	-	-
#2628/2646 Acquisition of Real Property	2,922,000	-	53,000	2,869,000	-	-	-	-	-
#2629/2647/2722 Construction of Indoor Pool	6,653,000	-	244,000	6,409,000	-	-	-	-	-
#2639 Improvement of Fern Avenue	405,000	-	23,000	382,000	-	-	-	-	-
#2648 Recreation Facility	3,668,000	-	132,000	3,536,000	-	-	-	-	-
#2714 Various Capital Improvements	95,000	-	11,000	-	-	84,000	84,000	-	-
#2715 Various Capital Improvements	475,000	-	25,000	450,000	-	-	-	-	-
#2716 Various Capital Improvements	331,000	-	15,000	316,000	-	-	-	-	-
#2717 Various Capital Improvements	42,000	-	5,000	-	-	37,000	37,000	-	-
#2729 Various Capital Improvements	457,000	-	6,000	451,000	-	-	-	-	-
#2730 Various Capital Improvements	425,000	-	6,000	419,000	-	-	-	-	-
#2741 Various Capital Improvements	475,000	-	-	-	-	475,000	475,000	-	-
#2742 Various Capital Improvements	730,000	-	35,000	695,000	-	-	-	-	-
#2743 Stormwater Drainage	1,248,000	-	16,000	1,232,000	-	-	-	-	-
#2744 GPS in DPW Vehicles	13,000	-	13,000	-	-	-	-	-	-
#2745 Computer Equipment	118,000	-	20,000	-	-	98,000	98,000	-	-
#2746 Curb & Sidewalk Program 2010	2,875,000	-	152,000	2,704,000	19,000	-	-	-	-
#2772 Tax Appeals Refunding Bonds	3,200,000	-	350,000	-	-	2,850,000	2,850,000	-	-
#2802-11 Acquisition of Real Property	413,250	-	-	-	-	413,250	413,250	-	-
#2812-11 Reconstruction of Jay Avenue	125,000	-	-	-	-	125,000	125,000	-	-
#2813-11 Reconstruction of Weart Avenue	35,000	-	-	-	-	35,000	35,000	-	-
#2814-11 Reconstruction of Court Avenue	265,000	-	-	-	-	265,000	250,750	14,250	-
#2832-12 NJMC Third Party Tax Lien Refunding	13,190,000	-	659,500	-	-	12,530,500	12,530,500	-	-
#2854-12 JCMUA Tax Appeal Refunding	1,143,000	-	381,000	-	-	762,000	762,000	-	-
	<b>\$ 50,817,250</b>	<b>\$ -</b>	<b>\$ 2,623,500</b>	<b>\$ 30,500,000</b>	<b>\$ 19,000</b>	<b>\$ 17,674,750</b>	<b>\$ 17,660,500</b>	<b>\$ 14,250</b>	<b>\$ -</b>

TOWNSHIP OF LYNDHURST  
 GENERAL CAPITAL FUND  
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
 YEAR ENDED DECEMBER 31, 2013

Improvement Description	Ordinance Date	Amount	Balance December 31, 2012		Authorized in CY2013			Paid or Charged	Refunded	Cancellations/ Adjustments	Balance December 31, 2013	
			Funded	Unfunded	Down Payment	Obligations	Grants/ Other				Funded	Unfunded
#2472 Acquisition of Real Property	08/13/02	\$ 3,500,000	\$ -	\$ 18,787	\$ -	\$ -	\$ -	\$ 15,582	\$ -	\$ -	\$ -	\$ 3,205
#2481 Various Public Improvements	12/10/02	738,000	1,695	-	-	-	-	-	-	-	1,695	-
#2494 Various Road and Sewer Improvements	09/09/03	1,000,000	7,587	-	-	-	-	5,551	-	-	2,036	-
#2518 SFY 2005 Road Improvement Program	08/10/04	765,000	176,971	-	-	-	-	164,890	-	-	12,081	-
#2561 Construction of Shared Services Building	04/13/06	2,900,000	10	-	-	-	-	-	-	-	10	-
#2564/2604 Various Capital Improvements	05/09/06	620,000	42,336	-	-	-	-	42,328	-	-	8	-
#2566 Acquisition of Real Property	05/09/06	650,000	722	-	-	-	-	-	-	-	722	-
#2592 Various Capital Improvements	02/05/07	2,180,000	-	208,502	-	-	-	29,724	-	-	178,778	-
#2593 Various Capital Improvements	02/05/07	2,350,000	-	303,532	-	-	-	302,722	-	-	810	-
#2627/2638 Various Public Improvements	10/23/07	3,515,000	-	12,056	-	-	-	-	-	-	12,056	-
#2639 Improvement of Fern Avenue	04/10/08	450,000	-	40,923	-	-	-	40,923	-	-	-	-
#2714 Various Capital Improvements	09/08/09	100,000	-	3,825	-	-	-	-	-	-	-	3,825
#2715 Various Capital Improvements	09/08/09	500,000	-	62,421	-	-	-	62,421	-	-	-	-
#2716 Various Capital Improvements	09/08/09	350,000	-	4,367	-	-	-	-	-	-	4,367	-
#2741 Various Capital Improvements	02/09/10	2,750,000	-	1,971,568	-	-	-	35,507	-	-	-	1,936,061
#2742 Various Capital Improvements	02/16/10	770,000	-	565,702	-	-	-	291,598	-	-	274,104	-
#2743 Stormwater Drainage	02/16/10	1,315,000	-	927,496	-	-	-	927,496	-	-	-	-
#2744 GPS in DPW Vehicles	02/16/10	15,000	-	7,787	-	-	-	-	-	-	-	7,787
#2745 Computer Equipment	02/16/10	125,000	-	13,754	-	-	-	13,616	-	-	-	138
#2769 Pump Station Outfalls	08/17/10	3,350,000	3,050,705	195,000	-	-	-	2,250,037	-	-	800,668	195,000
#2772 Tax Appeals Refunding Bonds	08/17/10	3,750,000	-	283,938	-	-	-	283,938	-	-	-	-
#2782 Equipment for Band/Music Program	12/14/10	100,000	2,580	-	-	-	-	-	-	-	2,580	-
#2802-11 Acquisition of Real Property	05/10/11	435,000	-	7,518	-	-	-	6,620	-	-	-	898
#2812-11 Reconstruction of Jay Avenue	08/09/11	325,000	166,554	125,000	-	-	-	266,981	-	-	-	24,573
#2814-11 Reconstruction of Court Avenue	08/09/11	375,000	70,448	265,000	-	-	-	169,524	-	-	-	165,925
#2832-12 NJMC Third Party Tax Lien Refunding	03/22/12	2,190,000	-	317,523	-	-	-	317,523	-	-	-	-
#2854-12 JCMUA Tax Appeal Refunding	10/09/12	1,143,000	-	22,577	-	-	-	-	-	-	-	22,577
#2858-12 Various Public Improvements	2012	1,249,100	925,700	-	-	-	-	750,772	-	-	174,928	-
#2868-12 Acquisition of Ambulance	2012	50,000	50,000	-	-	-	-	39,037	-	-	10,963	-
			\$ 4,495,308	\$ 5,357,276	\$ -	\$ -	\$ -	\$ 6,016,790	\$ -	\$ -	\$ 1,475,806	\$ 2,359,989

**TOWNSHIP OF LYNDHURST  
GENERAL CAPITAL FUND  
SCHEDULE OF SERIAL BONDS PAYABLE  
YEAR ENDED DECEMBER 31, 2013**

<u>Date of Issue - Purpose</u>	<u>Amount of Issue</u>	<u>Balance December 31, 2012</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2013</u>
05/01/01 General Improvement Bonds	\$ 8,523,000	\$ 2,658,000	\$ -	\$ (535,000)	\$ 2,123,000
07/01/03 Refunding Bonds	5,520,000	1,420,000	-	(470,000)	950,000
03/01/05 General Improvement Bonds	5,795,000	2,950,000	-	(415,000)	2,535,000
05/01/05 General Improvement Bonds	2,900,000	2,445,000	-	(90,000)	2,355,000
08/15/13 General Improvement Bonds	30,500,000	-	30,500,000	-	30,500,000
		<u>\$ 9,473,000</u>	<u>\$ 30,500,000</u>	<u>\$ (1,510,000)</u>	<u>\$ 38,463,000</u>

TOWNSHIP OF LYNDHURST  
GENERAL CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2013

Improvement Description	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2012	Increase		Decrease			Balance December 31, 2013	
						Renewal	New Cash	Paid Down	Serial Bond Issued	Renewal		Other Reductions
#2563 Road Improvements/Resurfacing	05/10/07	02/17/12	02/15/13	1.750%	\$ 800,000	\$ -	\$ -	\$ (50,000)	\$ (750,000)	\$ -	\$ -	\$ -
#2564/2604 Various Capital Improvements	05/10/07	02/17/12	02/15/13	1.750%	459,000	-	-	(41,000)	(418,000)	-	-	-
#2566 Acquisition of Real Property	05/10/07	02/17/12	02/15/13	1.750%	592,000	-	-	(8,000)	(584,000)	-	-	-
#2592 Various Public Improvements	05/07/08	02/17/12	02/15/13	1.750%	1,867,000	-	-	(70,000)	(1,797,000)	-	-	-
#2593 Various Public Improvements	05/10/07	02/17/12	02/15/13	1.750%	1,987,000	-	-	(48,000)	(1,939,000)	-	-	-
#2625 SFY 2008 Road Improvement Program	05/07/08	02/17/12	02/15/13	1.750%	1,159,000	-	-	(38,000)	(1,121,000)	-	-	-
#2626/2637 Various Public Improvements	05/07/08	02/17/12	02/15/13	1.750%	1,729,000	-	-	(115,000)	(1,614,000)	-	-	-
#2627 Various Public Improvements	05/07/08	02/17/12	02/15/13	1.750%	1,754,108	-	-	(107,000)	(1,647,108)	-	-	-
#2638 Various Public Improvements	02/18/09	02/17/12	02/15/13	1.750%	1,166,892	-	-	-	(1,166,892)	-	-	-
#2628 Acquisition of Real Property	05/07/08	02/17/12	02/15/13	1.750%	1,818,398	-	-	(33,000)	(1,785,398)	-	-	-
#2646 Acquisition of Real Property	02/18/09	02/17/12	02/15/13	1.750%	1,103,602	-	-	(20,000)	(1,083,602)	-	-	-
#2629 Construction of Indoor Pool	05/07/08	02/17/12	02/15/13	1.750%	4,127,000	-	-	(148,000)	(3,979,000)	-	-	-
#2647 Construction of Indoor Pool	02/18/09	02/17/12	02/15/13	1.750%	2,045,000	-	-	(71,000)	(1,974,000)	-	-	-
#2629/2647/2722 Construction of Indoor Pool	02/18/10	02/17/12	02/15/13	1.750%	481,000	-	-	(25,000)	(456,000)	-	-	-
#2639 Improvements to Fern Avenue & Weart	02/18/09	02/17/12	02/15/13	1.750%	405,000	-	-	(23,000)	(382,000)	-	-	-
#2648 Construction of Recreational Facility	02/18/09	02/17/12	02/15/13	1.750%	3,668,000	-	-	(132,000)	(3,536,000)	-	-	-
#2714 Various Capital Improvements	02/18/10	02/17/12	02/15/13	1.750%	95,000	-	-	(11,000)	-	(84,000)	-	-
#2715 Various Capital Improvements	02/18/10	02/17/12	02/15/13	1.750%	475,000	-	-	(25,000)	(450,000)	-	-	-
#2716 Various Capital Improvements	02/18/10	02/17/12	02/15/13	1.750%	331,000	-	-	(15,000)	(316,000)	-	-	-
#2717 Various Capital Improvements	02/18/10	02/17/12	02/15/13	1.750%	42,000	-	-	(5,000)	-	(37,000)	-	-
#2729 Various Capital Improvements	02/18/10	02/17/12	02/15/13	1.750%	457,000	-	-	(6,000)	(451,000)	-	-	-
#2730 Various Capital Improvements	02/18/10	02/17/12	02/15/13	1.750%	425,000	-	-	(6,000)	(419,000)	-	-	-
#2742 Various Capital Improvements	06/24/10	02/17/12	02/15/13	1.750%	730,000	-	-	(35,000)	(695,000)	-	-	-
#2743 Stormwater Drainage	06/24/10	02/17/12	02/15/13	1.750%	1,248,000	-	-	(16,000)	(1,232,000)	-	-	-
#2744 GPS in DPW Vehicles	06/24/10	02/17/12	02/15/13	1.750%	13,000	-	-	(13,000)	-	-	-	-
#2745 Computer Equipment	06/24/10	02/17/12	02/15/13	1.750%	118,000	-	-	(20,000)	-	(98,000)	-	-
#2746 Curb & Sidewalk Program 2010	06/24/10	02/17/12	02/15/13	1.750%	2,875,000	-	-	(152,000)	(2,704,000)	-	(19,000)	-
#2772 Tax Appeals Refunding Bonds	10/07/10	02/17/12	02/15/13	1.750%	3,200,000	-	-	(350,000)	-	(2,850,000)	-	-
#2741 Various Sewer Improvements	02/18/11	02/17/12	02/15/13	1.750%	475,000	-	-	-	-	(475,000)	-	-
#2802-11 Acquisition of Real Property	02/17/12	02/17/12	02/15/13	1.750%	413,250	-	-	-	-	(413,250)	-	-
#2812-11 Reconstruction of Jay Avenue	02/17/12	02/17/12	02/15/13	1.750%	125,000	-	-	-	-	(125,000)	-	-
#2813-11 Reconstruction of Weart Avenue	02/17/12	02/17/12	02/15/13	1.750%	35,000	-	-	-	-	(35,000)	-	-
#2814-11 Reconstruction of Court Avenue	02/17/12	02/17/12	02/15/13	1.750%	250,750	-	-	-	-	(250,750)	-	-
					<u>\$ 36,470,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,583,000)</u>	<u>\$ (30,500,000)</u>	<u>\$ (4,368,000)</u>	<u>\$ (19,000)</u>	<u>\$ -</u>
#2832-12 NJMC 3rd Party Tax Lien Refunding	03/22/12	03/22/12	03/21/13	1.750%	\$ 13,190,000	\$ -	\$ -	\$ (659,500)	\$ -	\$ (12,530,500)	\$ -	\$ -
#2854-12 JCMUA Tax Appeal Refunding	10/09/12	10/09/12	03/21/13	1.400%	\$ 1,143,000	\$ -	\$ -	\$ (381,000)	\$ -	\$ (762,000)	\$ -	\$ -
Subtotal					<u>\$ 50,803,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,623,500)</u>	<u>\$ (30,500,000)</u>	<u>\$ (17,660,500)</u>	<u>\$ (19,000)</u>	<u>\$ -</u>





TOWNSHIP OF LYNDHURST  
 GENERAL CAPITAL FUND  
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
 YEAR ENDED DECEMBER 31, 2013

Improvement Description	Balance December 31, 2012	Authorized	Bonds/Notes Issued	Cancelled	Balance December 31, 2013
#2814-11 Reconstruction of Court Avenue	\$ 14,250	\$ -	\$ -	\$ -	\$ 14,250
	<u>\$ 14,250</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,250</u>

TOWNSHIP OF LYNDHURST  
 GENERAL CAPITAL FUND  
 SCHEDULE OF LOANS PAYABLE  
 YEAR ENDED DECEMBER 31, 2013

Date of Issue - Purpose	Amount of Issue	Balance December 31, 2012	Issued	Paid by Budget Appropriation	Balance December 31, 2013
12/2/2010 NJEIT Trust Loan - CW	\$ 1,535,000	\$ 1,485,000	\$ -	\$ (55,000)	\$ 1,430,000
12/2/2010 NJEIT Fund Loan - CW	1,595,000	1,511,053	-	(83,947)	1,427,106
		<u>\$ 2,996,053</u>	<u>\$ -</u>	<u>\$ (138,947)</u>	<u>\$ 2,857,106</u>

**TOWNSHIP OF LYNDHURST  
GENERAL CAPITAL FUND  
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED  
YEAR ENDED DECEMBER 31, 2013**

Improvement	Balance	Paid By Budget	Serial Bonds Issued	Balance	Analysis of Balance	
	December 31, 2012			December 31, 2013	Outstanding Bonds	Outstanding Loans
05/01/01 General Improvement Bonds	\$ 2,658,000	\$ (535,000)	\$ -	\$ 2,123,000	\$ 2,123,000	\$ -
07/01/03 Refunding Bonds	1,420,000	(470,000)	-	950,000	950,000	-
03/01/05 General Improvement Bonds	2,950,000	(415,000)	-	2,535,000	2,535,000	-
05/01/05 General Improvement Bonds	2,445,000	(90,000)	-	2,355,000	2,355,000	-
08/15/13 General Improvement Bonds	-	-	30,500,000	30,500,000	30,500,000	-
12/2/2010 NJEIT Trust Loan - CW	1,485,000	(55,000)	-	1,430,000	-	1,430,000
12/2/2010 NJEIT Fund Loan - CW	1,511,053	(83,947)	-	1,427,106	-	1,427,106
	<u>\$ 12,469,053</u>	<u>\$ (1,648,947)</u>	<u>\$ 30,500,000</u>	<u>\$ 41,320,106</u>	<u>\$ 38,463,000</u>	<u>\$ 2,857,106</u>

**TOWNSHIP OF LYNDHURST  
GENERAL FIXED ASSET ACCOUNT GROUP  
BALANCE SHEET (REGULATORY BASIS)**

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	<u>2013</u>	<u>2012</u>
<u>ASSETS</u>		
Land	\$ 35,786,800	\$ 35,786,800
Buildings and Improvements	5,681,100	5,681,100
Machinery and Equipment	6,579,194	6,579,194
	<u>\$ 48,047,094</u>	<u>\$ 48,047,094</u>
 <u>FUND BALANCE</u>		
Investment in General Fixed Assets	<u>\$ 48,047,094</u>	<u>\$ 48,047,094</u>

**TOWNSHIP OF LYNDHURST  
GENERAL FIXED ASSET ACCOUNT GROUP  
SCHEDULE OF CHANGES IN RESERVE FOR GENERAL FIXED ASSETS  
YEAR ENDED DECEMBER 31, 2013**

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	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 35,786,800	\$ -	\$ -	\$ -	\$ 35,786,800
Buildings and Improvements	5,681,100	-	-	-	5,681,100
Machinery and Equipment	6,579,194	-	-	-	6,579,194
	<u>\$ 48,047,094</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,047,094</u>

**TOWNSHIP OF LYNDHURST  
WATER UTILITY OPERATING FUND  
BALANCE SHEET (REGULATORY BASIS)**

	2013	2012
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 996,500	\$ 732,173
Change Fund	100	100
	<u>\$ 996,600</u>	<u>\$ 732,273</u>
Interfund Receivable:		
Current Fund	\$ -	\$ -
Water Utility Capital Fund	1,629,968	804,968
Swimming Pool Utility Operating Fund	27	27
General Capital Fund	-	2,672
	<u>\$ 1,629,995</u>	<u>\$ 807,667</u>
Accounts Receivable:		
Consumer Accounts Receivable	\$ 277,843	\$ 499,814
Consumer Utility Liens	198	342
Revenue Accounts Receivable	-	-
	<u>\$ 278,041</u>	<u>\$ 500,156</u>
Deferred Charges:		
Overexpenditure	\$ -	\$ 47,675
	<u>\$ -</u>	<u>\$ 47,675</u>
Total Assets	<u>\$ 2,904,636</u>	<u>\$ 2,087,771</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Current Fund	\$ 392,144	\$ 82,000
General Capital Fund	497,328	-
Water Utility Capital Fund	-	-
	<u>\$ 889,472</u>	<u>\$ 82,000</u>
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 91,800	\$ 183,769
Reserve for Encumbrances	-	-
Accrued Interest on Bonds	38,183	17,595
Accrued Interest on Notes	-	30,660
Accrued Interest on Loans	163,905	169,667
Tax Sale Premiums	103,144	118,500
Water Overpayments	1,704	1,704
	<u>\$ 398,736</u>	<u>\$ 521,895</u>
Reserve for Receivables and Other Assets	<u>\$ 278,041</u>	<u>\$ 500,156</u>
Fund Balance	<u>\$ 1,338,387</u>	<u>\$ 983,720</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 2,904,636</u>	<u>\$ 2,087,771</u>

**TOWNSHIP OF LYNDHURST  
WATER UTILITY OPERATING FUND  
SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2013**

	Anticipated Budget	Realized	Excess/ (Deficit)
Revenues:			
Operating Surplus Anticipated	\$ 685,212	\$ 685,212	
Rents	3,250,000	4,212,260	962,260
Miscellaneous	180,000	118,641	(61,359)
Fines	40,000	54,612	14,612
Deficit (General Budget)	-	-	-
<b>Total Budget Revenues</b>	<b>\$ 4,155,212</b>	<b>\$ 5,070,725</b>	<b>\$ 915,513</b>
Other Credits to Income:			
Deficit in Operations	\$ -	\$ -	\$ -
Miscellaneous Revenues Not Anticipated	-	8,946	8,946
Unexpended Balances Cancelled	-	7,602	7,602
Unexpended Balance of Appropriated Reserves	-	107,818	107,818
	<b>\$ -</b>	<b>\$ 124,366</b>	<b>\$ 124,366</b>
<b>Total Revenues and Credits to Income</b>	<b>\$ 4,155,212</b>	<b>\$ 5,195,091</b>	<b>\$ 1,039,879</b>



TOWNSHIP OF LYNDHURST  
WATER UTILITY OPERATING FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
YEAR ENDED DECEMBER 31, 2013

	Appropriations			Expended		Unexpended		
	Adopted Budget	Emergency Appropriation	Transfers	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
Operating:								
Salaries and Wages	\$ 280,000	\$ -	\$ 10,000	\$ 290,000	\$ 276,320	\$ 13,680	\$ -	\$ -
Other Expenses	155,000	-	41,100	196,100	196,062	38	-	-
Water Purchase	1,870,000	-	(28,000)	1,842,000	1,812,573	29,427	-	-
Group Insurance	70,000	-	60,000	130,000	106,312	23,688	-	-
Other Insurance	80,000	-	(79,000)	1,000	-	1,000	-	-
Audit	10,000	-	-	10,000	-	10,000	-	-
Engineering Services	12,557	-	(4,100)	8,457	-	8,457	-	-
Water Tax	10,000	-	-	10,000	6,846	3,154	-	-
DEP Fees - Trust Loan (DW)	25,239	-	-	25,239	25,239	-	-	-
NJEIT Fees - Trust Loan (DW)	15,270	-	-	15,270	15,270	-	-	-
Total Operating	\$ 2,528,066	\$ -	\$ -	\$ 2,528,066	\$ 2,438,622	\$ 89,444	\$ -	\$ -
Capital Improvements:								
Capital Outlay	\$ 20,000	\$ -	\$ -	\$ 20,000	\$ 20,000	\$ -	\$ -	\$ -
Debt Service:								
Payment of Bonds	\$ 115,000	\$ -	\$ -	\$ 115,000	\$ 115,000	\$ -	\$ -	\$ -
Payment of Bond Anticipation Notes	140,000	-	-	140,000	140,000	-	-	-
Interest on Bonds	102,638	-	-	102,638	102,638	-	-	-
Interest on Notes	120,000	-	-	120,000	112,406	-	7,594	-
Payment of NJEIT Loans (DW Trust)	180,000	-	-	180,000	180,000	-	-	-
Interest on NJEIT Loans (DW Trust)	254,500	-	-	254,500	254,496	-	4	-
Payment of NJEIT Loans (DW Fund)	280,432	-	-	280,432	280,428	-	4	-
Total Debt Service	\$ 1,192,570	\$ -	\$ -	\$ 1,192,570	\$ 1,184,968	\$ -	\$ 7,602	\$ -
Deferred Charges:								
Deficit in Operations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Overexpenditures	47,675	-	-	47,675	47,675	-	-	-
Total Deferred Charges	\$ 47,675	\$ -	\$ -	\$ 47,675	\$ 47,675	\$ -	\$ -	\$ -
Statutory Expenditures:								
Public Employees' Retirement System	\$ 45,401	\$ -	\$ -	\$ 45,401	\$ 45,401	\$ -	\$ -	\$ -
Social Security System	21,500	-	-	21,500	19,144	2,356	-	-
Unemployment Insurance	-	-	-	-	-	-	-	-
Total Statutory Expenditures	\$ 66,901	\$ -	\$ -	\$ 66,901	\$ 64,545	\$ 2,356	\$ -	\$ -
Judgements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Surplus (General Budget)	\$ 300,000	\$ -	\$ -	\$ 300,000	\$ 300,000	\$ -	\$ -	\$ -
Total Appropriations	\$ 4,155,212	\$ -	\$ -	\$ 4,155,212	\$ 4,055,810	\$ 91,800	\$ 7,602	\$ -
Other Charges to Income:								
Refund of Prior Year's Revenue					\$ -			

**TOWNSHIP OF LYNDHURST  
WATER UTILITY CAPITAL FUND  
BALANCE SHEET (REGULATORY BASIS)**

	2013	2012
<u>ASSETS</u>		
Cash:		
Checking Account	\$ 1,894,394	\$ 90,436
Interfund Receivable:		
Water Utility Operating Fund	\$ -	\$ -
Current Fund	1,200,000	2,400,000
General Capital Fund	337,920	700,000
	<u>\$ 1,537,920</u>	<u>\$ 3,100,000</u>
Intergovernmental Receivable:		
State:		
NJEIT Drawdowns	\$ 973,464	\$ 1,625,320
Fixed Capital	\$ 21,459,394	\$ 17,907,325
Fixed Capital Authorized and Uncompleted	\$ -	\$ 3,552,000
Total Assets	<u>\$ 25,865,172</u>	<u>\$ 26,275,081</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfund Payable:		
Water Utility Operating Fund	\$ 1,629,968	\$ 804,968
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 600	\$ 600
Reserve for Encumbrances	-	-
Reserve for Amortization	6,437,050	5,721,618
Accounts/Contracts Payable	441,788	441,719
	<u>\$ 6,879,438</u>	<u>\$ 6,163,937</u>
Improvement Authorizations:		
Funded	\$ 2,332,597	\$ 1,305,389
Unfunded	-	2,262,186
	<u>\$ 2,332,597</u>	<u>\$ 3,567,575</u>
Serial Bonds Payable	\$ 5,345,000	\$ 2,070,000
NJEIT Loans Payable (DW)	\$ 9,677,344	\$ 10,137,776
Bond Anticipation Notes Payable	\$ -	\$ 3,530,000
Fund Balance	\$ 825	\$ 825
Total Liabilities, Reserves and Fund Balance	<u>\$ 25,865,172</u>	<u>\$ 26,275,081</u>

**TOWNSHIP OF LYNDHURST  
 WATER UTILITY CAPITAL FUND  
 SCHEDULE OF SERIAL BONDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2013**

<u>Date of Issue - Purpose</u>	<u>Interest Rate</u>	<u>Amount of Issue</u>	<u>Balance December 31, 2012</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2013</u>
05/01/01 Water System Improvements	5.10%	3,105,000	2,070,000	-	(115,000)	1,955,000
08/15/13 Water System Improvements	3% - 3.5%	3,390,000	-	3,390,000	-	3,390,000
			<u>\$ 2,070,000</u>	<u>\$ 3,390,000</u>	<u>\$ (115,000)</u>	<u>\$ 5,345,000</u>

TOWNSHIP OF LYNDHURST  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2013

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Improvement Description	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2012	Increase		Decrease		Balance December 31, 2013
						Renewal	New Cash	Paid Down	Serial Bond Issued	
#2565 Water Main Replacement	05/10/07	02/17/12	02/15/13	1.75%	\$ 478,000	\$ -	\$ -	\$ (8,000)	\$ (470,000)	\$ -
#2585 Acquisition of Equipment	05/10/07	02/17/12	02/15/13	1.75%	90,000	-	-	(90,000)	-	-
#2747 Water Utility Renewal	06/24/10	02/17/12	02/15/13	1.75%	700,000	-	-	(10,000)	(690,000)	-
#2771 Water Distribution System Impts.	02/17/12	02/17/12	02/15/13	1.75%	2,262,000	-	-	(32,000)	(2,230,000)	-
					<u>\$ 3,530,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (140,000)</u>	<u>\$ (3,390,000)</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED DECEMBER 31, 2013

Improvement Description	Ordinance		Balance December 31, 2012		Authorized	Cancellations	Paid or Charged	Refunded	Balance December 31, 2013	
	Date	Amount	Funded	Unfunded					Funded	Unfunded
#2377 Installation of Water Mains - Ridge Road and Second Avenue	04/13/99	\$ 1,710,000	\$ 6,038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,038	\$ -
#2378 Acquisition and Installation of Water Meter Reading System Including Pit Upgrades	04/13/99	1,400,000	640	-	-	-	-	-	640	-
#2747 Water Utility Renewal	02/16/10	700,000	-	186	-	-	-	-	186	-
#2771 Water Distribution System Impts.	08/17/10	12,400,000	1,298,711	2,262,000	-	-	1,234,978	-	2,325,733	-
			<u>\$ 1,305,389</u>	<u>\$ 2,262,186</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,234,978</u>	<u>\$ -</u>	<u>\$ 2,332,597</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST  
 WATER UTILITY CAPITAL FUND  
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
 YEAR ENDED DECEMBER 31, 2013**

Improvement Description	Balance December 31, 2012	Authorized	Issued	Cancelled	Balance December 31, 2013
None	\$ -	\$ -	\$ -	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST  
 WATER UTILITY CAPITAL FUND  
 SCHEDULE OF LOANS PAYABLE  
 YEAR ENDED DECEMBER 31, 2013**

<u>Date of Issue - Purpose</u>	<u>Amount of Issue</u>	<u>Balance December 31, 2012</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2013</u>
12/2/2010 NJEIT Trust Loan - DW	\$ 5,090,000	\$ 5,090,000	\$ -	\$ (180,000)	\$ 4,910,000
12/2/2010 NJEIT Fund Loan - DW	5,047,776	5,047,776	-	(280,432)	4,767,344
		<u>\$ 10,137,776</u>	<u>\$ -</u>	<u>\$ (460,432)</u>	<u>\$ 9,677,344</u>

**TOWNSHIP OF LYNDHURST  
SWIMMING POOL UTILITY OPERATING FUND  
BALANCE SHEET (REGULATORY BASIS)**

	2013	2012
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 151,802	\$ 128,373
Interfunds Receivable:		
Current Fund	\$ 55,950	\$ -
Deferred Charges:		
Operating Deficit	\$ -	\$ 26,937
Overexpenditure	-	17,007
	\$ -	\$ 43,944
Total Assets	\$ 207,752	\$ 172,317
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Current Fund	\$ -	\$ 22,000
Water Utility Operating Fund	27	27
	\$ 27	\$ 22,027
Other Liabilities and Reserves:		
Reserve for Encumbrances	\$ -	\$ -
Appropriation Reserves	40,714	50,535
	\$ 40,714	\$ 50,535
Fund Balance	\$ 167,011	\$ 99,755
Total Liabilities, Reserves and Fund Balance	\$ 207,752	\$ 172,317



**TOWNSHIP OF LYNDHURST  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013**

	Anticipated Budget	Realized	Excess/ (Deficit)
Revenues:			
Operating Surplus Anticipated	\$ -	\$ -	\$ -
Rents	150,000	154,908	4,908
Miscellaneous	-	-	-
Shared Service Agreement - Lyndhurst BOE	60,000	60,000	-
Deficit (General Budget)	77,950	77,950	-
Total Budget Revenues	<u>\$ 287,950</u>	<u>\$ 292,858</u>	<u>\$ 4,908</u>
Other Credits to Income:			
Deficit in Operations	\$ -	\$ -	\$ -
Miscellaneous Revenues Not Anticipated	-	19,177	19,177
Unexpended Balances Cancelled	-	-	-
Unexpended Balance of Appropriated Reserves	-	43,171	43,171
	<u>\$ -</u>	<u>\$ 62,348</u>	<u>\$ 62,348</u>
Total Revenues and Credits to Income	<u>\$ 287,950</u>	<u>\$ 355,206</u>	<u>\$ 67,256</u>

TOWNSHIP OF LYNDHURST  
 SWIMMING POOL UTILITY OPERATING FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)  
 YEAR ENDED DECEMBER 31, 2013

	Appropriations			Expended		Unexpended		
	Adopted Budget	Emergency Appropriation	Transfers	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
Operating:								
Salaries and Wages	\$ 110,000	\$ -	\$ (3,000)	107,000	\$ 88,166	\$ 18,834	\$ -	\$ -
Other Expenses	45,098	-	3,000	48,098	47,161	937	-	-
Repairs & Maintenance	-	-	-	-	-	-	-	-
Group Insurance	5,000	-	-	5,000	-	5,000	-	-
Audit	-	-	-	-	-	-	-	-
Utilities	70,000	-	-	70,000	55,684	14,316	-	-
Total Operating	\$ 230,098	\$ -	\$ -	\$ 230,098	\$ 191,011	\$ 39,087	\$ -	\$ -
Capital Improvements:								
Capital Outlay	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Service:								
Payment of Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payment of Bond Anticipation Notes	-	-	-	-	-	-	-	-
Interest on Bonds	-	-	-	-	-	-	-	-
Interest on Notes	-	-	-	-	-	-	-	-
Total Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Charges:								
Deficit in Operations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Overexpenditures	17,007	-	-	17,007	17,007	-	-	-
Prior Year Bills	26,937	-	-	26,937	26,937	-	-	-
Total Deferred Charges	\$ 43,944	\$ -	\$ -	\$ 43,944	\$ 43,944	\$ -	\$ -	\$ -
Statutory Expenditures:								
Public Employees' Retirement System	\$ 5,240	\$ -	\$ -	5,240	\$ 5,240	\$ -	\$ -	\$ -
Social Security System	8,668	-	-	8,668	7,041	1,627	-	-
Total Statutory Expenditures	\$ 13,908	\$ -	\$ -	\$ 13,908	\$ 12,281	\$ 1,627	\$ -	\$ -
Judgements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Appropriations	\$ 287,950	\$ -	\$ -	\$ 287,950	\$ 247,236	\$ 40,714	\$ -	\$ -
Other Charges to Income:								
Refund of Prior Year's Revenue					\$ -			

TOWNSHIP OF LYNDHURST

NJ Comprehensive Annual Financial Report

Annual Financial Information and Operating Data Section

TOWNSHIP OF LYNDHURST  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 ADOPTED BUDGETS  
 (UNAUDITED)

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	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006	SFY 2005
CURRENT FUND										
<b>REVENUES</b>										
Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ 1,035,251	\$ 2,800,000	\$ 2,400,000	\$ 699,300	\$ 1,100,000	\$ -
Miscellaneous Revenues	5,681,188	6,004,048	6,075,191	8,260,769	2,899,136	4,617,826	4,755,747	7,406,221	5,400,413	5,204,364
Receipts From Delinquent Taxes	1,900,000	1,200,000	980,000	1,300,000	287,659	150,000	800,000	800,000	650,000	630,000
Amount to be Raised by Taxation - Local	29,254,885	27,421,715	25,836,662	-	-	-	-	-	-	-
Amount to be Raised by Taxation - Minimum Library Tax	935,645	1,064,450	1,125,855	-	-	-	-	-	-	-
Amount to be Raised by Taxation - All Inclusive	-	-	-	25,997,381	12,333,586	23,496,308	22,682,696	21,062,907	18,551,712	16,783,332
<b>Total Revenues</b>	<b>\$ 37,771,718</b>	<b>\$ 35,690,213</b>	<b>\$ 34,017,708</b>	<b>\$ 35,558,150</b>	<b>\$ 16,555,632</b>	<b>\$ 31,064,134</b>	<b>\$ 30,638,443</b>	<b>\$ 29,968,428</b>	<b>\$ 25,702,125</b>	<b>\$ 22,617,696</b>
<b>APPROPRIATIONS</b>										
Within "CAPS":										
Operations:										
Salaries and Wages	\$ 11,367,361	\$ 11,642,800	\$ 11,202,693	\$ 12,454,300	\$ 6,375,250	\$ 11,822,548	\$ 10,808,200	\$ 10,473,850	\$ 8,891,886	\$ 9,492,114
Other Expenses	9,958,463	9,647,730	9,537,258	9,275,726	5,046,151	8,768,300	7,802,650	7,644,875	5,068,490	3,924,050
Deferred Charges and Statutory Expenditures	3,180,676	2,811,817	2,781,894	1,426,753	275,000	1,379,455	519,895	492,809	506,304	417,000
Excluded From "CAPS":										
Operations:										
Salaries and Wages	-	-	-	-	-	391,052	612,100	-	-	-
Other Expenses	3,643,354	3,904,836	4,211,170	5,153,190	1,924,364	3,766,706	6,180,299	4,408,706	6,424,607	5,408,625
Capital Improvements	275,000	50,000	50,000	100,000	87,000	-	600,000	335,000	130,000	80,000
Debt Service	5,916,864	4,374,951	3,450,851	3,349,938	1,332,959	2,695,167	2,465,226	4,926,213	3,244,321	2,350,816
Deferred Charges	880,000	758,079	783,842	2,063,243	599,974	479,650	158,743	239,380	87,380	230,713
Judgments	-	-	-	-	12,500	25,000	25,000	25,000	25,000	-
Reserve for Uncollected Taxes	2,550,000	2,500,000	2,000,000	1,735,000	902,434	1,736,256	1,466,330	1,422,595	1,324,137	714,378
<b>Total Appropriations</b>	<b>\$ 37,771,718</b>	<b>\$ 35,690,213</b>	<b>\$ 34,017,708</b>	<b>\$ 35,558,150</b>	<b>\$ 16,555,632</b>	<b>\$ 31,064,134</b>	<b>\$ 30,638,443</b>	<b>\$ 29,968,428</b>	<b>\$ 25,702,125</b>	<b>\$ 22,617,696</b>

TOWNSHIP OF LYNDHURST  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 ADOPTED BUDGETS  
 (UNAUDITED)

	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006	SFY 2005
WATER UTILITY FUND										
<b>REVENUES</b>										
Operating Surplus Anticipated	\$ 685,212	\$ -	\$ 400,000	\$ 400,000	\$ 497,000	\$ 175,000	\$ -	\$ -	\$ -	\$ 100,000
Rents	3,250,000	3,500,000	3,226,545	3,000,000	1,650,000	2,501,000	2,370,000	2,285,000	2,100,000	2,200,000
Miscellaneous	180,000	265,000	190,000	75,000	75,000	169,000	200,000	185,000	130,000	30,000
Fines	40,000	50,000	51,000	10,000	10,000	25,000	30,000	30,000	25,000	25,000
Deficit (General Budget)	-	-	-	-	-	-	555,000	-	-	-
<b>Total Revenues</b>	<b>\$ 4,155,212</b>	<b>\$ 3,815,000</b>	<b>\$ 3,867,545</b>	<b>\$ 3,485,000</b>	<b>\$ 2,232,000</b>	<b>\$ 2,870,000</b>	<b>\$ 3,155,000</b>	<b>\$ 2,500,000</b>	<b>\$ 2,255,000</b>	<b>\$ 2,355,000</b>
<b>APPROPRIATIONS</b>										
Operating	\$ 2,528,066	\$ 2,532,998	\$ 3,429,880	\$ 2,847,697	\$ 1,438,116	\$ 2,126,543	\$ 1,982,962	\$ 1,728,527	\$ 1,778,470	\$ 1,846,793
Capital Improvements	20,000	3,798	-	-	-	60,000	90,000	-	-	-
Debt Service	1,192,570	472,354	367,665	349,888	123,534	333,813	339,713	424,473	434,030	364,707
Deferred Charges	47,675	-	-	254,834	655,350	319,644	160,325	322,000	-	-
Statutory Expenditures	66,901	72,511	70,000	32,581	15,000	30,000	27,000	25,000	42,500	43,500
Judgements	-	-	-	-	-	-	555,000	-	-	-
Deficit in Operations - Prior Year	-	-	-	-	-	-	-	-	-	-
Surplus - General Budget	300,000	733,339	-	-	-	-	-	-	-	100,000
<b>Total Appropriations</b>	<b>\$ 4,155,212</b>	<b>\$ 3,815,000</b>	<b>\$ 3,867,545</b>	<b>\$ 3,485,000</b>	<b>\$ 2,232,000</b>	<b>\$ 2,870,000</b>	<b>\$ 3,155,000</b>	<b>\$ 2,500,000</b>	<b>\$ 2,255,000</b>	<b>\$ 2,355,000</b>
SWIMMING POOL UTILITY FUND										
<b>REVENUES</b>										
Operating Surplus Anticipated	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Rents	150,000	190,000	117,000	200,000	-	-	-	-	-	-
Miscellaneous/Shared Service Agreement - Lyndhurst BOE	60,000	60,000	25	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-	-
Deficit (General Budget)	77,950	113,339	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>\$ 287,950</b>	<b>\$ 363,339</b>	<b>\$ 117,025</b>	<b>\$ 200,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>APPROPRIATIONS</b>										
Operating	\$ 230,098	\$ 230,093	\$ 108,037	\$ 185,500	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Improvements	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-
Deferred Charges	43,945	118,339	2,788	-	-	-	-	-	-	-
Statutory Expenditures	13,907	14,907	6,200	14,500	-	-	-	-	-	-
Judgements	-	-	-	-	-	-	-	-	-	-
Deficit in Operations - Prior Year	-	-	-	-	-	-	-	-	-	-
Surplus - General Budget	-	-	-	-	-	-	-	-	-	-
<b>Total Appropriations</b>	<b>\$ 287,950</b>	<b>\$ 363,339</b>	<b>\$ 117,025</b>	<b>\$ 200,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**TOWNSHIP OF LYNDHURST  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
FUND BALANCE SUMMARY  
(UNAUDITED)**

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	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006	SFY 2005
<b>CURRENT FUND</b>										
Current Fund Balance Year End	\$ 7,891,571	\$ 3,169,322	\$ 1,814,340	\$ 929,590	\$ -	\$ 1,018,049	\$ 3,812,337	\$ 5,692,550	\$ 2,094,170	\$ 2,890,733
Utilized in Budget of Succeeding Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,035,251	\$ 2,800,000	\$ 2,400,000	\$ 699,300	\$ 1,100,000
Percentage Utilized	0.00%	0.00%	0.00%	0.00%	0.00%	101.69%	73.45%	42.16%	33.39%	38.05%
<b>WATER UTILITY FUND</b>										
Current Fund Balance Year End	\$ 1,338,387	\$ 983,720	\$ 971,698	\$ 688,717	\$ 655,897	\$ 1,152,897	\$ 494,903	\$ 389,394	\$ 272,887	\$ 17,109
Utilized in Budget of Succeeding Year	\$ 363,643	\$ 685,212	\$ -	\$ 400,000	\$ 400,000	\$ 497,000	\$ 175,000	\$ -	\$ -	\$ -
Percentage Utilized	27.17%	69.66%	0.00%	58.08%	60.99%	43.11%	35.36%	0.00%	0.00%	0.00%
<b>SWIMMING POOL UTILITY FUND</b>										
Current Fund Balance Year End	\$ 167,011	\$ 99,755	\$ 99,755	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Utilized in Budget of Succeeding Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Percentage Utilized	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**TOWNSHIP OF LYNDHURST  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 TAX LEVY AND COLLECTION DATA  
 (UNAUDITED)**

	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006	SFY 2005
Net Taxes Levied	\$ 70,634,586	\$ 67,857,360	\$ 66,179,378	\$ 63,393,449	\$ 30,904,791	\$ 58,847,938	\$ 57,492,435	\$ 52,934,078	\$ 48,737,600	\$ 45,157,461
Collections	\$ 68,854,668	\$ 65,612,799	\$ 59,988,671	\$ 58,425,753	\$ 27,416,737	\$ 56,344,944	\$ 55,791,491	\$ 51,687,766	\$ 46,661,941	\$ 43,920,450
Percent of Tax Levy Collected	97.48%	96.69%	90.65%	92.16%	88.71%	95.75%	97.04%	97.65%	95.74%	97.26%

TOWNSHIP OF LYNDHURST  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 ASSESSED AND COUNTY EQUALIZED VALUATION DATA  
 (UNAUDITED)

Description	2013		2012**		2011		2010		2009	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
Net Valuations Taxable:										
Vacant Land	106	\$ 51,265,900	106	\$ 51,468,800	112	\$ 161,491,700	116	\$ 155,689,200	140	\$ 157,651,000
Residential	5112	1,564,237,000	5112	1,562,667,400	5117	2,119,432,600	5113	2,114,056,800	5092	2,108,894,900
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	325	403,364,900	325	404,209,800	327	467,476,050	327	469,021,100	321	450,421,800
Industrial	92	575,442,300	92	575,492,500	96	655,880,200	103	696,219,400	103	718,638,000
Apartments	54	56,709,600	54	56,843,600	53	62,855,700	52	61,743,700	53	89,243,700
Sub-Total	5689	2,651,019,700	5689	2,650,682,100	5705	3,467,136,250	5711	3,496,730,200	5709	3,524,849,400
Personal Property		4,355,209		4,652,311		6,647,733		6,577,516		6,512,570
Net Valuations Taxable		2,655,374,909		2,655,334,411		3,473,783,983		3,503,307,716		3,531,361,970
County Equalization Adjustment		178,479,994		282,231,509		(97,858,625)		(218,482)		(82,452,935)
County Equalized Valuations		<u>\$ 2,833,854,903</u>		<u>\$ 2,937,565,920</u>		<u>\$ 3,375,925,358</u>		<u>\$ 3,503,089,234</u>		<u>\$ 3,448,909,035</u>
County Equalization Ratio		<u>94.59%</u>		<u>91.27%</u>		<u>103.73%</u>		<u>100.82%</u>		<u>103.27%</u>
Average Residential Assessment		<u>\$ 305,993</u>		<u>\$ 305,686</u>		<u>\$ 414,194</u>		<u>\$ 413,467</u>		<u>\$ 414,158</u>
Total County Equalized Valuations		<u>\$ 165,008,934,260</u>		<u>\$ 173,258,537,441</u>		<u>\$ 173,258,537,441</u>		<u>\$ 183,412,099,706</u>		<u>\$ 187,580,071,463</u>
Municipal Percentage										
County Equalized Valuations		<u>1.72%</u>		<u>1.70%</u>		<u>1.95%</u>		<u>1.91%</u>		<u>1.84%</u>

\*\*Revaluation Year



**TOWNSHIP OF LYNDHURST  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
ASSESSED AND COUNTY EQUALIZED VALUATION DATA  
(UNAUDITED)**

Description	2008		2007		2006**		2005		2004	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
Net Valuations Taxable:										
Vacant Land	132	\$ 171,367,000	134	\$ 171,122,400	129	\$ 170,988,700	170	\$ 53,112,300	149	\$ 33,906,300
Residential	5084	2,100,885,000	5080	2,093,002,000	5087	2,091,288,700	5063	857,397,800	5063	851,058,500
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	323	460,341,500	328	469,160,100	330	468,897,400	306	214,826,600	309	221,190,700
Industrial	102	729,566,800	101	673,322,100	100	672,083,500	99	276,304,600	100	275,511,600
Apartments	51	62,057,300	51	62,057,300	50	61,502,300	50	27,711,600	50	27,711,600
Sub-Total	5692	3,524,217,600	5694	3,468,663,900	5696	3,464,760,600	5688	1,429,352,900	5671	1,409,378,700
Personal Property		3,946,801		3,395,221		3,395,221		2,157,950		2,261,953
Net Valuations Taxable		3,528,164,401		3,472,059,121		3,468,155,821		1,431,510,850		1,411,640,653
County Equalization Adjustment		(78,772,637)		(354,239,177)		(823,180,695)		872,756,820		630,146,553
County Equalized Valuations		<u>\$ 3,449,391,764</u>		<u>\$ 3,117,819,944</u>		<u>\$ 2,644,975,126</u>		<u>\$ 2,304,267,670</u>		<u>\$ 2,041,787,206</u>
County Equalization Ratio		<u>103.11%</u>		<u>112.30%</u>		<u>132.34%</u>		<u>62.69%</u>		<u>69.80%</u>
Average Residential Assessment		<u>\$ 413,235</u>		<u>\$ 412,008</u>		<u>\$ 411,105</u>		<u>\$ 169,346</u>		<u>\$ 168,094</u>
Total County Equalized Valuations		<u>\$ 182,767,512,263</u>		<u>\$ 172,863,500,734</u>		<u>\$ 153,984,695,626</u>		<u>\$ 136,528,998,442</u>		<u>\$ 121,601,699,827</u>
Municipal Percentage										
County Equalized Valuations		<u>1.89%</u>		<u>1.80%</u>		<u>1.72%</u>		<u>1.69%</u>		<u>1.68%</u>

\*\*Revaluation Year

TOWNSHIP OF LYNDHURST  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 TAX REQUIREMENT AND RATE DATA  
 (UNAUDITED)

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	2013	2012**	2011	2010	2009	2008	2007	2006**	2005	2004
NET VALUATIONS TAXABLE	\$ 2,655,374,909	\$ 2,655,334,411	\$ 3,473,783,983	\$ 3,503,307,716	\$ 3,531,361,970	\$ 3,528,164,401	\$ 3,472,059,121	\$ 3,468,155,821	\$ 1,431,510,850	\$ 1,411,640,653
<b>TAX REQUIREMENTS</b>										
County	\$ 6,264,119	\$ 6,301,846	\$ 6,886,226	\$ 6,663,683	\$ 6,212,674	\$ 5,967,116	\$ 5,256,991	\$ 4,668,674	\$ 4,369,270	\$ 4,073,626
County Open Space	70,846	73,439	84,398	87,577	344,891	344,939	311,782	264,497	230,427	204,179
Local School	33,315,823	32,830,378	32,246,237	30,759,745	29,094,514	27,990,122	27,014,424	25,769,847	24,184,808	22,846,117
Municipal - Local	29,254,885	27,421,715	25,836,662	25,997,381	24,031,493	23,491,674	22,655,215	19,501,068	16,931,092	15,933,094
Municipal - Minimum Library Tax	935,645	1,064,450	1,125,855	-	-	-	-	-	-	-
Total	\$ 69,841,318	\$ 67,691,828	\$ 66,179,378	\$ 63,508,386	\$ 59,683,572	\$ 57,793,851	\$ 55,238,412	\$ 50,204,086	\$ 45,715,597	\$ 43,057,016
<b>TAX RATES</b>										
County	0.236	0.238	0.199	0.191	0.176	0.170	0.151	0.135	0.305	0.289
County Open Space	0.003	0.003	0.003	0.002	0.010	0.010	0.010	0.010	0.010	0.010
Local School	1.255	1.237	0.928	0.878	0.824	0.793	0.778	0.743	1.689	1.618
Library	0.035	0.040	0.032	-	-	-	-	-	-	-
Municipal	1.102	1.032	0.744	0.742	0.681	0.666	0.661	0.562	1.196	1.143
Total	2.631	2.550	1.906	1.813	1.691	1.64	1.60	1.45	3.20	3.06

\*\*Revaluation Year

**TOWNSHIP OF LYNDHURST  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
RATIO OF GROSS AND NET DEBT TO COUNTY EQUALIZED VALUE AND DEBT PER CAPITA  
(UNAUDITED)**

	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006	SFY 2005
Population (Estimated)	21,325	21,223	20,689	20,580	19,290	19,290	19,234	19,279	19,330	19,134
County Equalized Valuations	\$ 2,833,854,903	\$ 2,937,565,920	\$ 3,375,925,358	\$ 3,503,089,234	\$ 3,448,909,035	\$ 3,449,391,764	\$ 3,117,819,944	\$ 2,644,975,126	\$ 2,304,267,670	\$ 2,041,787,206
Gross Debt	\$ 78,252,200	\$ 83,698,303	\$ 86,183,750	\$ 80,029,178	\$ 52,122,238	\$ 50,682,238	\$ 52,832,238	\$ 35,078,300	\$ 35,589,500	\$ 33,023,000
Gross Debt Per Capita	\$ 3,670	\$ 3,944	\$ 4,166	\$ 3,889	\$ 2,702	\$ 2,627	\$ 2,747	\$ 1,820	\$ 1,841	\$ 1,726
Ratio of Gross Debt to County Equalized Valuations	2.76%	2.85%	2.55%	2.28%	1.51%	1.47%	1.69%	1.33%	1.54%	1.62%
Net Debt	\$ 42,852,356	\$ 47,533,303	\$ 48,237,663	\$ 53,004,421	\$ 39,536,151	\$ 37,517,238	\$ 41,892,238	\$ 19,480,663	\$ 18,869,500	\$ 16,393,140
Ratio of Net Debt to County Equalized Valuations	1.51%	1.62%	1.43%	1.51%	1.15%	1.09%	1.34%	0.74%	0.82%	0.80%
Net Debt per Capita	\$ 2,009	\$ 2,240	\$ 2,332	\$ 2,576	\$ 2,050	\$ 1,945	\$ 2,178	\$ 1,010	\$ 976	\$ 857

TOWNSHIP OF LYNDHURST  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 LEGAL DEBT MARGIN  
 (UNAUDITED)

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	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006	SFY 2005
Equalized Valuation Basis (as of 12/31)	\$ 2,906,021,002	\$ 3,119,994,688	\$ 3,351,293,007	\$ 3,426,599,226	\$ 3,287,313,029	\$ 3,287,313,029	\$ 3,012,126,129	\$ 2,640,169,226	\$ 2,282,385,203	\$ 2,013,064,899
Municipal Borrowing Power:										
3 1/2% of Equalized Valuation Basis	\$ 101,710,735	\$ 109,199,814	\$ 117,295,255	\$ 119,930,973	\$ 115,055,956	\$ 115,055,956	\$ 105,424,415	\$ 92,405,923	\$ 79,883,482	\$ 70,457,271
Net Debt	42,852,356	47,533,303	48,237,663	53,004,421	39,536,151	37,517,238	41,892,238	19,480,663	18,869,500	16,393,140
Remaining Borrowing Power	\$ 58,858,379	\$ 61,666,511	\$ 69,057,592	\$ 66,926,552	\$ 75,519,805	\$ 77,538,718	\$ 63,532,177	\$ 72,925,260	\$ 61,013,982	\$ 54,064,131
School Borrowing Power:										
4% of Equalized Valuation Basis	\$ 116,240,840	\$ 124,799,788	\$ 134,051,720	\$ 137,063,969	\$ 131,492,521	\$ 131,492,521	\$ 120,485,045	\$ 105,606,769	\$ 91,295,408	\$ 80,522,596
Net School Debt	4,235,000	4,675,000	5,110,000	5,540,000	5,965,000	5,965,000	6,335,000	6,700,000	7,165,000	7,415,000
School Borrowing Margin Available	\$ 112,005,840	\$ 120,124,788	\$ 128,941,720	\$ 131,523,969	\$ 125,527,521	\$ 125,527,521	\$ 114,150,045	\$ 98,906,769	\$ 84,130,408	\$ 73,107,596

**TOWNSHIP OF LYNDHURST  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
DIRECT AND OVERLAPPING DEBT  
(UNAUDITED)**

	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY2006	SFY 2005
<b>DIRECT DEBT</b>										
Municipal:										
General Purposes:										
B&N Issued and Outstanding:										
Serial Bonds	\$ 38,463,000	\$ 9,473,000	\$ 10,923,000	\$ 12,563,000	\$ 14,263,000	\$ 15,298,000	\$ 16,913,000	\$ 18,503,000	\$ 20,068,000	\$ 18,648,000
Bond Anticipation Notes	17,660,500	50,803,000	36,900,000	37,250,008	26,169,238	26,169,238	17,503,453	4,288,300	2,500,000	3,500,000
NJFIT Loans	2,857,106	2,996,053	3,130,000	-	-	-	-	-	-	-
B&N Authorized But Not Issued	14,250	14,250	14,195,750	5,962,500	2,525,000	-	8,665,785	2,007,000	2,156,500	-
	<u>\$ 58,994,856</u>	<u>\$ 63,286,303</u>	<u>\$ 65,148,750</u>	<u>\$ 55,775,508</u>	<u>\$ 42,957,238</u>	<u>\$ 41,467,238</u>	<u>\$ 43,082,238</u>	<u>\$ 24,798,300</u>	<u>\$ 24,724,500</u>	<u>\$ 22,148,000</u>
Water Utility:										
B&N Issued and Outstanding:										
Serial Bonds	\$ 5,345,000	\$ 2,070,000	\$ 2,235,000	\$ 2,400,000	\$ 2,565,000	\$ 2,615,000	\$ 2,780,000	\$ 2,945,000	\$ 3,200,000	\$ 3,460,000
Bond Anticipation Notes	-	3,530,000	1,290,000	1,313,670	635,000	635,000	635,000	635,000	-	-
Other Notes	9,677,344	10,137,000	10,137,776	-	-	-	-	-	-	-
B&N Authorized But Not Issued	-	-	2,262,224	15,000,000	-	-	-	-	500,000	-
	<u>\$ 15,022,344</u>	<u>\$ 15,737,000</u>	<u>\$ 15,925,000</u>	<u>\$ 18,713,670</u>	<u>\$ 3,200,000</u>	<u>\$ 3,250,000</u>	<u>\$ 3,415,000</u>	<u>\$ 3,580,000</u>	<u>\$ 3,700,000</u>	<u>\$ 3,460,000</u>
Local School:										
Serial Bonds Issued										
	\$ 4,235,000	\$ 4,675,000	\$ 5,110,000	\$ 5,540,000	\$ 5,965,000	\$ 5,965,000	\$ 6,335,000	\$ 6,700,000	\$ 7,165,000	\$ 7,415,000
Sub-Total	<u>\$ 78,252,200</u>	<u>\$ 83,698,303</u>	<u>\$ 86,183,750</u>	<u>\$ 80,029,178</u>	<u>\$ 52,122,238</u>	<u>\$ 50,682,238</u>	<u>\$ 52,832,238</u>	<u>\$ 35,078,300</u>	<u>\$ 35,589,500</u>	<u>\$ 33,023,000</u>
Statutory Deductions:										
General Purposes										
	\$ 16,142,500	\$ 15,753,000	\$ 16,911,087	\$ 2,771,087	\$ 3,421,087	\$ 3,950,000	\$ 4,605,000	\$ 5,317,637	\$ 5,855,000	\$ 6,450,000
Water Utility	15,022,344	15,737,000	15,925,000	18,713,670	3,200,000	3,250,000	-	3,580,000	3,700,000	2,764,860
Local School	4,235,000	4,675,000	5,110,000	5,540,000	5,965,000	5,965,000	6,335,000	6,700,000	7,165,000	7,415,000
	<u>\$ 35,399,844</u>	<u>\$ 36,165,000</u>	<u>\$ 37,946,087</u>	<u>\$ 27,024,757</u>	<u>\$ 12,586,087</u>	<u>\$ 13,165,000</u>	<u>\$ 10,940,000</u>	<u>\$ 15,597,637</u>	<u>\$ 16,720,000</u>	<u>\$ 16,629,860</u>
Net Direct Debt	<u>\$ 42,852,356</u>	<u>\$ 47,533,303</u>	<u>\$ 48,237,663</u>	<u>\$ 53,004,421</u>	<u>\$ 39,536,151</u>	<u>\$ 37,517,238</u>	<u>\$ 41,892,238</u>	<u>\$ 19,480,663</u>	<u>\$ 18,869,500</u>	<u>\$ 16,393,140</u>
<b>OVERLAPPING DEBT (as of 12/31)</b>										
	12/31/13	12/31/12	12/31/11	12/31/10	12/31/09	12/31/08	12/31/07	12/31/06	12/31/05	12/31/04
County of Bergen (1)	\$ 23,113,149	\$ 21,706,126	\$ 23,589,751	\$ 23,842,024	\$ 20,948,500	\$ 20,838,640	\$ 19,579,631	\$ 14,200,281	\$ 13,663,689	\$ 10,944,538
Passaic Valley Sewerage Commission (2)	3,678,486	4,019,752	4,112,552	4,369,384	3,758,062	3,576,257	3,634,325	3,509,513	3,086,613	2,999,305
	<u>\$ 26,791,635</u>	<u>\$ 25,725,878</u>	<u>\$ 27,702,303</u>	<u>\$ 28,211,408</u>	<u>\$ 24,706,562</u>	<u>\$ 24,414,897</u>	<u>\$ 23,213,956</u>	<u>\$ 17,709,794</u>	<u>\$ 16,750,302</u>	<u>\$ 13,943,843</u>
Overall Debt	<u>\$ 69,643,991</u>	<u>\$ 73,259,181</u>	<u>\$ 75,939,966</u>	<u>\$ 81,215,829</u>	<u>\$ 64,242,713</u>	<u>\$ 61,932,135</u>	<u>\$ 65,106,194</u>	<u>\$ 37,190,457</u>	<u>\$ 35,619,802</u>	<u>\$ 30,336,983</u>
(1) County Debt:										
Municipal Equalized Valuations										
	\$ 2,833,854,903	\$ 2,937,565,920	\$ 3,375,925,358	\$ 3,503,089,234	\$ 3,448,909,035	\$ 3,449,391,764	\$ 3,117,819,944	\$ 2,644,975,126	\$ 2,304,267,670	\$ 2,041,787,206
Total County Equalized Valuations	\$ 165,008,934,260	\$ 173,258,537,441	\$ 173,258,537,441	\$ 183,412,099,706	\$ 187,580,071,463	\$ 182,767,512,263	\$ 172,863,500,734	\$ 153,984,695,626	\$ 136,528,998,442	\$ 121,601,699,827
	1.72%	1.70%	1.95%	1.91%	1.84%	1.89%	1.80%	1.72%	1.69%	1.68%
X's Outstanding Gross Debt	1,343,787,738	1,276,830,919	1,209,730,830	1,248,273,490	1,138,505,430	1,102,573,565	1,087,757,268	825,597,736	808,502,305	651,460,590
	<u>\$ 23,113,149</u>	<u>\$ 21,706,126</u>	<u>\$ 23,589,751</u>	<u>\$ 23,842,024</u>	<u>\$ 20,948,500</u>	<u>\$ 20,838,640</u>	<u>\$ 19,579,631</u>	<u>\$ 14,200,281</u>	<u>\$ 13,663,689</u>	<u>\$ 10,944,538</u>
(2) Passaic Valley Sewerage Commission:										
Municipal Sewer Flow Charges										
	\$ 1,576,860	\$ 1,574,479	\$ 1,572,807	\$ 1,596,174	\$ 1,569,661	\$ 1,532,212	\$ 1,440,543	\$ 1,320,352	\$ 1,077,946	\$ 961,883
Total Flow Charges	\$ 127,569,056	\$ 123,957,348	\$ 129,883,667	\$ 129,963,014	\$ 127,525,062	\$ 125,403,855	\$ 121,388,216	\$ 118,930,095	\$ 99,930,995	\$ 94,136,079
	1.24%	1.27%	1.21%	1.23%	1.23%	1.22%	1.19%	1.11%	1.08%	1.02%
X's Outstanding Debt	296,652,116	316,515,886	339,880,368	355,234,494	305,533,465	293,135,787	305,405,498	316,172,356	285,797,506	294,049,501
	<u>\$ 3,678,486</u>	<u>\$ 4,019,752</u>	<u>\$ 4,112,552</u>	<u>\$ 4,369,384</u>	<u>\$ 3,758,062</u>	<u>\$ 3,576,257</u>	<u>\$ 3,634,325</u>	<u>\$ 3,509,513</u>	<u>\$ 3,086,613</u>	<u>\$ 2,999,305</u>
Total Direct and Overlapping Debt - Gross	<u>\$ 105,043,835</u>	<u>\$ 109,424,181</u>	<u>\$ 113,886,053</u>	<u>\$ 108,240,586</u>	<u>\$ 76,828,800</u>	<u>\$ 75,097,135</u>	<u>\$ 76,046,194</u>	<u>\$ 52,788,094</u>	<u>\$ 52,339,802</u>	<u>\$ 46,966,843</u>

**TOWNSHIP OF LYNDHURST**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**RATIO OF ANNUAL DEBT SERVICE APPROPRIATIONS TO TOTAL ADOPTED CURRENT FUND APPROPRIATIONS**  
**(UNAUDITED)**

	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006	SFY 2005
<b>CURRENT FUND</b>										
<b>DEBT SERVICE</b>										
Bond Principal	\$ 1,510,000	\$ 1,450,000	\$ 1,640,000	\$ 1,700,000	\$ 1,035,000	\$ 1,615,000	\$ 1,590,000	\$ 1,565,000	\$ 1,480,000	\$ 1,725,000
Bond Interest	383,685	423,035	485,843	549,938	297,959	639,167	695,226	748,095	664,848	525,816
Note Principal	2,623,500	1,254,000	825,008	180,000	-	-	-	2,500,000	1,000,000	-
Note Interest	1,186,481	1,037,219	500,000	920,000	-	441,000	180,000	113,118	99,473	100,000
Loan Principal	138,948	133,947	-	-	-	-	-	-	-	-
Loan Interest	74,250	76,750	-	-	-	-	-	-	-	-
Less: Reimbursements	-	-	-	-	-	-	-	(2,613,118)	(1,099,473)	-
<b>Net Debt Service</b>	<b>\$ 5,916,864</b>	<b>\$ 4,374,951</b>	<b>\$ 3,450,851</b>	<b>\$ 3,349,938</b>	<b>\$ 1,332,959</b>	<b>\$ 2,695,167</b>	<b>\$ 2,465,226</b>	<b>\$ 2,313,095</b>	<b>\$ 2,144,848</b>	<b>\$ 2,350,816</b>
Total Current Fund Budget Appropriations	\$ 37,771,718	\$ 35,690,213	\$ 34,017,708	\$ 35,558,150	\$ 16,555,632	\$ 31,064,134	\$ 30,638,443	\$ 29,968,428	\$ 25,702,125	\$ 22,617,696
Ratio of Debt Service to Current Fund Budget Appropriations	15.66%	12.26%	10.14%	9.42%	8.05%	8.68%	8.05%	7.72%	8.35%	10.39%
<b>WATER UTILITY FUND</b>										
<b>DEBT SERVICE</b>										
Bond Principal	\$ 115,000	\$ 165,000	\$ 165,000	\$ 165,000	\$ 50,000	\$ 165,000	\$ 165,000	\$ 255,000	\$ 255,000	\$ 205,000
Bond Interest	102,638	120,885	132,744	142,154	73,533	152,938	147,713	169,473	179,030	154,707
Note Principal	140,000	22,000	23,670	22,000	-	-	-	-	-	-
Note Interest	120,000	58,427	19,705	20,734	-	15,875	27,000	-	-	5,000
Loan Principal	460,432	-	-	-	-	-	-	-	-	-
Loan Interest	254,500	106,042	26,544	-	-	-	-	-	-	-
<b>Total Debt Service</b>	<b>\$ 1,192,570</b>	<b>\$ 472,354</b>	<b>\$ 367,663</b>	<b>\$ 349,888</b>	<b>\$ 123,533</b>	<b>\$ 333,813</b>	<b>\$ 339,713</b>	<b>\$ 424,473</b>	<b>\$ 434,030</b>	<b>\$ 364,707</b>
Total Water Utility Fund Budget Appropriations	\$ 4,155,212	\$ 3,815,000	\$ 3,867,545	\$ 3,485,000	\$ 2,232,000	\$ 2,870,000	\$ 3,155,000	\$ 2,500,000	\$ 2,255,000	\$ 2,355,000
Ratio of Debt Service to Water Utility Fund Budget Appropriations	28.70%	12.38%	9.51%	10.04%	5.53%	11.63%	10.77%	16.98%	19.25%	15.49%
<b>SWIMMING POOL UTILITY FUND</b>										
<b>DEBT SERVICE</b>										
Bond Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bond Interest	-	-	-	-	-	-	-	-	-	-
Note Principal	-	-	-	-	-	-	-	-	-	-
Note Interest	-	-	-	-	-	-	-	-	-	-
<b>Total Debt Service</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
Total Swimming Pool Utility Fund Budget Appropriations	\$ 287,950	\$ 363,339	\$ 117,025	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Ratio of Debt Service to Swimming Pool Utility Fund Budget Appropriations	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**TOWNSHIP OF LYNDHURST  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
DEMOGRAPHIC STATISTICS  
(UNAUDITED)**

J-10

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Average Labor Force Estimates by Municipality:										
Labor Force	10,441	11,270	11,179	11,193	11,262	11,048	10,886	10,893	10,751	10,707
Employment	9,605	10,035	9,974	9,967	10,057	10,376	10,375	10,327	10,210	10,105
Unemployment	836	1,235	1,205	1,226	1,205	673	511	566	540	601
Unemployment Rate	8.0%	11.0%	10.8%	11.0%	10.7%	6.1%	4.7%	5.2%	5.0%	5.6%
Per Capital Personal Income by County	69,919	69,919	67,240	63,950	63,862	67,375	67,606	63,166	\$ 57,745	\$ 55,322
Estimates as of July 1,										
Subcounty Population Estimates:										
Lyndhurst TWP	21,325	21,223	20,689	20,580	19,290	19,234	19,279	19,330	19,134	19,282
County of Bergen	925,328	918,888	911,004	906,184	895,250	889,915	885,664	884,581	887,322	890,232

**TOWNSHIP OF LYNDHURST  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
TEN LARGEST TAXPAYERS BY ASSESSMENT  
(UNAUDITED)**

Taxpayer	2013 Assessed Valuation	As a Percent of Total 2013 Net Valuations \$2,655,374,909
Avalon Lyndhurst, LLC	\$ 65,600,000	2.47%
Wells Operating Partnership (2 Properties)	54,200,000	2.04%
340 Orient Way, LLC	42,561,300	1.60%
Chubb Funding, LLC	37,868,900	1.43%
Veterans Square Towne Center, LLC	32,875,000	1.24%
Sika Chemical Corp./ANJ Corp.	30,311,700	1.14%
1200 Wall Street West Holdings	25,560,400	0.96%
Lyndhurst Residential Comm 2, LLC	21,731,000	0.82%
DDR-SAU Lew Andowski LLC (2 Properties)	21,000,000	0.79%
Moody Nat CY Lyndhurst H, LLC	20,213,600	0.76%
	<u>\$ 351,921,900</u>	



**TOWNSHIP OF LYNDHURST  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 VALUE OF NEW CONSTRUCTION, IMPROVEMENTS, ALTERATIONS AND DEMOLITIONS  
 (UNAUDITED)**

J-12

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	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
# of New Permits	1,013	1,043	929	916	857	960	968	1,084	1,094	1,098
# of Permit Updates	179	148	132	77	123	106	134	160	174	140
Value of Construction	\$ 47,518,431	\$ 30,138,966	\$ 27,185,305	\$ 12,991,821	\$ 12,085,713	\$ 18,576,458	\$ 16,567,687	\$ 39,597,893	\$ 55,912,900	\$ 22,463,732

TOWNSHIP OF LYNDHURST  
NJ Comprehensive Annual Financial Report  
Single Audit Section

*Di Maria & Di Maria LLP*  
*Accountants and Consultants*

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245 Union Street  
Lodi, New Jersey 07644  
Voice 973.779.6890  
Facsimile 973.779.6891

Independent Auditors' Report

Honorable Mayor and Members of the Board of Commissioners  
Township of Lyndhurst, County of Bergen, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements - *regulatory basis* - of the various funds and account group of the Township of Lyndhurst, in the County of Bergen (the "Township") as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 30, 2014, which was adverse due to the financial statements being prepared in conformity with the New Jersey regulatory basis of accounting.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township's control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Township'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, as defined above. However, material weaknesses may exist that have not been identified.

## *Di Maria & Di Maria LLP*

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### Independent Auditors' Report (Continued)

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

We noted certain other matters that we reported to management of the Township of Lyndhurst, New Jersey in a separate letter dated June 30, 2014.

#### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Township'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 Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank Di Maria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

June 30, 2014

TOWNSHIP OF LYNDHURST  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 YEAR ENDED DECEMBER 31, 2013

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	State Aid/Grant Program Titles	State Project Number	Award Amount	Grant Period		Balance December 31, 2012	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2013	Deferred Revenue December 31, 2013	Due to Grantor at December 31, 2013	
					From	To										
<b>Federal and State Grant Fund</b>																
Federal Emergency Management Agency (F.E.M.A.) --																
Fire Department Grant - Local Portion	N/A	N/A	N/A	\$ 21,500	07/01/08	06/30/09	1,872	-	-	-	-	-	-	1,872	-	-
Federal Emergency Management Agency (F.E.M.A.) --																
Fire Department Grant - Federal Portion	N/A	N/A	N/A	\$ 272,817	01/01/11	12/31/11	4,448	-	-	-	-	-	-	4,448	-	-
DEA/Equitable Sharing				\$ 58,151	01/01/11	12/31/11	182,796	-	-	(177,247)	-	-	-	5,549	-	-
Total Federal & State Grant Fund							\$ 189,116	\$ -	\$ -	\$ (177,247)	\$ -	\$ -	\$ -	\$ 11,869	\$ -	\$ -
<b>General Capital Fund</b>																
Federal Housing & Community Development Act -- Passed Thru the County of Bergen -- Community Development Program:																
Ordinance #2813-11		N/A	N/A	100,000	01/01/11	12/31/11	(100,000)	-	-	-	-	-	(100,000)	-	-	-
Ordinance #2814-11		N/A	N/A	94,100	01/01/11	12/31/11	(94,100)	-	-	-	-	-	(94,100)	-	-	-
Total General Capital Fund							\$ (194,100)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (194,100)	\$ -	\$ -	\$ -
Total Federal Awards							\$ (4,984)	\$ -	\$ -	\$ (177,247)	\$ -	\$ -	\$ (194,100)	\$ 11,869	\$ -	\$ -

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

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period From	Grant Period To	Balance Dec. 31, 2012	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) Dec. 31, 2013	Deferred Revenue Dec. 31, 2013	Due to Grantor Dec. 31, 2013
<b>Federal and State Grant Fund</b>													
State of New Jersey, Department of Treasury --													
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	082-100-6020	\$ 1,228,870	1/1/2013	12/31/2013	\$ -	\$ -	\$ 1,228,870	\$ (1,228,870)	\$ -	\$ -	\$ -	\$ -	\$ -
Veterans & Senior Citizens	082-495-6020	212,623	1/1/2013	12/31/2013	-	-	212,623	(212,623)	-	-	-	-	-
Hotel Fees		321,764	1/1/2013	12/31/2013	-	-	321,764	(321,764)	-	-	-	-	-
State of New Jersey, Department of Community Affairs --													
Consolidated Municipal Property Tax Relief Aid	082-495-6020	180,470	1/1/2013	12/31/2013	-	-	180,470	(180,470)	-	-	-	-	-
Recreation Opportunities For Individuals With Disabilities - State	8050-022-035-5157	15,803	1/1/2013	12/31/2013	-	-	15,803	(5,628)	-	-	-	10,175	-
Special Legislative Grant - Streetscaping		100,000	7/1/2000	6/30/2001	14	-	-	-	-	-	-	14	-
Special Legislative Grant - Furniture		4,000	7/1/2000	6/30/2001	4,000	-	-	-	-	-	-	4,000	-
SFY2001 - Special Legislative Grant - Communications Tower		250,000	7/1/2000	6/30/2001	32,028	-	-	-	-	-	-	32,028	-
State of New Jersey, Department of Environmental Protection --													
Clean Communities Program	4900-765-042-4900	28,111	Non-Expiring		-	-	28,111	-	-	-	-	28,111	-
Clean Communities Program	4900-765-042-4900	56,302	Non-Expiring		12,820	-	-	(9,450)	-	-	-	3,370	-
Recycling Tonnage Grant		29,227	1/1/2013	12/31/2013	-	-	29,227	-	-	-	-	29,227	-
Recycling Tonnage Grant		28,238	1/1/2012	12/31/2012	28,238	-	-	-	-	-	-	28,238	-
Recycling Tonnage Grant		30,684	1/1/2011	12/31/2011	30,684	-	-	-	-	-	-	30,684	-
Recycling Tonnage Grant		57,175	1/1/2010	12/31/2010	57,175	-	-	-	-	-	-	57,175	-
State of New Jersey, Department of Justice --													
Alcohol Education Rehabilitation Program	9735-760-098-Y900	4,681	7/1/2004	6/30/2005	2,968	-	-	(779)	-	-	-	2,189	-
Alcohol Education Rehabilitation Program	9735-760-098-Y900	3,521	7/1/2005	6/30/2006	3,521	-	-	-	-	-	-	3,521	-
Alcohol Education Rehabilitation Program	9735-760-098-Y900	3,439	7/1/2007	6/30/2008	1,464	-	-	-	-	-	-	1,464	-
Alcohol Education Rehabilitation Program	9735-760-098-Y900	2,891	7/1/2008	6/30/2009	2,891	-	-	-	-	-	-	2,891	-
Alcohol Education Rehabilitation Program	9735-760-098-Y900	2,553	1/1/2010	12/31/2010	2,553	-	-	-	-	-	-	2,553	-
Alcohol Education Rehabilitation Program	9735-760-098-Y900	1,834	1/1/2012	12/31/2012	1,834	-	-	-	-	-	-	1,834	-
State of New Jersey, Department of Law & Public Safety --													
Drunk Driving Enforcement Fund	6400-100-078-6400	8,125	Non-Expiring		-	-	8,125	-	-	-	-	8,125	-
Drunk Driving Enforcement Fund	6400-100-078-6400	8,104	Non-Expiring		3,080	-	-	-	-	-	-	3,080	-
Drunk Driving Enforcement Fund	6400-100-078-6400	6,284	Non-Expiring		6,284	-	-	(3,054)	-	-	-	3,230	-
Body Armor Replacement Program	1020-718-066-1020	4,703	Non-Expiring		-	-	4,703	(3,198)	-	-	-	1,505	-
Body Armor Replacement Program	1020-718-066-1020	4,590	Non-Expiring		236	-	-	(236)	-	-	-	-	-
Statewide Livable Communities Grant		15,000	7/1/2003	6/30/2004	5	-	-	-	-	-	-	5	-
Statewide Livable Communities Grant		100,000	7/1/2005	6/30/2006	100,000	-	-	-	-	-	-	100,000	-
SFY2004 - State Police OEM Management Update		2,406	7/1/2003	6/30/2004	2,406	-	-	-	-	-	-	2,406	-
Drive Sober or Get Pulled Over		4,400	1/1/2013	12/31/2013	-	-	4,400	(4,400)	-	-	-	-	-
2010 - CERT Trailer & Equipment Grant		1,500	1/1/2010	12/31/2010	851	-	-	-	-	-	-	851	-
State of New Jersey, Department of State -- Cultural Affairs													
NJ State Cultural Affairs Grant		468	1/1/2013	12/31/2013	-	-	468	-	-	-	-	468	-
<b>Total Federal &amp; State Grant Fund</b>					<b>\$ 293,052</b>	<b>\$ -</b>	<b>\$ 2,034,564</b>	<b>\$ (1,970,472)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 357,144</b>	<b>\$ -</b>

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

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period From	Grant Period To	Balance Dec. 31, 2012	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) Dec. 31, 2013	Deferred Revenue Dec. 31, 2013	Due to Grantor Dec. 31, 2013
<b>General Capital Fund</b>													
Department of Environmental Protection -- Passed Thru the State of New Jersey -- Department of Environmental Protection:													
Ordinance # 2627	N/A	100,000	01/01/07	12/31/07	(100,000)	-	-	-	-	-	(100,000)	-	-
Department of Transportation -- Passed Thru the State of New Jersey -- Department of Transportation:													
Ordinance # 2237	N/A	2,500		Pre 2004	(2,500)	-	-	-	-	-	(2,500)	-	-
Ordinance # 2274	N/A	133,917		Pre 2004	(133,917)	-	-	-	-	-	(133,917)	-	-
Ordinance # 2308	N/A	99,200		Pre 2004	(99,200)	-	-	-	-	-	(99,200)	-	-
Ordinance # 2345 (a)	N/A	100,000		Pre 2004	(100,000)	-	-	-	-	-	(100,000)	-	-
Ordinance # 2345 (b)	N/A	32,280		Pre 2004	(32,280)	-	-	-	-	-	(32,280)	-	-
Ordinance # 2345 (c)	N/A	190,000		Pre 2004	(190,000)	-	-	-	-	-	(190,000)	-	-
Ordinance # 2451	N/A	105,000		Pre 2004	(105,000)	-	-	-	-	-	(105,000)	-	-
Ordinance # 2593	N/A	50,000		Pre 2004	(50,000)	-	-	-	-	-	(50,000)	-	-
Ordinance # 2812-11	N/A	200,000	01/01/11	12/31/11	(200,000)	-	-	-	-	-	(200,000)	-	-
Total General Capital Fund					\$ (1,012,897)	\$ -	\$ -	\$ -	\$ -	\$ -	(1,012,897)	\$ -	\$ -
Total State Financial Assistance					\$ (719,845)	\$ -	\$ 2,034,564	\$ (1,970,472)	\$ -	\$ -	(1,012,897)	\$ 357,144	\$ -

**TOWNSHIP OF LYNDHURST  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2013**

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**Note 1 - General**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Township of Lyndhurst, County of Bergen, State of New Jersey. The Township of Lyndhurst is defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies are included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2 - Basis of Accounting**

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting. This basis of accounting is described in Note 2 to the basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 3 - Relationship to General-Purpose Financial Statements**

Organization

The Township of Lyndhurst, New Jersey is the prime sponsor and recipient of various federal and state grant funds. The Township has delegated the general administration of grant programs and the reporting function to the Township Treasurer. Substantially all grant and program cash funds are commingled with the Township's other funds, although each grant is accounted for separately within the Township's financial records. The Township Treasurer's office performs accounting functions for all grants.

Basis of Accounting

The Township's grants are presented on the modified accrual basis of accounting utilizing the following methods:

*Current Fund Grants -*

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the current fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

*Trust Fund and Capital Fund Grants -*

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions are raised in the current fund budget. The percentage of matching contributions varies with each program. Local and state shares of grants are reflected in total on the Schedule of State Financial Assistance.



**TOWNSHIP OF LYNDHURST  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2013**

**Note 3 - Relationship to General-Purpose Financial Statements (continued)**

Expenditures

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to current fund balance when the grant is closed out.

Organization

Expenditures per Financial Reports

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from January 1, 2013 to December 31, 2013. Breakdown by fund is as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current Fund	\$ -	\$ 1,943,727	\$ 1,943,727
Federal and State Grant Fund	177,247	26,745	203,992
General Capital Fund	-	-	-
Total Awards and Financial Assistance	<u>\$ 177,247</u>	<u>\$ 1,970,472</u>	<u>\$ 2,147,719</u>

**Note 4 - Relationship to Federal and State Financial Reports**

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

**Note 5 - Federal and State Loans Outstanding**

The Township had the following federal and state loans outstanding as of December 31, 2013:

<b>General Capital Fund:</b>	
NJEIT Loans Payable (CW)	<u>\$ 2,857,106</u>
	<u>\$ 2,857,106</u>
 <b>Water Utility Capital Fund:</b>	
NJEIT Loans Payable (DW)	<u>\$ 9,677,344</u>
	<u>\$ 9,677,344</u>

**Note 6 - Contingencies**

Each of the grantor agencies reserve the right to conduct additional audits of the Township's grant programs for economy, efficiency and program results.

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

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**Section I -- Summary of Auditors' Results**

Financial Statements

A) Type of auditors' report issued:	<u>Adverse - GAAP; Qualified - Regulatory</u>	
B) Internal control over financial reporting:		
1. Material weakness(es) identified?	_____ yes	_____ X _____ no
2. Significant deficiency(ies) identified?	_____ yes	_____ X _____ no
C) Noncompliance material to general-purpose financial statements noted?	_____ X _____ yes	_____ _____ no

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

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**Section I -- Summary of Auditors' Results (Continued)**

**\*\*NOT APPLICABLE - EXPENDITURES UNDER \$500,000\*\***

Federal Awards

A) Internal control over major programs:

1. Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

2. Significant deficiency(ies) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

B) Type of auditors' report issued on compliance for major programs:

C) Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular A-133? \_\_\_\_\_ yes \_\_\_\_\_ no

D) Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>

E) Dollar threshold used to distinguish between type A and type B programs: \_\_\_\_\_

F) Auditee qualified as low-risk auditee? \_\_\_\_\_ yes \_\_\_\_\_ no

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

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**Section I -- Summary of Auditors' Results (Continued)**

**\*\*NOT APPLICABLE - EXPENDITURES UNDER \$500,000\*\***

State Awards

A) Internal control over major programs:

1. Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

2. Significant deficiency(ies) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

B) Type of auditors' report issued on compliance for major programs:

C) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04? \_\_\_\_\_ yes \_\_\_\_\_ no

D) Identification of major programs:

<u>Program GMIS Number(s)</u>	<u>Name of State Program or Cluster</u>
_____	_____
_____	_____
_____	_____

E) Dollar threshold used to distinguish between type A and type B programs: \_\_\_\_\_

F) Auditee qualified as low-risk auditee? \_\_\_\_\_ yes \_\_\_\_\_ no

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

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**Section II -- Financial Statement Findings**

***Finding 13-01:***

Condition: The municipality failed to comply with N.J.A.C. 5:30-5.6 which requires the implementation and continued maintenance of a fixed asset accounting system.

Criteria: N.J.A.C. 5:30-5.6

Cause: The CFO has failed to implement the accounting directive.

Effect: The financial statements do not reflect correct amounts for fixed assets.

Recommendation: That a fixed asset accounting system be implemented in accordance with N.J.A.C. 5:30-5.6.

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

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**Section III -- Federal and State Award Findings and Questioned Costs**

Current Year

Federal Awards:

None

State Awards:

None

**TOWNSHIP OF LYNDHURST  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2013**

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1. The Chief Financial Officer did not implement and maintain a general fixed asset accounting system as per *N.J.A.C. 5:30-5.6*.

Status - Condition continues to exist.

TOWNSHIP OF LYNDHURST

NJ Comprehensive Annual Financial Report

General Comments and Recommendations Section



**TOWNSHIP OF LYNDHURST  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2013**

---

General

Ref.

A fixed asset accounting and reporting system has not been implemented in accordance with N.J.A.C. 5:30-5.6. 1.

There are a significant amount of municipal tax title liens. 2.

**TOWNSHIP OF LYNDHURST  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2013**

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Revenues/Cash Receipts Cycle

Ref.

Tax Collector/Treasurer

None

Township Clerk

None

Municipal Court

There are 2 checks outstanding on the general account and 14 checks outstanding on the bail account in excess of one year. 5.

Checks in the General and Bail Accounts currently require only one authorizing signature. 4.

It is suggested that the Township utilize a private collection agency to collect outstanding municipal court debts.

Chemical/Fire Safety Inspector

None

Department of Public Works

None

Construction Code Official

None

Board of Health/Registrar of Vital Statistics

None

Police Department

None

Tax Assessor

None

**TOWNSHIP OF LYNDHURST  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2013**

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Expenditures/Cash Disbursements Cycle

Ref.

Treasurer

None

**TOWNSHIP OF LYNDHURST  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2013**

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Payroll Cycle

Ref.

The Township did not report taxable compensation to applicable employees for non-qualified, non-personal use vehicles.

3.

**TOWNSHIP OF LYNDHURST  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2013**

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Recommendations

1. That the Township maintain a fixed asset accounting and reporting system in accordance with N.J.A.C. 5:30-5.6. \*
2. That every effort be made to liquidate municipal tax title liens in order to get such properties back on a tax paying basis. \*
3. That applicable employee's taxable compensation include automobile fringe benefits in accordance with U.S. Treasury Regulations. \*
4. That checks drawn on the municipal court general and bail accounts require at least two authorizing signatures.
5. That municipal court outstanding checks in excess of one year be reviewed and cleared of record.

**TOWNSHIP OF LYNDHURST  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2013**

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Status of Prior Year's Recommendations

A review was made of all prior year's recommendations, and corrective action was taken on all with the exception of those denoted with an asterisk.

The synopsis of this report, together with the recommendations must be published as required by statute. We wish to express our appreciation for the assistance and courtesies extended by the Township Officials during the course of the audit.

**DI MARIA & DI MARIA LLP  
Accountants and Consultants**

*Frank Di Maria*

**Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463**

June 30, 2014