

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

**NJ Comprehensive Annual Financial Report
YEAR ENDED DECEMBER 31, 2014
(With Independent Auditors' Reports Thereon)**

**TOWNSHIP OF LYNDHURST
NJ COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2014
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TOWNSHIP OF LYNDHURST

NJ Comprehensive Annual Financial Report

Introductory Section

**TOWNSHIP OF LYNDHURST
MUNICIPAL OFFICIALS
YEAR ENDED DECEMBER 31, 2014**

<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	
Angela White	Deputy Township Clerk	
Robert L. Benecke	Chief Financial Officer (Interim)	
Joan Barone	Tax Collector	
	Treasurer	
Denis Mc Guire	Tax Assessor	
Richard J. DiLascio	Township Attorney	
Rogut McCarthy, LLC	Bond Counsel	
Michael Neglia	Township Engineer	May 16, 2017
Di Maria & Di Maria LLP	Township Auditor	May 16, 2017
The Bogle Agency	Risk Manager	December 31, 2014
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, 2017
Annette Mazure	Deputy Registrar of Vital Statistics	June 30, 2016
Richard Gress	Superintendent of Water Utility & Streets	
	Superintendent of Parks and Recreation	
Mark Sadonis	Construction Code Official	
Charles Flenner	Plumbing Subcode Official	
Michael DeFrino	Electrical Subcode Official	
Robert Ferrara	Fire Inspector	
Remington & Vernick	Chemical Engineers	
George O. Savino, Esq.	Municipal Court Judge	
Kim Bolton	Municipal Court Administrator	June 30, 2015
Andrea Heyler	Deputy Court Administrator	
Denise Radigan	Violations Clerk	
Rosario Presti, Jr., Esq.	Prosecutor	
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, 2014**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
<u>PLANNING BOARD</u>		
Commissioner John J. Montillo	Member	
Commissioner Matthew T. Ruzzo	Member	May 16, 2017
John Beirne	Member	May 16, 2017
Don Spagnuolo	Chairperson	December 31, 2015
Robert McCarthy	Member	June 22, 2015
Arthur N. Woolis	Member	June 22, 2015
John T. Campion	1st Alternate	February 18, 2015
Sal Trippi	2nd Alternate	February 18, 2015
Giacomo Raguseo	3rd Alternate	February 18, 2015
Priscilla Triolo, Esq. Neglia Engineering	Planning Board Attorney	December 31, 2014
Fred Sulgic	Planning Consultant 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 8, 2015
Steve Laudati	Member	June 22, 2017
Edward Koziol	Member	December 31, 2016
Walter Steel	Member	March 10, 2014
Joaquin Bouzas	1st Alternate	March 10, 2017
Ilhan Akar	2nd Alternate	December 31, 2014
James A. Breslin, Jr., Esq. Neglia Engineering	Zoning Board Attorney Engineer	December 31, 2014
<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

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, 2014 and 2013, 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, 2014, 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, 2014 and 2013, 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 \$837,115 and \$722,740 for 2014 and 2013 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, 2014 and 2013, 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, 2014 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 supplemental information 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 supplemental information and schedules listed above 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 supplemental information and 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.

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, 2015 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 DiMaria

Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463

June 30, 2015

**TOWNSHIP OF LYNDHURST
COMBINED COMPARATIVE BALANCE SHEET (REGULATORY BASIS)
DECEMBER 31, 2014**

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	
									2014	2013
ASSETS AND OTHER DEBITS										
Cash	\$ 12,904,640	\$ 866,422	\$ 1,266,401	\$ 44,904	\$ -	\$ 2,262,763	\$ 1,295,737	\$ 124,064	\$ 18,764,931	\$ 15,789,937
Deferred Compensation Assets	-	-	837,115	-	-	-	-	-	837,115	722,740
Interfunds Receivable	145,632	-	2,113,847	2,601,628	-	-	-	35,670	4,896,777	6,262,231
Intergovernmental Receivable	-	-	-	53,965	-	-	1,003,819	-	1,057,784	6,871,934
Other Receivables	13,608,751	-	-	-	-	307,045	-	-	13,915,796	13,278,635
Fixed Capital	-	-	-	-	-	-	21,459,391	-	21,459,391	21,459,394
Fixed Capital Authorized and Uncompleted	-	-	-	-	-	-	-	-	-	-
Fixed Assets	-	-	-	-	48,047,094	-	-	-	48,047,094	48,047,094
Deferred Charges	1,945,065	-	-	54,343,908	-	-	310,361	12,108	56,611,442	61,716,778
Total Assets and Other Debits	\$ 28,604,088	\$ 866,422	\$ 4,217,363	\$ 57,044,405	\$ 48,047,094	\$ 2,569,808	\$ 24,069,308	\$ 171,842	\$ 165,590,330	\$ 174,148,743
LIABILITIES, RESERVES AND FUND BALANCE										
Accounts/Contracts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	1,387,598
Interfunds Payable	2,149,517	-	-	-	-	145,632	2,601,628	-	4,896,777	6,262,231
Intergovernmental Payable	-	-	-	-	-	-	-	-	-	7,801
Other Liabilities and Reserves	3,580,935	866,422	4,217,363	9,850	-	384,750	7,248,079	4,831	16,312,230	15,071,353
Improvement Authorizations	-	-	-	2,485,019	-	-	6,864	-	2,491,883	6,168,392
Serial Bonds Payable	-	-	-	35,543,000	-	-	5,005,000	-	40,548,000	43,808,000
Bond Anticipation Notes Payable	-	-	-	16,068,500	-	-	-	-	16,068,500	17,660,500
Loans Payable	-	-	-	2,718,158	-	-	9,206,912	-	11,925,070	12,534,450
Reserve for Receivables and Other Assets	13,754,383	-	-	-	-	307,045	-	-	14,061,428	13,598,601
Reserve for Investment in Fixed Assets	-	-	-	-	48,047,094	-	-	-	48,047,094	48,047,094
Fund Balance	9,119,253	-	-	219,878	-	1,732,381	825	167,011	11,239,348	9,602,723
Total Liabilities, Reserves and Fund Balance	\$ 28,604,088	\$ 866,422	\$ 4,217,363	\$ 57,044,405	\$ 48,047,094	\$ 2,569,808	\$ 24,069,308	\$ 171,842	\$ 165,590,330	\$ 174,148,743

**TOWNSHIP OF LYNDHURST
COMBINED STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)
YEAR ENDED DECEMBER 31, 2014**

	Current Fund	Water Utility Operating Fund	Swimming Pool Utility Operating Fund
REVENUES AND OTHER CREDITS TO INCOME			
Revenues:			
Fund Balance Anticipated	\$ -	\$ 363,643	\$ -
Miscellaneous Revenues	4,952,009	284,391	-
Receipts from Delinquent Taxes	1,226,344	-	-
Amount to be Raised by Taxation - Local	31,260,785	-	-
Amount to be Raised by Taxation - Library	911,141	-	-
Utility Rents	-	3,867,709	133,103
Fines	-	58,411	-
Shared Service Agreement - Lyndhurst BOE	-	-	60,000
Deficit (General Budget)	-	-	35,670
Total Revenues	38,350,279	4,574,154	228,773
Other Credits to Income	42,663,811	596,126	47,134
Total Revenues and Other Credits to Income	\$ 81,014,090	\$ 5,170,280	\$ 275,907
EXPENDITURES AND OTHER CHARGES TO INCOME			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 11,823,319	\$ -	\$ -
Other Expenses	10,018,276	-	-
Deferred Charges and Statutory Expenditures	3,024,201	-	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	-	-	-
Other Expenses	3,872,034	-	-
Capital Improvements	987,000	-	-
Debt Service	6,485,290	-	-
Deferred Charges	400,000	-	-
Judgments	-	-	-
Reserve for Uncollected Taxes	2,725,000	-	-
Utility:			
Operating	-	2,628,237	229,000
Capital Improvements	-	50,000	33,000
Debt Service	-	1,267,505	-
Deferred Charges	-	-	-
Statutory Expenditures	-	66,901	13,907
Judgements	-	-	-
Surplus (General Budget)	-	400,000	-
Total Expenditures	\$ 39,335,120	\$ 4,412,643	\$ 275,907
Other Charges to Income	40,451,288	-	-
Total Expenditures and Other Charges to Income	\$ 79,786,408	\$ 4,412,643	\$ 275,907
Excess in Revenue	\$ 1,227,682	\$ 757,637	\$ -
Transferred to Deferred Charge of Succeeding Year	\$ -	\$ -	\$ -
Fund Balance, January 1	7,891,571	1,338,387	167,011
	\$ 9,119,253	\$ 2,096,024	\$ 167,011
Utilization as Anticipated Revenue	-	363,643	-
Fund Balance, December 31	\$ 9,119,253	\$ 1,732,381	\$ 167,011

**TOWNSHIP OF LYNDHURST
CURRENT FUND
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)
BUDGET AND ACTUAL
YEAR ENDED DECEMBER 31, 2014**

	Budget as Modified	Actual	Variance
REVENUES AND OTHER CREDITS TO INCOME			
Revenues:			
Fund Balance Anticipated	\$ -	\$ -	\$ -
Miscellaneous Revenues	6,023,268	4,952,009	(1,071,259)
Receipts from Delinquent Taxes	1,500,000	1,226,344	(273,656)
Amount to be Raised by Taxation - Local	30,900,711	31,260,785	360,074
Amount to be Raised by Taxation - Library	911,141	911,141	-
Total Revenues	39,335,120	38,350,279	(984,841)
Other Credits to Income	40,442,284	42,663,811	2,221,527
Total Revenues and Other Credits to Income	<u>\$ 79,777,404</u>	<u>\$ 81,014,090</u>	<u>\$ 1,236,686</u>
EXPENDITURES AND OTHER CHARGES TO INCOME			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 11,823,319	\$ 11,823,319	\$ -
Other Expenses	10,018,276	10,018,276	-
Deferred Charges and Statutory Expenditures	3,024,201	3,024,201	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	-	-	-
Other Expenses	3,872,034	3,872,034	-
Capital Improvements	987,000	987,000	-
Debt Service	6,485,290	6,485,290	-
Deferred Charges	400,000	400,000	-
Judgements	-	-	-
Reserve for Uncollected Taxes	2,725,000	2,725,000	-
Total Expenditures	39,335,120	39,335,120	-
Other Charges to Income	40,442,284	40,451,288	9,004
Total Expenditures and Other Charges to Income	<u>\$ 79,777,404</u>	<u>\$ 79,786,408</u>	<u>\$ 9,004</u>
Excess (Deficit) in Revenue		1,227,682	
Expenditures Included Above Which Are by Statute Deferred Charges to Budget of Succeeding Year			-
Fund Balance, January 1		7,891,571	
		<u>\$ 9,119,253</u>	
Utilization as Anticipated Revenue		-	
Fund Balance, December 31		<u>\$ 9,119,253</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, 2014**

	Budget as Modified	Actual	Variance
<u>REVENUES AND OTHER CREDITS TO INCOME</u>			
Revenues:			
Operating Surplus Anticipated	\$ 363,643	\$ 363,643	\$ -
Rents	3,900,000	3,867,709	(32,291)
Miscellaneous	115,000	284,391	169,391
Fines	34,000	58,411	24,411
Deficit (General Budget)	-	-	-
Total Revenues	<u>4,412,643</u>	<u>4,574,154</u>	<u>161,511</u>
Other Credits to Income	-	596,126	596,126
Total Revenues and Other Credits to Income	<u>\$ 4,412,643</u>	<u>\$ 5,170,280</u>	<u>\$ 757,637</u>
<u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>			
Expenditures:			
Operating	\$ 2,628,237	\$ 2,628,237	\$ -
Capital Improvements	50,000	50,000	-
Debt Service	1,267,505	1,267,505	-
Deferred Charges	-	-	-
Statutory Expenditures	66,901	66,901	-
Judgements	-	-	-
Surplus (General Budget)	400,000	400,000	-
Total Expenditures	<u>4,412,643</u>	<u>4,412,643</u>	<u>-</u>
Other Charges to Income	-	-	-
Total Expenditures and Other Charges to Income	<u>\$ 4,412,643</u>	<u>\$ 4,412,643</u>	<u>\$ -</u>
Excess in Revenues		\$ 757,637	
Transferred to Deferred Charge of Succeeding Year		\$ -	
Fund Balance, January 1		<u>1,338,387</u>	
		<u>\$ 2,096,024</u>	
Utilization as Anticipated Revenue		<u>363,643</u>	
Fund Balance, December 31		<u>\$ 1,732,381</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, 2014**

	Budget as Modified	Actual	Variance
REVENUES AND OTHER CREDITS TO INCOME			
Revenues:			
Operating Surplus Anticipated	\$ -	\$ -	\$ -
Rents	154,000	133,103	(20,897)
Miscellaneous	-	-	-
Shared Service Agreement - Lyndhurst BOE	60,000	60,000	-
Deficit (General Budget)	61,907	35,670	(26,237)
Total Revenues	275,907	228,773	(47,134)
Other Credits to Income	-	47,134	47,134
Total Revenues and Other Credits to Income	<u>\$ 275,907</u>	<u>\$ 275,907</u>	<u>\$ -</u>
EXPENDITURES AND OTHER CHARGES TO INCOME			
Expenditures:			
Operating	\$ 229,000	\$ 229,000	\$ -
Capital Improvements	33,000	33,000	-
Debt Service	-	-	-
Deferred Charges	-	-	-
Statutory Expenditures	13,907	13,907	-
Judgements	-	-	-
Total Expenditures	275,907	275,907	-
Other Charges to Income	-	-	-
Total Expenditures and Other Charges to Income	<u>\$ 275,907</u>	<u>\$ 275,907</u>	<u>\$ -</u>
Excess in Revenues		\$ -	
Transferred to Deferred Charge of Succeeding Year		\$ -	
Fund Balance, January 1		167,011	
		<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, 2014**

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, 2014**

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, 2014**

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, 2014**

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, 2014**

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, 2014**

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, 2014**

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, 2014**

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. Recent Accounting Pronouncements Not Yet Effective

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 Borough's financial reporting. However, 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.

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, 2014**

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>
2014	\$ 19,658,344	\$ 18,764,931

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, 2014.

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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, 2014.

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

Note 5 - Fixed Assets

The following is a summary of general fixed asset additions, deletions and adjustments for the year ended December 31, 2014:

	<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, 2014**

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, 2014:

\$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 \$1,588,000.

\$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 \$470,000.

\$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 \$2,120,000.

\$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 \$2,265,000.

\$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 \$29,100,000.

\$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 \$1,375,000.

\$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 \$1,343,158.

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

Note 6 - Municipal Debt

The Township's long term debt paid by the Water Utility Operating Fund consisted of the following at December 31, 2014:

\$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 \$1,840,000.

\$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 \$3,165,000.

\$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 \$4,720,000.

\$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 \$4,486,912.

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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>2014</u>
Issued:	
School Bonds and Notes	\$ 3,740,000
Water Utility Bonds and Notes	14,211,915
General Bonds, Notes and Loans	<u>54,329,658</u>
	<u>\$ 72,281,573</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>\$ 72,295,823</u>
Deductions:	
School Deduction	\$ (3,740,000)
Utility Deduction	(14,211,915)
Funds on Hand	(14,702,000)
Total Deductions	<u>\$ (32,653,915)</u>
Net Debt	<u>\$ 39,641,908</u>
Equalized Valuation Basis	\$ 2,716,868,448
Statutory Net Debt Percentage	1.459%
3-1/2% of Equalized Valuation Basis	\$ 95,090,396
Remaining Borrowing Power	\$ 55,448,488

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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, 2014 for the General Capital Fund are as follows:

Year	2001 General Improvement Bonds		2003 Refunding Bonds	
	Principal	Interest	Principal	Interest
2015	535,000	62,064	470,000	15,980
2016	535,000	36,919	-	-
2017	518,000	12,173	-	-
	<u>\$ 1,588,000</u>	<u>\$ 111,156</u>	<u>\$ 470,000</u>	<u>\$ 15,980</u>

Year	2005 General Improvement Bonds		2013 General Improvement Bonds	
	Principal	Interest	Principal	Interest
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>\$ 2,120,000</u>	<u>\$ 225,045</u>	<u>\$ 29,100,000</u>	<u>\$ 9,546,000</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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
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>\$ 2,265,000</u>	<u>\$ 1,073,125</u>	<u>\$ 35,543,000</u>	<u>\$ 6,414,056</u>

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

Year	2010 Trust Loan (CW)		2010 Fund Loan (CW)	
	Principal	Interest	Principal	Interest
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	83,953	-
	<u>\$ 1,375,000</u>	<u>\$ 654,750</u>	<u>\$ 1,343,158</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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
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	203,953	6,000
	<u>\$ 2,718,158</u>	<u>\$ 654,750</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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
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>\$ 1,840,000</u>	<u>\$ 746,740</u>	<u>\$ 3,165,000</u>	<u>\$ 602,150</u>

Year	Total	
	Principal	Interest
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>\$ 5,005,000</u>	<u>\$ 1,348,890</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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
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	280,435	-
	<u>\$ 4,720,000</u>	<u>\$ 2,247,750</u>	<u>\$ 4,486,915</u>	<u>\$ -</u>

Year	Total	
	Principal	Interest
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>\$ 9,206,912</u>	<u>\$ 2,247,750</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

Note 6 - Municipal Debt

D. Summary of Changes in Municipal Debt

During the year ended December 31, 2014, the following changes occurred in liabilities reported as general long-term debt:

	Beginning Balance	Authorized/ Issued	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Bond Anticipation Notes	17,660,500	16,068,500	(17,660,500)	16,068,500
Emergency Notes	-	-	-	-
	<u>\$ 17,660,500</u>	<u>\$ 16,068,500</u>	<u>\$ (17,660,500)</u>	<u>\$ 16,068,500</u>
Long-Term Debt:				
Serial Bonds	\$ 38,463,000	\$ -	\$ (2,920,000)	\$ 35,543,000
Loan Payable	2,857,106	-	(138,948)	2,718,158
Authorized but not Issued	14,250	-	-	14,250
	<u>\$ 41,334,356</u>	<u>\$ -</u>	<u>\$ (3,058,948)</u>	<u>\$ 38,275,408</u>
	<u>\$ 58,994,856</u>	<u>\$ 16,068,500</u>	<u>\$ (20,719,448)</u>	<u>\$ 54,343,908</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -		\$ -
Bond Anticipation Notes	16,068,500	16,068,500	-
Emergency Notes	-		-
	<u>\$ 16,068,500</u>	<u>\$ 16,068,500</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ 35,543,000	\$ 2,975,000	\$ 32,568,000
Loan Payable	2,718,158	143,947	2,574,211
Authorized but not Issued	14,250	-	14,250
	<u>\$ 38,275,408</u>	<u>\$ 3,118,947</u>	<u>\$ 35,156,461</u>
	<u>\$ 54,343,908</u>	<u>\$ 19,187,447</u>	<u>\$ 35,156,461</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

Note 6 - Municipal Debt

D. Summary of Changes in Municipal Debt (Continued)

During the year ended December 31, 2014, the following changes occurred in liabilities reported as water utility capital long-term debt:

	Beginning Balance	Issued	Cancelled/ Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	-
Bond Anticipation Notes	-	-	-	-
Emergency Notes	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Long-Term Debt:				
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>\$ -</u>	<u>\$ (810,432)</u>	<u>\$ 14,211,912</u>
	<u>\$ 15,022,344</u>	<u>\$ -</u>	<u>\$ (810,432)</u>	<u>\$ 14,211,912</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -	\$ -	-
Bond Anticipation Notes	-	-	-
Emergency Notes	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Long-Term Debt:			
Serial Bonds	\$ 5,005,000	\$ 360,000	\$ 4,645,000
Loan Payable	9,206,912	480,432	8,726,480
Authorized but not Issued	-	-	-
	<u>\$ 14,211,912</u>	<u>\$ 840,432</u>	<u>\$ 13,371,480</u>
	<u>\$ 14,211,912</u>	<u>\$ 840,432</u>	<u>\$ 13,371,480</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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 2014 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:

CY2014 - \$ 63,383
CY2013 - \$ 45,632
CY2012 - \$ 116,426

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

Note 8 - Interfunds

As of December 31, 2014 interfund balances on the Township's various balance sheets were as follows:

	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 145,632	\$ 2,149,517
Grant Fund	-	-
Trust Fund	2,113,847	-
General Capital Fund	2,601,628	-
Water Utility Operating Fund	-	145,632
Water Utility Capital Fund	-	2,601,628
Swimming Pool Utility Operating Fund	35,670	-
Swimming Pool Utility Capital Fund	-	-
	<u>\$ 4,896,777</u>	<u>\$ 4,896,777</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, 2014**

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, 2014 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)	60,000	30,000	30,000
EnCap Tax Refunding - Township Portion	1,885,065	376,857	1,508,208
	<u>\$ 1,945,065</u>	<u>\$ 406,857</u>	<u>\$ 1,538,208</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	12,108	12,108	-
	<u>\$ 12,108</u>	<u>\$ 12,108</u>	<u>\$ -</u>

Note 10 - Retirement Plans

Description of Plans

Substantially all of the Township's employees participate in the Public Employees' Retirement System (PERS) and Police and Fireman's Retirement System (PFRS) cost sharing multiple-employer defined benefit plans which have been established by State Statute and are administered by the New Jersey Division of Pensions and Benefits (Division). 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. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the systems. This report may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey 08625 or the report can be accessed on the internet at – <http://www.state.nj.us/treasury/pensions/annrpts.shtml>.

Public Employees' Retirement System

The Public Employees' Retirement System (PERS) was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full time employees of the State 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.

Police and Fireman's Retirement System

The contribution policy for the Police and Fireman's Retirement System (PFRS) is set by N.J.S.A. 43:16 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PFRS provides for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute to an actuarially determined rate.

Defined Contribution Retirement Program

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2008 under the provisions of Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008 (NJSA43:15C-1 et seq). The DCRP is a cost sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by NJSA 43:15C-1 et seq.

Funding Policy

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provided for employee contributions of 6.78% through June 30, 2014 and 6.92% thereafter of employee's annual compensation, as defined. Employers are required to contribute to an actuarially determined rate in PERS. The current PERS rate is 10.6% of covered payroll. The Township's contributions to **PERS** for the years ended December 31, 2014 and 2013 were \$554,889 and \$679,475 respectively.

The contribution policy for the PFRS is set by N.J.S.A. 43:16 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PFRS provides for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate. The Township's contributions to **PFRS** for the years ended December 31, 2014 and 2013 were \$1,404,361 and \$1,474,159 respectively.

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. The Township's contributions to **DCRP** for the years ended December 31, 2014 and 2013 were \$0 and \$0 respectively.

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, 2014**

Note 10 - Retirement Plans (Continued)

Significant Legislation

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, special retirement under the PFRS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to 1/60th from 1/55th, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. For new members of the PFRS, the 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 requires the pension to be calculated using a three year average annual compensation instead of the last year's salary. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined a 1/7th of the required amount, beginning in fiscal years 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new 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 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

Note 10 - Retirement Plans (Continued)

Funded Status and Funding Progress (GASB 67)

As of July 1, 2013, the most recent actuarial valuation date, the aggregate funded ratio for all the State administered retirement systems, including PERS and PFRS, is 61.2% with an unfunded actuarial accrued liability of \$54.7 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 51.5% and \$40.1 billion, respectively, and the aggregate funded ratio and unfunded accrued liability for local PERS and PFRS is 74.9% and \$14.7 billion, respectively.

The funded status and funding progress of the retirement systems includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

Actuarial Methods and Assumptions

In the July 1, 2013 PERS and PFRS actuarial valuations, the date of the most recent actuarial valuations, the entry age normal was used as actuarial cost method, and the five year average of market value was used as asset valuation method. The actuarial assumptions included (a) 7.9% for investment rate of return and (b) changes to projected salary increases of 2.15% to 5.40% based on age for PERS and 3.95% to 9.62% based on age for PFRS.

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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>CY2014</u>
Assets, Beginning of Year (Market Value)	\$ 722,740
Township Contribution	58,938
Earnings and Adjustments to Market Value	57,312
Payments to Eligible Employees	-
Charges and Credits	(1,875)
Assets, Ending of Year (Market Value)	<u>\$ 837,115</u>

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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, 2014 to be \$3,634,000.

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, 2014**

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, 2014**

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, 2014**

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, 2014**

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, 2014**

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, 2014, 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, 2014. 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, 2014, 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, 2014**

Note 14 - Fund Balances Appropriated

Fund balances at December 31, 2014 and 2013 which were appropriated and included as anticipated revenue in their respective funds for the years ending December 31, 2015 and 2014 were as follows:

	<u>2015</u>	<u>2014</u>
Current Fund	\$ -	\$ -
Water Utility	1,019,568	363,643
Swimming Pool Utility	76,948	-

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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, 2014**

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 2015 Capital Budget currently includes the following:

Purpose	Total	CIF, Grants & Other Funded Sources	Bonds & Notes Authorized
Acquisition of Computer Server	\$ 60,000	\$ 60,000	\$ -
Acquisition of DPW Vehicles	140,000	10,000	130,000
Acquisition of First Responder Vehicles	150,000	150,000	-
Acquisition of Ambulance	190,000	190,000	-
Acquisition of Police Equipment	50,000	50,000	-
Reconstruction of Municipal Parking Lot (UST Project)	88,000	88,000	-
Install new HVAC System & Windows in Municipal Bldg.	112,000	112,000	-
Jay Avenue - Tontine to Lake Avenue	390,000	20,000	370,000
Lake Avenue - Stuyvesant to Riverside Avenue	300,000	20,000	280,000
New York Avenue - Ridge Road to Summit	225,000	10,000	215,000
Chase Avenue - Page to Valley Brook Avenue	400,000	25,000	375,000
Thomas Avenue	85,000	-	85,000
	<u>\$ 2,190,000</u>	<u>\$ 735,000</u>	<u>\$ 1,455,000</u>

B. Bond Anticipation Notes

On February 13, 2015 the Township issued Bond Anticipation Notes in the amount of \$3,180,500 comprised solely of General Capital notes to temporarily finance expenditures related to various capital projects. The Township paid down \$636,000 to the maturing notes derived from the 2015 Current Fund budget. The Township has awarded the sale of said notes to Oppenheimer & Company, Inc. at a gross interest rate of 1.000% receiving a premium of \$4,070 producing a blended reduced effective interest rate. These notes will mature on February 11, 2016.

On March 17, 2015 the Township issued Bond Anticipation Notes in the amount of \$11,211,500 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 2015 Current Fund budget. The Township has awarded the sale of said notes to Oppenheimer & Company, Inc. at a gross interest rate of .75% receiving a premium of \$2,467 producing a blended reduced effective interest rate. These notes will mature on March 17, 2016.

**TOWNSHIP OF LYNDHURST
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

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>2014</u>	<u>2013</u>
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Operating Account	\$ 12,904,315	\$ 11,093,472
Change Funds	325	325
	<u>\$ 12,904,640</u>	<u>\$ 11,093,797</u>
Interfunds Receivable:		
Water Operating Fund	\$ 145,632	\$ 392,144
	<u>\$ 145,632</u>	<u>\$ 392,144</u>
Other Receivables:		
Delinquent Property Taxes	\$ 5,494,531	\$ 4,824,248
Tax Title Liens Receivable	572,220	562,168
Property Acquired for Taxes at Assessed Valuation	7,542,000	7,542,000
	<u>\$ 13,608,751</u>	<u>\$ 12,928,416</u>
Deferred Charges:		
Special Emergency Authorizations (40A:4-53)	\$ 60,000	\$ 460,000
EnCap Tax Refunding - Township Portion	1,885,065	2,261,922
	<u>\$ 1,945,065</u>	<u>\$ 2,721,922</u>
Total Assets and Other Debits	<u>\$ 28,604,088</u>	<u>\$ 27,136,279</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfund Payable:		
Trust Fund	\$ 2,113,847	\$ 1,986,665
Swimming Pool Utility Operating Fund	35,670	55,950
Grant Fund	-	12,229
Water Utility Capital Fund	-	1,200,000
	<u>\$ 2,149,517</u>	<u>\$ 3,254,844</u>
Intergovernmental Payable:		
Due State of N.J. - D.C.A. Training Fees	\$ -	\$ 6,576
Due State of N.J. - Marriage/Civil Union License Fees	-	1,225
	<u>\$ -</u>	<u>\$ 7,801</u>
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 2,739,740	\$ 2,017,635
Accounts Payable - Police Accumulated Absences	200,000	-
Reserve for Storm Damage	284,583	284,583
Outside Tax Title Lien Redemptions	-	22,123
Tax Overpayments	131,470	155,917
Prepaid Taxes	225,142	181,245
	<u>\$ 3,580,935</u>	<u>\$ 2,661,503</u>
Reserve for Receivables and Other Assets	<u>\$ 13,754,383</u>	<u>\$ 13,320,560</u>
Fund Balance	<u>\$ 9,119,253</u>	<u>\$ 7,891,571</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 28,604,088</u>	<u>\$ 27,136,279</u>

**TOWNSHIP OF LYNDHURST
CURRENT FUND
SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME (REGULATORY BASIS)
YEAR ENDED DECEMBER 31, 2014**

	Budget As Modified	Realized	Excess/ (Deficit)
Fund Balance Anticipated	\$ -	\$ -	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 30,000	34,881	\$ 4,881
Other Licenses	9,000	13,084	4,084
Fees and Permits	90,000	96,108	6,108
Municipal Court Fines and Costs	467,537	459,620	(7,917)
Interest and Costs on Taxes	700,000	285,150	(414,850)
Sewer Charges	175,000	145,632	(29,368)
Hotel Occupancy Tax	300,000	304,624	4,624
Anticipated Utility Operating Surplus	400,000	-	(400,000)
Consolidated Municipal Property Tax Relief Aid	173,007	173,007	-
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	1,236,333	1,236,333	-
Uniform Construction Code Fees	600,000	348,683	(251,317)
Clean Communities Program	33,005	33,005	-
Recycling Tonnage Grant	28,387	28,387	-
Drunk Driving Enforcement Fund	5,924	5,924	-
Drive Sober or Get Pulled Over	4,400	4,400	-
Veterans	6,412	6,412	-
Recreation Opportunities for Individuals with Disabilities (ROID)	4,162	4,162	-
Alcohol Education & Rehabilitation Program	2,111	2,111	-
NJ State Cultural Affairs Grant	517	517	-
Recreation Opportunities for Individuals with Disabilities (Children)	1,012	1,012	-
Private Donation - Lower Passaic River (CPG)	33,000	33,000	-
Confiscated Funds	11,135	11,135	-
Comcast Franchise Fee	110,000	111,123	1,123
Verizon FIOS Franchise Fee	140,000	172,287	32,287
Recreation Commission Contribution	60,000	89,350	29,350
Recycling Proceeds	75,000	37,801	(37,199)
Shared Service Agreement - Lyndhurst BOE (Legal Services TWP Attorney)	40,625	40,625	-
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	400,000	384,935	(15,065)
Police Off Duty Trust Fund Contribution	240,000	240,000	-
Pension Contribution - Library	96,060	96,060	-
Pension Contribution - Water Utility	45,401	45,401	-
Pension Contribution - Swimming Pool Utility	5,240	5,240	-
Total Miscellaneous Revenues	\$ 6,023,268	\$ 4,952,009	\$ (1,071,259)
Receipts From Delinquent Taxes	\$ 1,500,000	\$ 1,226,344	\$ (273,656)
Amount to be Raised by Taxation - Local	\$ 30,900,711	\$ 31,260,785	\$ 360,074
Amount to be Raised by Taxation - Library	911,141	911,141	-
	\$ 31,811,852	\$ 32,171,926	\$ 360,074
Total Budget Revenues	\$ 39,335,120	\$ 38,350,279	\$ (984,841)
Other Credits to Income:			
Non-Budget Revenues	\$ -	\$ 796,911	\$ 796,911
Unexpended Balance of Appropriation Reserves	-	1,170,867	1,170,867
Interfund Loans Returned	-	246,512	246,512
Federal & State Grant Fund Excesses	-	4,400	4,400
Unexpended Balances Cancelled	-	2,837	2,837
Cancellations and Adjustments	-	-	-
	\$ -	\$ 2,221,527	\$ 2,221,527
Taxes Allocated to School and County:			
Local District School Taxes	\$ 34,022,549	\$ 34,022,549	\$ -
County Taxes	6,302,319	6,302,319	-
County Open Space Taxes	69,209	69,209	-
Added and Omitted County/Open Space Taxes	48,207	48,207	-
	\$ 40,442,284	\$ 40,442,284	\$ -
Total Other Credits to Income	\$ 40,442,284	\$ 42,663,811	\$ 2,221,527
Total Revenues and Credits to Income	\$ 79,777,404	\$ 81,014,090	\$ 1,236,686

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 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	6,146	-	7,146	6,646	500	-	-
Other Expenses	64,000	-	66,000	65,345	655	-	-
COAH Liasion:							
Salaries and Wages	5,000	-	4,000	-	4,000	-	-
Municipal Clerk:							
Salaries and Wages	207,380	-	216,380	215,609	771	-	-
Other Expenses	75,000	-	66,000	37,992	28,008	-	-
Tax Assessment Administration:							
Salaries and Wages	146,268	-	146,268	132,263	14,005	-	-
Other Expenses	13,000	-	11,500	8,587	2,913	-	-
Planning Board:							
Salaries and Wages	4,000	-	-	-	-	-	-
Other Expenses	3,000	-	7,000	5,094	1,906	-	-
Zoning Board of Adjustment:							
Salaries and Wages	7,052	-	6,952	3,052	3,900	-	-
Other Expenses	3,000	-	3,100	3,017	83	-	-
Rent Leveling Board:							
Salaries and Wages	1,500	-	1,500	-	1,500	-	-
Other Expenses	400	-	400	200	200	-	-
Public Health Services:							
Salaries and Wages	169,451	-	169,451	146,469	22,982	-	-
Other Expenses	175,000	-	175,000	159,853	15,147	-	-
Medical Transportation Program:							
Salaries and Wages	26,062	-	26,062	16,995	9,067	-	-
Other Expenses	250	-	250	-	250	-	-
Aid to Mental Health Association:							
Other Expenses	9,000	-	3,000	-	3,000	-	-
	<u>\$ 920,709</u>	<u>\$ -</u>	<u>\$ 915,209</u>	<u>\$ 806,322</u>	<u>\$ 108,887</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 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	198,647	-	198,647	133,210	65,437	-	-
Other Expenses	26,000	-	32,000	30,830	1,170	-	-
Revenue Administration:							
Salaries and Wages	175,423	-	175,423	171,156	4,267	-	-
Other Expenses	18,000	-	18,000	17,891	109	-	-
	<u>\$ 423,270</u>	<u>\$ -</u>	<u>\$ 429,270</u>	<u>\$ 358,287</u>	<u>\$ 70,983</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated		Paid or Charged	Reserved	Unexpended	
	CY2014 Budget	Emergency Appropriation			Budget After Modification	Balance Canceled
<u>Operations - Within "CAPS" (Continued)</u>						
<u>DEPARTMENT OF PUBLIC SAFETY</u>						
Director's Office:						
Salaries and Wages	\$ 5,500	\$ -	\$ 5,500	\$ 5,500	\$ -	\$ -
Police:						
Salaries and Wages	6,253,038	-	6,209,038	6,054,200	154,838	-
Other Expenses	230,000	-	230,000	207,142	22,858	-
911/Dispatch:						
Salaries and Wages	41,818	-	41,818	31,534	10,284	-
Other Expenses	-	-	-	-	-	-
School Marshals:						
Salaries and Wages	369,102	-	369,102	304,773	64,329	-
Other Expenses	6,000	-	6,000	5,381	619	-
Police Clerical:						
Salaries and Wages	278,166	-	318,166	315,264	2,902	-
Office of Emergency Management:						
Salaries and Wages	7,366	-	12,366	11,874	492	-
Other Expenses	3,000	-	3,000	2,573	427	-
Aid to Volunteer Fire Companies:						
Other Expenses	90,000	-	90,000	87,411	2,589	-
Emergency Medical Services:						
Salaries and Wages	278,620	-	273,620	226,399	47,221	-
Other Expenses	46,000	-	46,000	34,862	11,138	-
Other Expenses - Third Party Billing	80,000	-	80,000	58,776	21,224	-
Aid to Volunteer Ambulance Companies:						
Other Expenses	44,000	-	44,000	42,814	1,186	-
Fire Department:						
Salaries and Wages	78,689	-	78,689	42,657	36,032	-
Other Expenses	10,000	-	10,000	6,688	3,312	-
Township Prosecutor:						
Salaries and Wages	15,996	-	15,996	15,996	-	-
Municipal Court:						
Salaries and Wages	206,743	-	206,743	201,671	5,072	-
Other Expenses	15,000	-	15,000	14,374	626	-
Public Defender (P.L. 1997, c.256)						
Salaries and Wages	9,451	-	9,451	9,451	-	-
Other Expenses	1,000	-	1,000	-	1,000	-
	<u>\$ 8,069,489</u>	<u>\$ -</u>	<u>\$ 8,065,489</u>	<u>\$ 7,679,340</u>	<u>\$ 386,149</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 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	\$ 5,200	\$ -	\$ 5,200	\$ 5,200	\$ -	\$ -	\$ -
Engineering:							
Salaries and Wages	2,998	-	2,998	2,998	-	-	-
Other Expenses	62,000	-	62,000	53,430	8,570	-	-
Road Repairs and Maintenance:							
Salaries and Wages	235,849	-	210,849	131,877	78,972	-	-
Other Expenses	175,000	-	200,000	160,346	39,654	-	-
Sewer System:							
Salaries and Wages	326,907	-	356,907	354,963	1,944	-	-
Other Expenses	75,000	-	91,000	89,772	1,228	-	-
Public Works Administration							
Salaries and Wages	185,701	-	184,201	170,080	14,121	-	-
Shade Trees:							
Salaries and Wages	203,814	-	230,314	230,159	155	-	-
Other Expenses	100,000	-	44,000	30,573	13,427	-	-
Drug and Alcohol Testing:							
Other Expenses	1,000	-	1,000	874	126	-	-
Vehicle Maintenance:							
Salaries and Wages	-	-	-	-	-	-	-
Other Expenses	340,000	-	350,000	335,225	14,775	-	-
Recycling/Beautification Program:							
Salaries and Wages	204,646	-	219,646	219,646	-	-	-
Other Expenses	10,000	-	10,000	9,402	598	-	-
Other Expenses - Recycling Contract	269,000	-	269,000	267,137	1,863	-	-
Solid Waste Collection:							
Other Expenses	560,000	-	518,000	510,000	8,000	-	-
Dump Fees:							
Other Expenses (Type 10)	780,000	-	780,000	585,863	194,137	-	-
Other Expenses (Grass and Leaves)	25,000	-	25,000	24,872	128	-	-
	<u>\$ 3,562,115</u>	<u>\$ -</u>	<u>\$ 3,560,115</u>	<u>\$ 3,182,417</u>	<u>\$ 377,698</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 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	125,000	-	125,000	109,453	15,547	-	-
Generator Testing	10,000	-	10,000	10,000	-	-	-
Recreation Services and Programs:							
Salaries and Wages	30,246	-	30,246	24,156	6,090	-	-
Other Expenses	51,000	-	51,000	50,454	546	-	-
Summer Day Camp:							
Salaries and Wages	150,000	-	142,000	126,856	15,144	-	-
Handicapped Persons Program:							
Salaries and Wages	82,624	-	82,624	63,174	19,450	-	-
Other Expenses	5,500	-	5,500	-	5,500	-	-
Senior Citizen Activities:							
Salaries and Wages	12,000	-	12,000	9,919	2,081	-	-
Other Expenses	2,500	-	2,500	2,470	30	-	-
Maintenance of Parks:							
Salaries and Wages	1,156,666	-	1,162,666	1,162,666	-	-	-
Other Expenses	106,000	-	108,000	106,468	1,532	-	-
	<u>\$ 1,736,736</u>	<u>\$ -</u>	<u>\$ 1,736,736</u>	<u>\$ 1,670,816</u>	<u>\$ 65,920</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 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	\$ 405,750	\$ -	\$ 405,750	\$ 404,354	\$ 1,396	\$ -	\$ -
Other Expenses	15,000	-	15,000	13,238	1,762	-	-
Other Expenses - Clean Up & Demolition	1,000	-	1,000	-	1,000	-	-
Other Expenses - Tenant Relocation	1,733	-	1,733	-	1,733	-	-
	<u>\$ 423,483</u>	<u>\$ -</u>	<u>\$ 423,483</u>	<u>\$ 417,592</u>	<u>\$ 5,891</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Within "CAPS" (Continued)</u>							
<u>UNCLASSIFIED</u>							
Accumulated Leave Compensation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Insurance Premiums	948,000	-	948,000	933,192	14,808	-	-
Disability Insurance Program	2,500	-	2,500	-	2,500	-	-
Employee Group Insurance	3,658,513	-	3,658,513	3,474,331	184,182	-	-
Unemployment Trust Contribution	65,000	-	65,000	63,383	1,617	-	-
General Postage Expenses	20,000	-	24,000	23,824	176	-	-
Legal Salaries and Wages	186,000	-	186,000	180,125	5,875	-	-
Legal & Other Professional Services	202,200	-	202,200	199,124	3,076	-	-
Legal Services - Tax Appeals	84,000	-	84,000	30,092	53,908	-	-
Legal Advertising	20,000	-	16,000	15,489	511	-	-
Electricity	575,000	-	575,000	490,036	84,964	-	-
Street Lighting	201,000	-	201,000	201,000	-	-	-
Telephone	140,000	-	140,000	138,762	1,238	-	-
Gasoline	260,000	-	260,000	245,046	14,954	-	-
Annual Audit:							
Other Expenses	100,000	-	100,000	92,140	7,860	-	-
Computerized Data Processing:							
Other Expenses	125,000	-	125,000	104,075	20,925	-	-
Celebration of Public Events:							
Other Expenses	77,000	-	77,000	63,254	13,746	-	-
Shared Service Operating Expenses	33,000	-	33,000	11,886	21,114	-	-
Swimming Pool - Other Expenses							
Other Expenses	1,000	-	1,000	756	244	-	-
DEP Fees - Trust Loan (CW)	7,975	-	7,975	7,975	-	-	-
NJEIT Fees - Trust Loan (CW)	4,605	-	4,605	4,605	-	-	-
	<u>\$ 6,710,793</u>	<u>\$ -</u>	<u>\$ 6,710,793</u>	<u>\$ 6,279,095</u>	<u>\$ 431,698</u>	<u>\$ -</u>	<u>\$ -</u>
Total Operations Within "CAPS"	\$ 21,846,595	\$ -	\$ 21,841,095	\$ 20,393,869	\$ 1,447,226	\$ -	\$ -
Contingent	500	-	500	60	440	-	-
Total Operations Including Contingent Within "CAPS"	<u>\$ 21,847,095</u>	<u>\$ -</u>	<u>\$ 21,841,595</u>	<u>\$ 20,393,929</u>	<u>\$ 1,447,666</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Detail:</u>							
Salaries and Wages	\$ 11,779,419	\$ -	\$ 11,823,319	\$ 11,176,584	\$ 646,735	\$ -	\$ -
Other Expenses (Including Contingent)	\$ 10,067,676	\$ -	\$ 10,018,276	\$ 9,217,345	\$ 800,931	\$ -	\$ -

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended Balance	
	CY2014 Budget	Emergency Appropriation	Budget After Modification			Canceled	Overexpended
<u>Deferred Charges and Statutory Expenditures - Within "CAPS"</u>							
<u>DEFERRED CHARGES</u>							
Prior Year Bills	\$ 131,187	\$ -	\$ 131,187	\$ 131,187	\$ -	\$ -	\$ -
EnCap Refunding - Township Portion	376,857	-	376,857	376,857	-	-	-
Swimming Pool Utility Fund - Deficit	61,907	-	61,907	35,670	26,237	-	-
<u>STATUTORY EXPENDITURES</u>							
Social Security System (O.A.S.I.)	495,000	-	495,000	469,023	25,977	-	-
Consolidated Police and Firemen's Pension	-	-	-	-	-	-	-
Public Employees Retirement System (PERS)	554,889	-	554,889	554,889	-	-	-
Police and Fireman's Retirement System (PFRS)	1,404,361	-	1,404,361	1,404,361	-	-	-
Total Deferred Charges and Statutory Expenditures	<u>\$ 3,024,201</u>	<u>\$ -</u>	<u>\$ 3,024,201</u>	<u>\$ 2,971,987</u>	<u>\$ 52,214</u>	<u>\$ -</u>	<u>\$ -</u>
Total General Appropriations - Within "CAPS"	<u>\$ 24,871,296</u>	<u>\$ -</u>	<u>\$ 24,865,796</u>	<u>\$ 23,365,916</u>	<u>\$ 1,499,880</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
<u>Operations - Excluded from "CAPS"</u>							
<u>OTHER APPROPRIATIONS</u>							
Maintenance of Free Public Library	911,141	-	911,141	683,356	227,785	-	-
Lyndhurst - North Arlington Joint Meeting	175,986	-	175,986	175,986	-	-	-
Stormwater Management	2,619	-	2,619	-	2,619	-	-
Volunteer Length of Service Awards Program	55,000	-	59,000	58,938	62	-	-
N.J.M.C. Adjustment - Tax Sharing	737,250	-	737,250	245,750	491,500	-	-
Sewerage Processing & Disposal	1,619,973	-	1,619,973	1,619,973	-	-	-
Employee Group Insurance (Increase in Excess of 4%)	-	-	-	-	-	-	-
Reserve for Tax Appeals	175,000	-	175,000	87,712	87,288	-	-
Total Other Appropriations	\$ 3,676,969	\$ -	\$ 3,680,969	\$ 2,871,715	\$ 809,254	\$ -	\$ -
<u>INTERLOCAL MUNICIPAL SERVICE AGREEMENTS</u>							
911 Service	\$ 30,000	\$ -	\$ 30,000	\$ 14,537	\$ 15,463	\$ -	\$ -
Borough of Wanaque - QPA Services	14,400	-	14,400	14,400	-	-	-
QPA - Requisition System	6,600	-	6,600	6,600	-	-	-
Recreation Registration Services	10,000	-	10,000	10,000	-	-	-
	\$ 61,000	\$ -	\$ 61,000	\$ 45,537	\$ 15,463	\$ -	\$ -

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 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	33,005	-	33,005	33,005	-	-	-
Recycling Tonnage Grant	28,387	-	28,387	28,387	-	-	-
Drunk Driving Enforcement Fund	5,924	-	5,924	5,924	-	-	-
Drive Sober or Get Pulled Over	4,400	-	4,400	4,400	-	-	-
Recreation Opportunities for Individuals with Disabilities (ROID)	1,012	-	1,012	1,012	-	-	-
Handicapped Recreation (ROID)	4,162	-	4,162	4,162	-	-	-
NJ State Cultural Affairs Grant	517	-	517	517	-	-	-
Veterans Grant	6,412	-	6,412	6,412	-	-	-
Confiscated Funds	11,135	-	11,135	11,135	-	-	-
Alcohol Education & Rehabilitation Program	2,111	-	2,111	2,111	-	-	-
Private Donation - Lower Passaic River (CPG)	33,000	-	33,000	33,000	-	-	-
	<u>\$ 130,065</u>	<u>\$ -</u>	<u>\$ 130,065</u>	<u>\$ 130,065</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Operations Excluded From "CAPS"	<u>\$ 3,868,034</u>	<u>\$ -</u>	<u>\$ 3,872,034</u>	<u>\$ 3,047,317</u>	<u>\$ 824,717</u>	<u>\$ -</u>	<u>\$ -</u>
Detail:							
Salaries and Wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Expenses	\$ 3,868,034	\$ -	\$ 3,872,034	\$ 3,047,317	\$ 824,717	\$ -	\$ -
<u>Capital Improvements - Excluded From "CAPS"</u>							
Capital Improvement Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Acquisition of 10 Yard Heavy Dump & Spreader	135,000	-	135,000	21,116	113,884	-	-
Acquisition of Remote Location Computer Servers	30,000	-	30,000	16,974	13,026	-	-
Reconstruction of Sidewalks	50,000	-	50,000	40,141	9,859	-	-
Install new HVAC System and Windows in Municipal Building	20,000	-	20,000	20,000	-	-	-
Reconstruction of Jay Avenue, Third & Fourth Streets	483,500	-	483,500	218,228	265,272	-	-
Acquisition of Pipe Router	4,000	-	4,000	-	4,000	-	-
Acquisition of Fire Department Air Compressor & Fill Station	50,000	-	50,000	50,000	-	-	-
Acquisition of Fire Department Gear (PEOSHA Requirement)	15,000	-	15,000	15,000	-	-	-
ADA Improvements - Recreation Center	142,000	-	142,000	142,000	-	-	-
Reconstruction of Municipal Building Bathroom	10,000	-	10,000	10,000	-	-	-
Reconstruction of Municipal Building Parking Lot (UST Project)	47,500	-	47,500	38,398	9,102	-	-
	<u>\$ 987,000</u>	<u>\$ -</u>	<u>\$ 987,000</u>	<u>\$ 571,857</u>	<u>\$ 415,143</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Municipal Debt Service - Excluded From "CAPS"</u>							
Bond Principal	\$ 2,920,000	\$ -	\$ 2,920,000	\$ 2,920,000	\$ -	\$ -	\$ -
Bond Interest	1,461,451	-	1,462,951	1,462,700	-	251	-
Bond Anticipation Note Principal	1,592,000	-	1,592,000	1,592,000	-	-	-
Bond Anticipation Note Interest	299,889	-	299,889	297,310	-	2,579	-
NJEIT Loans - Principal (CW - Trust)	55,000	-	55,000	55,000	-	-	-
NJEIT Loans - Interest (CW - Trust)	71,500	-	71,500	71,497	-	3	-
NJEIT Loans - Principal (CW - Fund)	83,950	-	83,950	83,946	-	4	-
	<u>\$ 6,483,790</u>	<u>\$ -</u>	<u>\$ 6,485,290</u>	<u>\$ 6,482,453</u>	<u>\$ -</u>	<u>\$ 2,837</u>	<u>\$ -</u>
<u>Deferred Charges - Excluded From "CAPS"</u>							
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Emergency Authorizations - 3 Years	-	-	-	-	-	-	-
Special Emergency Authorizations - 5 Years	400,000	-	400,000	400,000	-	-	-
Deficit in Operations	-	-	-	-	-	-	-
	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Judgements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total General Appropriations - Excluded From "CAPS"	<u>\$ 11,738,824</u>	<u>\$ -</u>	<u>\$ 11,744,324</u>	<u>\$ 10,501,627</u>	<u>\$ 1,239,860</u>	<u>\$ 2,837</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 CURRENT FUND
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014

	Appropriated			Paid or Charged	Reserved	Unexpended	
	CY2014 Budget	Emergency Appropriation	Budget After Modification			Balance Canceled	Overexpended
Subtotal General Appropriations	\$ 36,610,120	\$ -	\$ 36,610,120	\$ 33,867,543	2,739,740	\$ 2,837	\$ -
Reserve for Uncollected Taxes	2,725,000	-	2,725,000	2,725,000	-	-	-
Total General Appropriations	<u>\$ 39,335,120</u>	<u>\$ -</u>	<u>\$ 39,335,120</u>	<u>\$ 36,592,543</u>	<u>\$ 2,739,740</u>	<u>\$ 2,837</u>	<u>\$ -</u>
Adopted Budget	\$ 39,335,120	\$ -	\$ 39,335,120				
Budget Appropriations Added by <u>N.J.S. 40A:4-87</u>	-	-	-				
Emergency Appropriations	-	-	-				
	<u>\$ 39,335,120</u>	<u>\$ -</u>	<u>\$ 39,335,120</u>				
Other Expenses and Charges to Income:							
Interfund Loans Originating			\$ -	\$ -			
Refund of Prior Year's Revenue			-	9,004			
Revenue Accounts Receivable			-	-			
Vets & Senior Citizen Adjustments			-	-			
Federal & State Grant Fund Shortfalls			-	-			
Taxes Allocated to School and County:							
Local District School Taxes			\$ 34,022,549	\$ 34,022,549			
County Taxes			6,302,319	6,302,319			
County Open Space Taxes			69,209	69,209			
Added and Omitted County/Open Space Taxes			48,207	48,207			
			<u>\$ 40,442,284</u>	<u>\$ 40,451,288</u>			

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

	<u>2014</u>	<u>2013</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 530,173	\$ 662,847
DEA/Equitable Sharing Account	336,249	325,910
	<u>\$ 866,422</u>	<u>\$ 988,757</u>
Interfund Receivable:		
Current Fund	\$ -	\$ 12,229
	<u>\$ -</u>	<u>\$ 12,229</u>
Total Assets	<u>\$ 866,422</u>	<u>\$ 1,000,986</u>
<u>LIABILITIES AND RESERVES</u>		
Interfund Payable:		
General Capital Fund	\$ -	\$ 150,000
	<u>\$ -</u>	<u>\$ 150,000</u>
Other Liabilities and Reserves:		
Reserve for Encumbrances	\$ 6,065	\$ 6,065
Appropriated Reserves	577,606	569,465
Reserve for DEA/Equitable Sharing	142,969	132,630
Unappropriated Reserves	94,021	97,065
Reserve for FEMA Reimbursements - 2011 Storms	45,761	45,761
	<u>\$ 866,422</u>	<u>\$ 850,986</u>
Total Liabilities and Reserves	<u>\$ 866,422</u>	<u>\$ 1,000,986</u>

TOWNSHIP OF LYNDHURST
 GRANT FUND
 SCHEDULE OF GRANTS RECEIVABLE
 YEAR ENDED DECEMBER 31, 2014

Program	Balance December 31, 2013	Revenue Realized	Received	Transfer from Unappropriated Reserves	Adjustments	Balance December 31, 2014
Federal:						
Veterans Grant	\$ -	\$ 6,412	\$ -	\$ 6,412	\$ -	\$ -
	\$ -	\$ 6,412	\$ -	\$ 6,412	\$ -	\$ -
State:						
Clean Communities Program	\$ -	\$ 33,005	\$ -	\$ 33,005	\$ -	\$ -
Recycling Tonnage Grant	-	28,387	-	28,387	-	-
Drunk Driving Enforcement Fund	-	5,924	-	5,924	-	-
Drive Sober or Get Pulled Over	-	4,400	-	4,400	-	-
Recreation Opportunities For Ind. With Disabilities (ROID)	-	5,174	-	5,174	-	-
Alcohol Education & Rehabilitation Program	-	2,111	-	2,111	-	-
NJ State Cultural Affairs Grant (NJSCA)	-	517	-	517	-	-
	\$ -	\$ 79,518	\$ -	\$ 79,518	\$ -	\$ -
Other:						
B.C. Prosecutor Confiscated Funds - Receivable	\$ -	\$ 11,135	\$ -	\$ 11,135	\$ -	\$ -
Private Donation - Lower Passaic River (CPG)	-	33,000	33,000	-	-	-
	\$ -	\$ 44,135	\$ 33,000	\$ 11,135	\$ -	\$ -
	\$ -	\$ 130,065	\$ 33,000	\$ 97,065	\$ -	\$ -

TOWNSHIP OF LYNDHURST
GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES
YEAR ENDED DECEMBER 31, 2014

Program	Balance December 31, 2013	Amount Budgeted	Paid or Charged	Adjustments	Balance December 31, 2014
Federal:					
Fire Department FEMA Grant					
Federal	\$ 4,448	\$ -	\$ -	\$ -	\$ 4,448
Local	1,872	-	-	-	1,872
Veterans	-	6,412	-	-	6,412
DEA/Equitable Sharing	5,549	-	-	-	5,549
	<u>\$ 11,869</u>	<u>\$ 6,412</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,281</u>
State:					
Recreation Opportunities for Individuals with Disabilities (ROID)	\$ 10,175	\$ 5,174	\$ 9,397	\$ -	\$ 5,952
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	1,505	-	-	-	1,505
Recycling Tonnage Grant	145,324	28,387	-	-	173,711
Clean Communities Program	31,481	33,005	30,547	-	33,939
Alcohol Education Rehabilitation Program	14,452	2,111	2,052	-	14,511
Drive Sober or Get Pulled Over	-	4,400	-	(4,400)	-
Drunk Driving Enforcement Fund	14,435	5,924	15,721	-	4,638
Statewide Livable Communities Grant	100,005	-	-	-	100,005
NJ State Cultural Affairs Grant (NJSCA)	468	517	-	-	985
State Police OEM Management Update	2,406	-	-	-	2,406
NJ Div. of Law & Public Safety - CERT Trailer & Equip.	851	-	-	-	851
	<u>\$ 357,144</u>	<u>\$ 79,518</u>	<u>\$ 57,717</u>	<u>\$ (4,400)</u>	<u>\$ 374,545</u>
Other:					
B.C. Prosecutor Police Confiscated Funds	\$ 108,884	\$ 11,135	\$ 26,907	\$ -	\$ 93,112
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
Private Donation - Lower Passaic River (CPG)	-	33,000	32,900	-	100
	<u>\$ 200,452</u>	<u>\$ 44,135</u>	<u>\$ 59,807</u>	<u>\$ -</u>	<u>\$ 184,780</u>
	<u>\$ 569,465</u>	<u>\$ 130,065</u>	<u>\$ 117,524</u>	<u>\$ (4,400)</u>	<u>\$ 577,606</u>

TOWNSHIP OF LYNDHURST
 GRANT FUND
 SCHEDULE OF UNAPPROPRIATED RESERVES
 YEAR ENDED DECEMBER 31, 2014

Program	Balance December 31, 2013	Amount Appropriated	Received	Adjustments	Balance December 31, 2014
Alcohol Education Rehabilitation Program	\$ 2,111	\$ 2,111	\$ 2,009	\$ -	\$ 2,009
Drunk Driving Enforcement Fund	5,924	5,924	21,399	-	21,399
Recycling Tonnage Grant	28,387	28,387	27,949	-	27,949
Body Armor Replacement Program	-	-	4,549	-	4,549
Clean Communities Program	33,005	33,005	30,615	-	30,615
Recreation Opportunities For Ind. With Disabilities	5,174	5,174	7,500	-	7,500
NJSCA Grant	517	517	-	-	-
Veterans Grant	6,412	6,412	-	-	-
Confiscated Funds	11,135	11,135	-	-	-
Drive Sober or Get Pulled Over	4,400	4,400	-	-	-
	<u>\$ 97,065</u>	<u>\$ 97,065</u>	<u>\$ 94,021</u>	<u>\$ -</u>	<u>\$ 94,021</u>

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

	Dog License	Trusts & Escrow	Municipal Alliance	Off Duty Police Employment
ASSETS				
Cash	\$ 49,837	\$ 386,857	\$ 8,606	\$ 208,479
Deferred Compensation Assets	\$ -	\$ -	\$ -	\$ -
Interfund Receivable: Current Fund	\$ -	\$ 2,113,847	\$ -	\$ -
Total Assets	\$ 49,837	\$ 2,500,704	\$ 8,606	\$ 208,479
LIABILITIES AND RESERVES				
Interfunds Payable: Current Fund	\$ -	\$ -	\$ -	\$ -
Other Liabilities and Reserves:				
Reserve for Dog License Expenditures	\$ 49,837	\$ -	\$ -	\$ -
Reserve for Trust & Escrow Deposits	-	1,137,130	-	-
Reserve for Municipal Alliance Expenditures	-	-	8,606	-
Reserve for Off Duty Police Employment Expenditures	-	-	-	208,479
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	-	1,325,850	-	-
Reserve for Chemical Control Expenditures	-	575	-	-
Reserve for Construction Code Expenditures	-	37,135	-	-
Reserve for Community Development Expenditures	-	14	-	-
Reserve for Recreation Commission Expenditures	-	-	-	-
Reserve for BOE Gasoline Expenditures	-	-	-	-
Reserve for Deferred Compensation Assets	-	-	-	-
Total Other Reserves	\$ 49,837	\$ 2,500,704	\$ 8,606	\$ 208,479
Total Liabilities and Reserves	\$ 49,837	\$ 2,500,704	\$ 8,606	\$ 208,479

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

	P.O.A.A.	Unemployment Insurance	Employee Health Care	COAH
ASSETS				
Cash	\$ 9,260	\$ 6,076	\$ 110,884	\$ 101,304
Deferred Compensation Assets	\$ -	\$ -	\$ -	\$ -
Interfund Receivable: Current Fund	\$ -	\$ -	\$ -	\$ -
Total Assets	\$ 9,260	\$ 6,076	\$ 110,884	\$ 101,304
LIABILITIES AND RESERVES				
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	9,260	-	-	-
Reserve for Unemployment Expenditures	-	6,076	-	-
Reserve for Employee Health Care Expenditures	-	-	110,884	-
Reserve for EMS Expenditures	-	-	-	-
Reserve for COAH Expenditures	-	-	-	101,304
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	-	-	-	-
Total Other Reserves	\$ 9,260	\$ 6,076	\$ 110,884	\$ 101,304
Total Liabilities and Reserves	\$ 9,260	\$ 6,076	\$ 110,884	\$ 101,304

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

	Master Payroll	Net Payroll	Recreation Commission	BOE Trust - Gasoline
<u>ASSETS</u>				
Cash	\$ 123,925	\$ -	\$ 195,265	\$ 59,602
Deferred Compensation Assets	\$ -	\$ -	\$ -	\$ -
Interfund Receivable:				
Current Fund	\$ -	\$ -	\$ -	\$ -
Total Assets	<u>\$ 123,925</u>	<u>\$ -</u>	<u>\$ 195,265</u>	<u>\$ 59,602</u>
<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	123,925	-	-	-
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	-	-	195,265	-
Reserve for BOE Gasoline Expenditures	-	-	-	59,602
Reserve for Deferred Compensation Assets	-	-	-	-
Total Other Reserves	<u>\$ 123,925</u>	<u>\$ -</u>	<u>\$ 195,265</u>	<u>\$ 59,602</u>
Total Liabilities and Reserves	<u>\$ 123,925</u>	<u>\$ -</u>	<u>\$ 195,265</u>	<u>\$ 59,602</u>

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

	EMS Fees	Deferred Compensation Plans	Total 2014	Total 2013
<u>ASSETS</u>				
Cash	\$ 6,306	\$ -	\$ 1,266,401	\$ 1,092,547
Deferred Compensation Assets	\$ -	\$ 837,115	\$ 837,115	722,740
Interfund Receivable:				
Current Fund	\$ -	\$ -	\$ 2,113,847	\$ 1,986,665
Total Assets	\$ 6,306	\$ 837,115	\$ 4,217,363	\$ 3,801,952
<u>LIABILITIES AND RESERVES</u>				
Interfunds Payable:				
Current Fund	\$ -	\$ -	\$ -	\$ -
Other Liabilities and Reserves:				
Reserve for Dog License Expenditures	\$ -	\$ -	\$ 49,837	\$ 42,708
Reserve for Trust & Escrow Deposits	-	-	1,137,130	954,701
Reserve for Municipal Alliance Expenditures	-	-	8,606	13,106
Reserve for Off Duty Police Employment Expenditures	-	-	208,479	488,787
Reserve for P.O.A.A. Expenditures	-	-	9,260	5,848
Reserve for Unemployment Expenditures	-	-	6,076	129
Reserve for Employee Health Care Expenditures	-	-	110,884	109,497
Reserve for EMS Expenditures	6,306	-	6,306	5,147
Reserve for COAH Expenditures	-	-	101,304	100,630
Net Payroll/Deductions Payable	-	-	123,925	128,982
Reserve for Tax Title Lien Redemptions	-	-	1,325,850	998,668
Reserve for Chemical Control Expenditures	-	-	575	1,186
Reserve for Construction Code Expenditures	-	-	37,135	36,716
Reserve for Community Development Expenditures	-	-	14	14
Reserve for Recreation Commission Expenditures	-	-	195,265	154,937
Reserve for BOE Gasoline Expenditures	-	-	59,602	38,156
Reserve for Deferred Compensation Assets	-	837,115	837,115	722,740
Total Other Reserves	\$ 6,306	\$ 837,115	\$ 4,217,363	\$ 3,801,952
Total Liabilities and Reserves	\$ 6,306	\$ 837,115	\$ 4,217,363	\$ 3,801,952

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

	2014	2013
<u>ASSETS</u>		
Cash - Operating Account	\$ 44,904	\$ (427,960)
Interfunds Receivable:		
Water Utility Operating Fund	-	497,328
Water Utility Capital Fund	2,601,628	-
Grant Fund	-	150,000
	<u>2,601,628</u>	<u>647,328</u>
Intergovernmental Receivable:		
Federal	\$ -	\$ 194,100
State	-	1,012,897
NJEIT Loan Drawdowns (CW)	53,965	4,691,473
	<u>\$ 53,965</u>	<u>\$ 5,898,470</u>
Accounts Receivable:		
Various Contractors	-	72,178
Deferred Charges:		
Unfunded	16,082,750	17,674,750
Funded	38,261,158	41,320,106
	<u>54,343,908</u>	<u>58,994,856</u>
Total Assets	<u>57,044,405</u>	<u>65,184,872</u>
<u>LIABILITIES AND RESERVES</u>		
Accounts/Contracts Payable	-	945,810
Other Liabilities and Reserves:		
Capital Improvement Fund	9,850	9,850
Reserve for Payment of Debt Service	-	869,962
	<u>9,850</u>	<u>879,812</u>
Interfund Payable:		
Water Utility Capital Fund	-	337,920
	<u>-</u>	<u>337,920</u>
Improvement Authorizations:		
Funded	219,708	1,475,806
Unfunded	2,265,311	2,359,989
	<u>2,485,019</u>	<u>3,835,795</u>
Serial Bonds Payable	<u>35,543,000</u>	<u>38,463,000</u>
NJEIT Loans Payable (CW)	<u>2,718,158</u>	<u>2,857,106</u>
Bond Anticipation Notes Payable	<u>16,068,500</u>	<u>17,660,500</u>
Fund Balance	<u>219,878</u>	<u>204,929</u>
Total Liabilities and Reserves	<u>\$ 57,044,405</u>	<u>\$ 65,184,872</u>

**TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF INTERFUNDS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014**

Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Balance December 31, 2014
Due From Water Utility Operating Fund	\$ 497,328	\$ -	\$ (497,328)	\$ -
Due From Water Utility Capital Fund	-	2,601,628	-	2,601,628
Due From Grant Fund	150,000	-	(150,000)	-
	<u>\$ 647,328</u>	<u>\$ 2,601,628</u>	<u>\$ (647,328)</u>	<u>\$ 2,601,628</u>

TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF INTERGOVERNMENTAL RECEIVABLE
YEAR ENDED DECEMBER 31, 2014

Improvement Description	Balance December 31, 2013	Improvement Authorized	Cash Received	Cancelled/ Other	Balance December 31, 2014
<u>Federal:</u>					
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	\$ 194,100	\$ -	\$ -	\$ (194,100)	\$ -
<u>State:</u>					
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)	-
	\$ 912,897	\$ -	\$ -	\$ (912,897)	\$ -
NJEIT Loan Drawdowns	\$ 4,691,473	\$ -	\$ (398,862)	\$ (4,238,646)	\$ 53,965
Total State	\$ 5,704,370	\$ -	\$ (398,862)	\$ (5,251,543)	\$ 53,965
Total Grants Receivable	\$ 5,898,470	\$ -	\$ (398,862)	\$ (5,445,643)	\$ 53,965

**TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF ACCOUNTS RECEIVABLE
YEAR ENDED DECEMBER 31, 2014**

<u>Description</u>	<u>Balance December 31, 2013</u>	<u>Interfunds Advanced</u>	<u>Interfunds Returned</u>	<u>Other Adjustments</u>	<u>Balance December 31, 2014</u>
Contractor Overpayments	\$ 72,178	\$ -	\$ -	\$ (72,178)	\$ -
	<u>\$ 72,178</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (72,178)</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
YEAR ENDED DECEMBER 31, 2014

E-5

Improvement Description	Balance December 31, 2013	CY2014 Authorizations	CY2014 BAN Paydowns	Transferred to Deferred Charges Funded	Other Reductions	Balance December 31, 2014	Analysis		
							Outstanding BANs	Bonds & Notes Authorized	Capital Cash
#2714 Various Capital Improvements	84,000	-	11,000	-	-	73,000	73,000	-	-
#2717 Various Capital Improvements	37,000	-	10,000	-	-	27,000	27,000	-	-
#2741 Various Capital Improvements	475,000	-	47,500	-	-	427,500	427,500	-	-
#2745 Computer Equipment	98,000	-	48,000	-	-	50,000	50,000	-	-
#2772 Tax Appeals Refunding Bonds	2,850,000	-	400,000	-	-	2,450,000	2,450,000	-	-
#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	-	-	-	-	-	-
#2814-11 Reconstruction of Court Avenue	265,000	-	-	-	-	265,000	250,750	14,250	-
#2832-12 NJMC Third Party Tax Lien Refunding	12,530,500	-	659,500	-	-	11,871,000	11,871,000	-	-
#2854-12 JCMUA Tax Appeal Refunding	762,000	-	381,000	-	-	381,000	381,000	-	-
	<u>\$ 17,674,750</u>	<u>\$ -</u>	<u>\$ 1,592,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,082,750</u>	<u>\$ 16,068,500</u>	<u>\$ 14,250</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
YEAR ENDED DECEMBER 31, 2014**

Improvement	Balance	Paid By Budget	Serial Bonds Issued	Balance	Analysis of Balance	
	December 31, 2013			December 31, 2014	Outstanding Bonds	Outstanding Loans
05/01/01 General Improvement Bonds	\$ 2,123,000	\$ (535,000)	\$ -	\$ 1,588,000	\$ 1,588,000	\$ -
07/01/03 Refunding Bonds	950,000	(480,000)	-	470,000	470,000	-
03/01/05 General Improvement Bonds	2,535,000	(415,000)	-	2,120,000	2,120,000	-
05/01/05 General Improvement Bonds	2,355,000	(90,000)	-	2,265,000	2,265,000	-
08/15/13 General Improvement Bonds	30,500,000	(1,400,000)	-	29,100,000	29,100,000	-
12/2/2010 NJEIT Trust Loan - CW	1,430,000	(55,000)	-	1,375,000	-	1,375,000
12/2/2010 NJEIT Fund Loan - CW	1,427,106	(83,948)	-	1,343,158	-	1,343,158
	<u>\$ 41,320,106</u>	<u>\$ (3,058,948)</u>	<u>\$ -</u>	<u>\$ 38,261,158</u>	<u>\$ 35,543,000</u>	<u>\$ 2,718,158</u>

**TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF ACCOUNTS/CONTRACTS PAYABLE
YEAR ENDED DECEMBER 31, 2014**

Balance, December 31, 2013		\$	945,810
Increased by:			
Accrued	\$	-	-
			<u>945,810</u>
Decreased by:			
Paid	\$	-	-
Cancelled		945,810	945,810
			<u>945,810</u>
Balance, December 31, 2014		\$	<u><u>-</u></u>

**TOWNSHIP OF LYNDHURST
 GENERAL CAPITAL FUND
 SCHEDULE OF CAPITAL IMPROVEMENT FUND
 YEAR ENDED DECEMBER 31, 2014**

Description	Balance December 31, 2013	Current Fund Appropriation	Used to Finance Authorizations	Cancelled Funded Authorizations	Balance December 31, 2014
Capital Improvement Fund	\$ 9,850	\$ -	\$ -	\$ -	\$ 9,850

TOWNSHIP OF LYNDHURST
 GENERAL CAPITAL FUND
 SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE
 YEAR ENDED DECEMBER 31, 2014

Ordinance	Balance December 31, 2013	Increased By:			Decreased By:		Balance December 31, 2014
		Cancelled Funded Authorizations	Other Cash Receipts	Current Fund Appropriation	Current Fund Revenue	Other Adjustments	
#2563	\$ 147,637	\$ -	\$ -	\$ -	\$ -	\$ (147,637)	\$ -
#2627	78,450	-	-	-	-	(78,450)	-
#2730	250,000	-	-	-	-	(250,000)	-
Unidentified from 2012	349,154	-	-	-	-	(349,154)	-
Unidentified from 2013	44,721	-	-	-	-	(44,721)	-
	<u>\$ 869,962</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (869,962)</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 GENERAL CAPITAL FUND
 SCHEDULE OF INTERFUND PAYABLE
 YEAR ENDED DECEMBER 31, 2014

Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Interfunds Offset	Balance December 31, 2014
Due To - Water Utility Capital Fund	\$ 337,920	\$ 1,000,000	\$ (500,000)	\$ (837,920)	\$ -
	<u>\$ 337,920</u>	<u>\$ 1,000,000</u>	<u>\$ (500,000)</u>	<u>\$ (837,920)</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
 GENERAL CAPITAL FUND
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
 YEAR ENDED DECEMBER 31, 2014

Improvement Description	Ordinance Date	Amount	Balance December 31, 2013		Authorized in CY2014			Paid or Charged	Refunded	Cancellations/ Adjustments	Balance December 31, 2014	
			Funded	Unfunded	Down Payment	Obligations	Grants/ Other				Funded	Unfunded
#2472 Acquisition of Real Property	08/13/02	\$ 3,500,000	\$ -	\$ 3,205	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 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	2,036	-	-	-	-	-	-	-	2,036	-
#2518 SFY 2005 Road Improvement Program	08/10/04	765,000	12,081	-	-	-	-	11,973	-	-	108	-
#2561 Construction of Shared Services Building	04/13/06	2,900,000	10	-	-	-	-	-	-	-	10	-
#2564/2604 Various Capital Improvements	05/09/06	620,000	8	-	-	-	-	-	-	-	8	-
#2566 Acquisition of Real Property	05/09/06	650,000	722	-	-	-	-	-	-	-	722	-
#2592 Various Capital Improvements	02/05/07	2,180,000	178,778	-	-	-	-	178,778	-	-	-	-
#2593 Various Capital Improvements	02/05/07	2,350,000	810	-	-	-	-	-	-	-	810	-
#2627/2638 Various Public Improvements	10/23/07	3,515,000	12,056	-	-	-	-	3,600	-	-	8,456	-
#2714 Various Capital Improvements	09/08/09	100,000	-	3,825	-	-	-	-	-	-	-	3,825
#2716 Various Capital Improvements	09/08/09	350,000	4,367	-	-	-	-	-	-	-	4,367	-
#2741 Various Capital Improvements	02/09/10	2,750,000	-	1,936,061	-	-	-	-	-	-	-	1,936,061
#2742 Various Capital Improvements	02/16/10	770,000	274,104	-	-	-	-	111,295	-	-	162,809	-
#2744 GPS in DPW Vehicles	02/16/10	15,000	-	7,787	-	-	-	-	-	-	-	7,787
#2745 Computer Equipment	02/16/10	125,000	-	138	-	-	-	-	-	-	-	138
#2769 Pump Station Outfalls	08/17/10	3,350,000	800,668	195,000	-	-	-	787,244	-	-	13,424	195,000
#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	-	898	-	-	-	-	-	-	-	898
#2812-11 Reconstruction of Jay Avenue	08/09/11	325,000	-	24,573	-	-	-	120	-	-	-	24,453
#2814-11 Reconstruction of Court Avenue	08/09/11	375,000	-	165,925	-	-	-	87,081	-	-	-	78,846
#2854-12 JCMUA Tax Appeal Refunding	10/09/12	1,143,000	-	22,577	-	-	-	7,479	-	-	-	15,098
#2864-12 Various Public Improvements	10/09/12	1,249,100	174,928	-	-	-	-	163,208	-	-	11,720	-
#2868-12 Acquisition of Ambulance	10/09/12	50,000	10,963	-	-	-	-	-	-	-	10,963	-
			\$ 1,475,806	\$ 2,359,989	\$ -	\$ -	\$ -	\$ 1,350,778	\$ -	\$ -	\$ 219,708	\$ 2,265,311

**TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR ENDED DECEMBER 31, 2014**

E-12

<u>Date of Issue - Purpose</u>	<u>Amount of Issue</u>	<u>Balance December 31, 2013</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2014</u>
05/01/01 General Improvement Bonds	\$ 8,523,000	\$ 2,123,000	\$ -	\$ (535,000)	\$ 1,588,000
07/01/03 Refunding Bonds	5,520,000	950,000	-	(480,000)	470,000
03/01/05 General Improvement Bonds	5,795,000	2,535,000	-	(415,000)	2,120,000
05/01/05 General Improvement Bonds	2,900,000	2,355,000	-	(90,000)	2,265,000
08/15/13 General Improvement Bonds	30,500,000	30,500,000	-	(1,400,000)	29,100,000
		<u>\$ 38,463,000</u>	<u>\$ -</u>	<u>\$ (2,920,000)</u>	<u>\$ 35,543,000</u>

**TOWNSHIP OF LYNDHURST
GENERAL CAPITAL FUND
SCHEDULE OF LOANS PAYABLE
YEAR ENDED DECEMBER 31, 2014**

E-13

<u>Date of Issue - Purpose</u>	<u>Amount of Issue</u>	<u>Balance December 31, 2013</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2014</u>
12/2/2010 NJEIT Trust Loan - CW	\$ 1,535,000	\$ 1,430,000	\$ -	\$ (55,000)	\$ 1,375,000
12/2/2010 NJEIT Fund Loan - CW	1,595,000	1,427,106	-	(83,948)	1,343,158
		<u>\$ 2,857,106</u>	<u>\$ -</u>	<u>\$ (138,948)</u>	<u>\$ 2,718,158</u>

TOWNSHIP OF LYNDHURST
 GENERAL CAPITAL FUND
 SCHEDULE OF FUND BALANCE
 YEAR ENDED DECEMBER 31, 2014

Description	Balance December 31, 2013	Increased by			Decreased by Fund Balance Anticipated	Balance December 31, 2014
		Bond/BAN Premiums	Cancelled Funded Authorizations	Other Cash Receipts		
Fund Balance	\$ 204,929	\$ 14,949	\$ -	\$ -	\$ -	\$ 219,878

TOWNSHIP OF LYNDHURST
 GENERAL CAPITAL FUND
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
 YEAR ENDED DECEMBER 31, 2014

Improvement Description	Balance December 31, 2013	Authorized	Bonds/Notes Issued	Cancelled	Balance December 31, 2014
#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 FIXED ASSET ACCOUNT GROUP
BALANCE SHEET (REGULATORY BASIS)**

	<u>2014</u>	<u>2013</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, 2014**

	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)**

	2014	2013
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 2,262,663	\$ 996,500
Change Fund	100	100
	<u>\$ 2,262,763</u>	<u>\$ 996,600</u>
Interfund Receivable:		
Water Utility Capital Fund	\$ -	\$ 1,629,968
Swimming Pool Utility Operating Fund	-	27
	<u>\$ -</u>	<u>\$ 1,629,995</u>
Accounts Receivable:		
Consumer Accounts Receivable	\$ 306,847	\$ 277,843
Consumer Utility Liens	198	198
Revenue Accounts Receivable	-	-
	<u>\$ 307,045</u>	<u>\$ 278,041</u>
Total Assets	<u>\$ 2,569,808</u>	<u>\$ 2,904,636</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Current Fund	\$ 145,632	\$ 392,144
General Capital Fund	-	497,328
	<u>\$ 145,632</u>	<u>\$ 889,472</u>
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 166,386	\$ 91,800
Accrued Interest on Bonds	33,160	38,183
Accrued Interest on Loans	78,667	163,905
Tax Sale Premiums	104,833	103,144
Water Overpayments	1,704	1,704
	<u>\$ 384,750</u>	<u>\$ 398,736</u>
Reserve for Receivables and Other Assets	<u>\$ 307,045</u>	<u>\$ 278,041</u>
Fund Balance	<u>\$ 1,732,381</u>	<u>\$ 1,338,387</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 2,569,808</u>	<u>\$ 2,904,636</u>

**TOWNSHIP OF LYNDHURST
WATER UTILITY OPERATING FUND
SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME (REGULATORY BASIS)
YEAR ENDED DECEMBER 31, 2014**

	Anticipated Budget	Realized	Excess/ (Deficit)
Revenues:			
Operating Surplus Anticipated	\$ 363,643	\$ 363,643	
Rents	3,900,000	3,867,709	(32,291)
Miscellaneous	115,000	284,391	169,391
Fines	34,000	58,411	24,411
Deficit (General Budget)	-	-	-
Total Budget Revenues	<u>\$ 4,412,643</u>	<u>\$ 4,574,154</u>	<u>\$ 161,511</u>
Other Credits to Income:			
Deficit in Operations	\$ -	\$ -	\$ -
Miscellaneous Revenues Not Anticipated	-	34,189	34,189
Unexpended Balances Cancelled	-	400,018	400,018
Unexpended Balance of Appropriated Reserves	-	73,347	73,347
Change in NJEIT Accrued Interest	-	88,572	88,572
	<u>\$ -</u>	<u>\$ 596,126</u>	<u>\$ 596,126</u>
Total Revenues and Credits to Income	<u>\$ 4,412,643</u>	<u>\$ 5,170,280</u>	<u>\$ 757,637</u>

TOWNSHIP OF LYNDHURST
WATER UTILITY OPERATING FUND
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
YEAR ENDED DECEMBER 31, 2014

	Appropriations			Expended		Unexpended		
	Adopted Budget	Emergency Appropriation	Transfers	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
Operating:								
Salaries and Wages	\$ 280,728	\$ -	\$ -	\$ 280,728	\$ 257,716	\$ 23,012	\$ -	\$ -
Other Expenses	225,000	-	8,000	233,000	232,759	241	-	-
Water Purchase	1,870,000	-	-	1,870,000	1,831,749	38,251	-	-
Group Insurance	130,000	-	(8,000)	122,000	94,723	27,277	-	-
Other Insurance	50,000	-	-	50,000	-	50,000	-	-
Audit	10,000	-	-	10,000	-	10,000	-	-
Engineering Services	12,000	-	-	12,000	-	12,000	-	-
Water Tax	10,000	-	-	10,000	9,996	4	-	-
DEP Fees - Trust Loan (DW)	25,239	-	-	25,239	25,239	-	-	-
NJEIT Fees - Trust Loan (DW)	15,270	-	-	15,270	15,270	-	-	-
Total Operating	\$ 2,628,237	\$ -	\$ -	\$ 2,628,237	\$ 2,467,452	\$ 160,785	\$ -	\$ -
Capital Improvements:								
Capital Outlay	\$ 50,000	\$ -	\$ -	\$ 50,000	\$ 47,174	\$ 2,826	\$ -	\$ -
Debt Service:								
Payment of Bonds	\$ 340,000	\$ -	\$ -	\$ 340,000	\$ 340,000	\$ -	\$ -	\$ -
Payment of Bond Anticipation Notes	-	-	-	-	-	-	-	-
Interest on Bonds	211,573	-	-	211,573	211,572	-	1	-
Interest on Notes	-	-	-	-	-	-	-	-
Payment of NJEIT Loans (DW Trust)	190,000	-	-	190,000	190,000	-	-	-
Interest on NJEIT Loans (DW Trust)	245,500	-	-	245,500	245,486	-	14	-
Payment of NJEIT Loans (DW Fund)	280,432	-	-	280,432	280,429	-	3	-
Total Debt Service	\$ 1,267,505	\$ -	\$ -	\$ 1,267,505	\$ 1,267,487	\$ -	\$ 18	\$ -
Deferred Charges:								
Deficit in Operations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Overexpenditures	-	-	-	-	-	-	-	-
Total Deferred Charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Statutory Expenditures:								
Public Employees' Retirement System	\$ 45,401	\$ -	\$ -	\$ 45,401	\$ 45,401	\$ -	\$ -	\$ -
Social Security System	21,500	-	-	21,500	18,725	2,775	-	-
Unemployment Insurance	-	-	-	-	-	-	-	-
Total Statutory Expenditures	\$ 66,901	\$ -	\$ -	\$ 66,901	\$ 64,126	\$ 2,775	\$ -	\$ -
Judgements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Surplus (General Budget)	\$ 400,000	\$ -	\$ -	\$ 400,000	\$ -	\$ -	\$ 400,000	\$ -
Total Appropriations	\$ 4,412,643	\$ -	\$ -	\$ 4,412,643	\$ 3,846,239	\$ 166,386	\$ 400,018	\$ -
Other Charges to Income:								
Refund of Prior Year's Revenue				<u>\$ -</u>				

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

	2014	2013
<u>ASSETS</u>		
Cash:		
Checking Account	\$ 1,295,737	\$ 1,894,394
Interfund Receivable:		
Current Fund	\$ -	\$ 1,200,000
General Capital Fund	-	337,920
	<u>\$ -</u>	<u>\$ 1,537,920</u>
Intergovernmental Receivable:		
State:		
NJEIT Drawdowns (DW)	\$ 1,003,819	\$ 973,464
Deferred Charges:		
Disallowed Costs - NJEIT (DW)	\$ 310,361	\$ -
Fixed Capital	\$ 21,459,391	\$ 21,459,394
Total Assets	<u>\$ 24,069,308</u>	<u>\$ 25,865,172</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Accounts/Contracts Payable	\$ -	\$ 441,788
Interfund Payable:		
Water Utility Operating Fund	\$ -	\$ 1,629,968
General Capital Fund	2,601,628	-
	<u>\$ 2,601,628</u>	<u>\$ 1,629,968</u>
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 600	\$ 600
Reserve for Amortization	7,247,479	6,437,050
	<u>\$ 7,248,079</u>	<u>\$ 6,437,650</u>
Improvement Authorizations:		
Funded	\$ 6,864	\$ 2,332,597
Unfunded	-	-
	<u>\$ 6,864</u>	<u>\$ 2,332,597</u>
Serial Bonds Payable	\$ 5,005,000	\$ 5,345,000
NJEIT Loans Payable (DW)	\$ 9,206,912	\$ 9,677,344
Fund Balance	\$ 825	\$ 825
Total Liabilities, Reserves and Fund Balance	<u>\$ 24,069,308</u>	<u>\$ 25,865,172</u>

**TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF INTERFUNDS RECEIVABLE
 YEAR ENDED DECEMBER 31, 2014**

Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Interfunds Offset	Balance December 31, 2014
Due From Current Fund	\$ 1,200,000	\$ -	\$ (1,200,000)	\$ -	-
Due From General Capital Fund	337,920	500,000	-	(837,920)	-
	<u>\$ 1,537,920</u>	<u>\$ 500,000</u>	<u>\$ (1,200,000)</u>	<u>\$ (837,920)</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF INTERGOVERNMENTAL RECEIVABLE
 YEAR ENDED DECEMBER 31, 2014**

Description	Balance December 31, 2013	Cash Receipts	Cash Disbursements	Other Adjustments	Balance December 31, 2014
NJEIT Drawdowns	\$ 973,464	\$ (335,093)	\$ -	\$ 365,448	\$ 1,003,819
	<u>\$ 973,464</u>	<u>\$ (335,093)</u>	<u>\$ -</u>	<u>\$ 365,448</u>	<u>\$ 1,003,819</u>

TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES - DISALLOWED COSTS
 YEAR ENDED DECEMBER 31, 2014

Description	Balance December 31, 2013	Costs Disallowed	Budget Appropriation	Other Adjustments	Balance December 31, 2014
NJEIT Drawdowns (DW)	\$ -	\$ 310,361	\$ -	\$ -	\$ 310,361
	<u>\$ -</u>	<u>\$ 310,361</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 310,361</u>

TOWNSHIP OF LYNDHURST
WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
YEAR ENDED DECEMBER 31, 2014

H-5

Description	Balance December 31, 2013	Transferred From Fixed Capital Authorized & Uncompleted	Adjustments	Cancellations	Balance December 31, 2014
Unallocated	\$ 21,459,394	\$ -	\$ (3)	\$ -	\$ 21,459,391
				Reserve for Amortization \$ 7,247,479	
				Serial Bonds Payable 5,005,000	
				NJEIT Loans Payable (DW) 9,206,912	
				<u>\$ 21,459,391</u>	

**TOWNSHIP OF LYNDHURST
WATER UTILITY CAPITAL FUND
SCHEDULE OF ACCOUNTS/CONTRACTS PAYABLE
YEAR ENDED DECEMBER 31, 2014**

Balance, December 31, 2013		\$	441,788
Increased by:			
Accrued	\$	-	-
			<u>441,788</u>
Decreased by:			
Paid	\$	-	-
Cancelled		441,788	-
			<u>441,788</u>
Balance, December 31, 2014		\$	<u><u>-</u></u>

**TOWNSHIP OF LYNDHURST
WATER UTILITY CAPITAL FUND
SCHEDULE OF INTERFUND PAYABLE
YEAR ENDED DECEMBER 31, 2014**

H-7

Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Balance December 31, 2014
Due To - Water Utility Operating Fund	\$ 1,629,968	\$ -	\$ (1,629,968)	\$ -
Due To - General Capital Fund	-	2,601,628	-	2,601,628
	<u>\$ 1,629,968</u>	<u>\$ 2,601,628</u>	<u>\$ (1,629,968)</u>	<u>\$ 2,601,628</u>

**TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF CAPITAL IMPROVEMENT FUND
 YEAR ENDED DECEMBER 31, 2014**

H-8

Description	Balance December 31, 2013	Water Operating Fund Appropriation	Used to Finance Authorizations	Cancelled Funded Authorizations	Balance December 31, 2014
Capital Improvement Fund	\$ 600	\$ -	\$ -	\$ -	\$ 600

**TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF RESERVE FOR AMORTIZATION
 YEAR ENDED DECEMBER 31, 2014**

H-9

Description	Balance December 31, 2013	Transferred From Fixed Capital Authorized & Uncompleted	Serial Bond & Loan Principal Payments	Cancellations	Balance December 31, 2014
Unallocated	\$ 6,437,050	\$ -	\$ 810,429	\$ -	\$ 7,247,479

TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
 YEAR ENDED DECEMBER 31, 2014

Improvement Description	Ordinance		Balance December 31, 2013		Authorized	Cancellations	Paid or Charged	Refunded	Balance December 31, 2014	
	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	2,325,733	-	-	(2,321,951)	3,782	-	-	-
			<u>\$ 2,332,597</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,321,951)</u>	<u>\$ 3,782</u>	<u>\$ -</u>	<u>\$ 6,864</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST
WATER UTILITY CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE
YEAR ENDED DECEMBER 31, 2014**

H-11

Date of Issue - Purpose	Interest Rate	Amount of Issue	Balance December 31, 2013	Issued	Paid by Budget Appropriation	Balance December 31, 2014
05/01/01 Water System Improvements	5.10%	\$ 3,105,000	\$ 1,955,000	\$ -	\$ (115,000)	\$ 1,840,000
08/15/13 Water System Improvements	3% - 3.5%	3,390,000	3,390,000	-	(225,000)	3,165,000
			<u>\$ 5,345,000</u>	<u>\$ -</u>	<u>\$ (340,000)</u>	<u>\$ 5,005,000</u>

**TOWNSHIP OF LYNDHURST
WATER UTILITY CAPITAL FUND
SCHEDULE OF LOANS PAYABLE
YEAR ENDED DECEMBER 31, 2014**

H-12

<u>Date of Issue - Purpose</u>	<u>Amount of Issue</u>	<u>Balance December 31, 2013</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2014</u>
12/2/2010 NJEIT Trust Loan - DW	\$ 5,090,000	\$ 4,910,000	\$ -	\$ (190,000)	\$ 4,720,000
12/2/2010 NJEIT Fund Loan - DW	5,047,776	4,767,344	-	(280,432)	4,486,912
		<u>\$ 9,677,344</u>	<u>\$ -</u>	<u>\$ (470,432)</u>	<u>\$ 9,206,912</u>

**TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF FUND BALANCE
 YEAR ENDED DECEMBER 31, 2014**

Description	Balance December 31, 2013	Increased by			Decreased by Fund Balance Anticipated	Balance December 31, 2014
		Bond/BAN Premiums	Cancelled Funded Authorizations	Other Cash Receipts		
Fund Balance	\$ 825	\$ -	\$ -	\$ -	\$ -	\$ 825

**TOWNSHIP OF LYNDHURST
 WATER UTILITY CAPITAL FUND
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
 YEAR ENDED DECEMBER 31, 2014**

H-14

Improvement Description	Balance December 31, 2013	Authorized	Issued	Cancelled	Balance December 31, 2014
None	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -

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

	<u>2014</u>	<u>2013</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 124,064	\$ 151,802
Interfunds Receivable:		
Current Fund	\$ 35,670	\$ 55,950
Deferred Charges:		
Operating Deficit	\$ 12,108	\$ -
Overexpenditure	-	-
	<u>\$ 12,108</u>	<u>\$ -</u>
Total Assets	<u>\$ 171,842</u>	<u>\$ 207,752</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Current Fund	\$ -	\$ -
Water Utility Operating Fund	-	27
	<u>\$ -</u>	<u>\$ 27</u>
Other Liabilities and Reserves:		
Reserve for Encumbrances	\$ -	\$ -
Appropriation Reserves	4,831	40,714
	<u>\$ 4,831</u>	<u>\$ 40,714</u>
Fund Balance	<u>\$ 167,011</u>	<u>\$ 167,011</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 171,842</u>	<u>\$ 207,752</u>

**TOWNSHIP OF LYNDHURST
 SWIMMING POOL UTILITY OPERATING FUND
 SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME (REGULATORY BASIS)
 YEAR ENDED DECEMBER 31, 2014**

	Anticipated Budget	Realized	Excess/ (Deficit)
Revenues:			
Operating Surplus Anticipated	\$ -	\$ -	\$ -
Rents	154,000	133,103	(20,897)
Miscellaneous	-	-	-
Shared Service Agreement - Lyndhurst BOE	60,000	60,000	-
Deficit (General Budget)	61,907	35,670	(26,237)
Total Budget Revenues	<u>\$ 275,907</u>	<u>\$ 228,773</u>	<u>\$ (47,134)</u>
Other Credits to Income:			
Deficit in Operations	\$ -	\$ 12,108	\$ 12,108
Miscellaneous Revenues Not Anticipated	-	8,789	8,789
Unexpended Balances Cancelled	-	-	-
Unexpended Balance of Appropriated Reserves	-	26,237	26,237
	<u>\$ -</u>	<u>\$ 47,134</u>	<u>\$ 47,134</u>
Total Revenues and Credits to Income	<u>\$ 275,907</u>	<u>\$ 275,907</u>	<u>\$ -</u>

TOWNSHIP OF LYNDHURST
SWIMMING POOL UTILITY OPERATING FUND
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME (REGULATORY BASIS)
YEAR ENDED DECEMBER 31, 2014

	Appropriations			Budget After Modification	Expended		Unexpended Balance Canceled	Overexpended
	Adopted Budget	Emergency Appropriation	Transfers		Paid or Charged	Reserved		
Operating:								
Salaries and Wages	\$ 106,000	\$ -	\$ 11,400	117,400	\$ 117,312	\$ 88	\$ -	\$ -
Other Expenses	48,000	-	(2,400)	45,600	43,706	1,894	-	-
Group Insurance	5,000	-	(4,000)	1,000	-	1,000	-	-
Audit	-	-	-	-	-	-	-	-
Utilities	70,000	-	(5,000)	65,000	64,769	231	-	-
Total Operating	\$ 229,000	\$ -	\$ -	\$ 229,000	\$ 225,787	\$ 3,213	\$ -	\$ -
Capital Improvements:								
Capital Outlay	\$ 33,000	\$ -	\$ -	\$ 33,000	\$ 32,700	\$ 300	\$ -	\$ -
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	-	-	-	-	-	-	-	-
Prior Year Bills	-	-	-	-	-	-	-	-
Total Deferred Charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Statutory Expenditures:								
Public Employees' Retirement System	\$ 5,240	\$ -	\$ -	\$ 5,240	\$ 5,240	\$ -	\$ -	\$ -
Social Security System	8,667	-	-	8,667	7,349	1,318	-	-
Total Statutory Expenditures	\$ 13,907	\$ -	\$ -	\$ 13,907	\$ 12,589	\$ 1,318	\$ -	\$ -
Judgements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Appropriations	\$ 275,907	\$ -	\$ -	\$ 275,907	\$ 271,076	\$ 4,831	\$ -	\$ -
Other Charges to Income:								
Refund of Prior Year's Revenue					<u>\$ -</u>			

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)

J-1

	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006
CURRENT FUND										
REVENUES										
Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,035,251	\$ 2,800,000	\$ 2,400,000	\$ 699,300	\$ 1,100,000
Miscellaneous Revenues	6,023,268	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
Receipts From Delinquent Taxes	1,500,000	1,900,000	1,200,000	980,000	1,300,000	287,659	150,000	800,000	800,000	650,000
Amount to be Raised by Taxation - Local	30,900,711	29,254,885	27,421,715	25,836,662	-	-	-	-	-	-
Amount to be Raised by Taxation - Minimum Library Tax	911,141	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
Total Revenues	\$ 39,335,120	\$ 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
APPROPRIATIONS										
Within "CAPS":										
Operations:										
Salaries and Wages	\$ 11,316,150	\$ 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
Other Expenses	10,530,945	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
Deferred Charges and Statutory Expenditures	3,024,201	3,180,676	2,811,817	2,781,894	1,426,753	275,000	1,379,455	519,895	492,809	506,304
Excluded From "CAPS":										
Operations:										
Salaries and Wages	-	-	-	-	-	-	391,052	612,100	-	-
Other Expenses	3,868,034	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
Capital Improvements	987,000	275,000	50,000	50,000	100,000	87,000	-	600,000	335,000	130,000
Debt Service	6,483,790	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
Deferred Charges	400,000	880,000	758,079	783,842	2,063,243	599,974	479,650	158,743	239,380	87,380
Judgments	-	-	-	-	-	12,500	25,000	25,000	25,000	25,000
Reserve for Uncollected Taxes	2,725,000	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
Total Appropriations	\$ 39,335,120	\$ 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

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

J-1

	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006
WATER UTILITY OPERATING FUND										
REVENUES										
Operating Surplus Anticipated	\$ 363,643	\$ 685,212	\$ -	\$ 400,000	\$ 400,000	\$ 497,000	\$ 175,000	\$ -	\$ -	\$ -
Rents	3,900,000	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
Miscellaneous	115,000	180,000	265,000	190,000	75,000	75,000	169,000	200,000	185,000	130,000
Fines	34,000	40,000	50,000	51,000	10,000	10,000	25,000	30,000	30,000	25,000
Deficit (General Budget)	-	-	-	-	-	-	-	555,000	-	-
Total Revenues	\$ 4,412,643	\$ 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
APPROPRIATIONS										
Operating	\$ 2,628,237	\$ 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
Capital Improvements	50,000	20,000	3,798	-	-	-	60,000	90,000	-	-
Debt Service	1,267,505	1,192,570	472,354	367,665	349,888	123,534	333,813	339,713	424,473	434,030
Deferred Charges	-	47,675	-	-	254,834	655,350	319,644	160,325	322,000	-
Statutory Expenditures	66,901	66,901	72,511	70,000	32,581	15,000	30,000	27,000	25,000	42,500
Judgements	-	-	-	-	-	-	-	555,000	-	-
Deficit in Operations - Prior Year	-	-	-	-	-	-	-	-	-	-
Surplus - General Budget	400,000	300,000	733,339	-	-	-	-	-	-	-
Total Appropriations	\$ 4,412,643	\$ 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
SWIMMING POOL UTILITY OPERATING FUND										
REVENUES										
Operating Surplus Anticipated	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Rents	154,000	150,000	190,000	117,000	200,000	-	-	-	-	-
Miscellaneous/Shared Service Agreement - Lyndhurst BOE	60,000	60,000	60,000	25	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-	-
Deficit (General Budget)	61,907	77,950	113,339	-	-	-	-	-	-	-
Total Revenues	\$ 275,907	\$ 287,950	\$ 363,339	\$ 117,025	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ -
APPROPRIATIONS										
Operating	\$ 229,000	\$ 230,098	\$ 230,093	\$ 108,037	\$ 185,500	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Improvements	33,000	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	-	-	-	-
Deferred Charges	-	43,945	118,339	2,788	-	-	-	-	-	-
Statutory Expenditures	13,907	13,907	14,907	6,200	14,500	-	-	-	-	-
Judgements	-	-	-	-	-	-	-	-	-	-
Deficit in Operations - Prior Year	-	-	-	-	-	-	-	-	-	-
Surplus - General Budget	-	-	-	-	-	-	-	-	-	-
Total Appropriations	\$ 275,907	\$ 287,950	\$ 363,339	\$ 117,025	\$ 200,000	\$ -	\$ -	\$ -	\$ -	\$ -

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

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	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006
CURRENT FUND										
Current Fund Balance Year End	\$ 9,119,253	\$ 7,891,571	\$ 3,169,322	\$ 1,814,340	\$ 929,590	\$ -	\$ 1,018,049	\$ 3,812,337	\$ 5,692,550	\$ 2,094,170
Utilized in Budget of Succeeding Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,035,251	\$ 2,800,000	\$ 2,400,000	\$ 699,300
Percentage Utilized	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	101.69%	73.45%	42.16%	33.39%
WATER UTILITY FUND										
Current Fund Balance Year End	\$ 1,732,381	\$ 1,338,387	\$ 983,720	\$ 971,698	\$ 688,717	\$ 655,897	\$ 1,152,897	\$ 494,903	\$ 389,394	\$ 272,887
Utilized in Budget of Succeeding Year	\$ 1,019,568	\$ 363,643	\$ 685,212	\$ -	\$ 400,000	\$ 400,000	\$ 497,000	\$ 175,000	\$ -	\$ -
Percentage Utilized	58.85%	27.17%	69.66%	0.00%	58.08%	60.99%	43.11%	35.36%	0.00%	0.00%
SWIMMING POOL UTILITY FUND										
Current Fund Balance Year End	\$ 167,011	\$ 167,011	\$ 99,755	\$ 99,755	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Utilized in Budget of Succeeding Year	\$ 76,948	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Percentage Utilized	46.07%	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)**

	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006
Net Taxes Levied	\$ 71,843,371	\$ 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
Collections	\$ 69,889,210	\$ 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
Percent of Tax Levy Collected	97.28%	97.48%	96.69%	90.65%	92.16%	88.71%	95.75%	97.04%	97.65%	95.74%
Delinquent Taxes	\$ 5,494,531	\$ 4,824,248	\$ 5,127,240	\$ 5,092,612	\$ 7,098,769	\$ 6,412,223	\$ 4,158,299	\$ 2,177,262	\$ 1,596,468	\$ 2,112,993
Tax Title Liens	572,220	562,168	1,627,174	1,602,460	5,634,175	2,895,284	2,323,315	2,326,553	2,244,178	3,316,823
Total Delinquencies	\$ 6,066,751	\$ 5,386,416	\$ 6,754,414	\$ 6,695,072	\$ 12,732,944	\$ 9,307,507	\$ 6,481,614	\$ 4,503,815	\$ 3,840,646	\$ 5,429,816
% of Tax Levy	8.44%	7.63%	9.95%	10.12%	20.09%	30.12%	11.01%	7.83%	7.26%	11.14%
Property Acquired for Taxes at Assessed Valuation	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000	\$ 7,542,000

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

Description	2014		2013		2012**		2011		2010	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
Net Valuations Taxable:										
Vacant Land	105	\$ 44,980,600	106	\$ 51,265,900	106	\$ 51,468,800	112	\$ 161,491,700	116	\$ 155,689,200
Residential	5111	1,564,703,800	5112	1,564,237,000	5112	1,562,667,400	5117	2,119,432,600	5113	2,114,056,800
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	326	402,979,800	325	403,364,900	325	404,209,800	327	467,476,050	327	469,021,100
Industrial	92	548,475,500	92	575,442,300	92	575,492,500	96	655,880,200	103	696,219,400
Apartments	55	98,707,100	54	56,709,600	54	56,843,600	53	62,855,700	52	61,743,700
Sub-Total	5689	2,659,846,800	5689	2,651,019,700	5689	2,650,682,100	5705	3,467,136,250	5711	3,496,730,200
Personal Property		3,793,814		4,355,209		4,652,311		6,647,733		6,577,516
Net Valuations Taxable		2,663,640,614		2,655,374,909		2,655,334,411		3,473,783,983		3,503,307,716
County Equalization Adjustment		104,728,707		178,479,994		282,231,509		(97,858,625)		(218,482)
County Equalized Valuations		<u>\$ 2,768,369,321</u>		<u>\$ 2,833,854,903</u>		<u>\$ 2,937,565,920</u>		<u>\$ 3,375,925,358</u>		<u>\$ 3,503,089,234</u>
County Equalization Ratio		<u>97.14%</u>		<u>94.59%</u>		<u>91.27%</u>		<u>103.73%</u>		<u>100.82%</u>
Average Residential Assessment		<u>\$ 306,144</u>		<u>\$ 305,993</u>		<u>\$ 305,686</u>		<u>\$ 414,194</u>		<u>\$ 413,467</u>
Total County Equalized Valuations		<u>\$ 162,301,130,131</u>		<u>\$ 165,008,934,260</u>		<u>\$ 173,258,537,441</u>		<u>\$ 173,258,537,441</u>		<u>\$ 183,412,099,706</u>
Municipal Percentage										
County Equalized Valuations		<u>1.71%</u>		<u>1.72%</u>		<u>1.70%</u>		<u>1.95%</u>		<u>1.91%</u>

**Revaluation Year

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

Description	2009		2008		2007		2006**		2005	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
Net Valuations Taxable:										
Vacant Land	140	\$ 157,651,000	132	\$ 171,367,000	134	\$ 171,122,400	129	\$ 170,988,700	170	\$ 53,112,300
Residential	5092	2,108,894,900	5084	2,100,885,000	5080	2,093,002,000	5087	2,091,288,700	5063	857,397,800
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	321	450,421,800	323	460,341,500	328	469,160,100	330	468,897,400	306	214,826,600
Industrial	103	718,638,000	102	729,566,800	101	673,322,100	100	672,083,500	99	276,304,600
Apartments	53	89,243,700	51	62,057,300	51	62,057,300	50	61,502,300	50	27,711,600
Sub-Total	5709	3,524,849,400	5692	3,524,217,600	5694	3,468,663,900	5696	3,464,760,600	5688	1,429,352,900
Personal Property		6,512,570		3,946,801		3,395,221		3,395,221		2,157,950
Net Valuations Taxable		3,531,361,970		3,528,164,401		3,472,059,121		3,468,155,821		1,431,510,850
County Equalization Adjustment		(82,452,935)		(78,772,637)		(354,239,177)		(823,180,695)		872,756,820
County Equalized Valuations		<u>\$ 3,448,909,035</u>		<u>\$ 3,449,391,764</u>		<u>\$ 3,117,819,944</u>		<u>\$ 2,644,975,126</u>		<u>\$ 2,304,267,670</u>
County Equalization Ratio		<u>103.27%</u>		<u>103.11%</u>		<u>112.30%</u>		<u>132.34%</u>		<u>62.69%</u>
Average Residential Assessment		<u>\$ 414,158</u>		<u>\$ 413,235</u>		<u>\$ 412,008</u>		<u>\$ 411,105</u>		<u>\$ 169,346</u>
Total County Equalized Valuations		<u>\$ 187,580,071,463</u>		<u>\$ 182,767,512,263</u>		<u>\$ 172,863,500,734</u>		<u>\$ 153,984,695,626</u>		<u>\$ 136,528,998,442</u>
Municipal Percentage										
County Equalized Valuations		<u>1.84%</u>		<u>1.89%</u>		<u>1.80%</u>		<u>1.72%</u>		<u>1.69%</u>

**Revaluation Year

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

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	2014	2013	2012**	2011	2010	2009	2008	2007	2006**	2005
NET VALUATIONS TAXABLE	\$ 2,663,640,614	\$ 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
TAX REQUIREMENTS										
County	\$ 6,302,320	\$ 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
County Open Space	69,209	70,846	73,439	84,398	87,577	344,891	344,939	311,782	264,497	230,427
Local School	34,022,549	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
Municipal - Local	30,900,710	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
Municipal - Minimum Library Tax	911,141	935,645	1,064,450	1,125,855	-	-	-	-	-	-
Total	\$ 72,205,929	\$ 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
TAX RATES										
County	0.237	0.236	0.238	0.199	0.191	0.176	0.170	0.151	0.135	0.305
County Open Space	0.003	0.003	0.003	0.003	0.002	0.010	0.010	0.010	0.010	0.010
Local School	1.277	1.255	1.237	0.928	0.878	0.824	0.793	0.778	0.743	1.689
Library	0.034	0.035	0.040	0.032	-	-	-	-	-	-
Municipal	1.160	1.102	1.032	0.744	0.742	0.681	0.666	0.661	0.562	1.196
Total	2.711	2.631	2.550	1.906	1.813	1.691	1.64	1.60	1.45	3.20

**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)**

	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006
Population (Estimated)	22,079	21,361	21,267	20,718	20,580	19,290	19,290	19,234	19,279	19,330
County Equalized Valuations	\$ 2,768,369,321	\$ 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
Gross Debt	\$ 72,295,823	\$ 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
Gross Debt Per Capita	\$ 3,274	\$ 3,663	\$ 3,936	\$ 4,160	\$ 3,889	\$ 2,702	\$ 2,627	\$ 2,747	\$ 1,820	\$ 1,841
Ratio of Gross Debt to County Equalized Valuations	2.61%	2.76%	2.85%	2.55%	2.28%	1.51%	1.47%	1.69%	1.33%	1.54%
Net Debt	\$ 39,641,908	\$ 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
Ratio of Net Debt to County Equalized Valuations	1.43%	1.51%	1.62%	1.43%	1.51%	1.15%	1.09%	1.34%	0.74%	0.82%
Net Debt per Capita	\$ 1,795	\$ 2,006	\$ 2,235	\$ 2,328	\$ 2,576	\$ 2,050	\$ 1,945	\$ 2,178	\$ 1,010	\$ 976

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

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	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006
Equalized Valuation Basis (as of 12/31)	\$ 2,716,868,448	\$ 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
Municipal Borrowing Power:										
3 1/2% of Equalized Valuation Basis	\$ 95,090,396	\$ 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
Net Debt	39,641,908	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
Remaining Borrowing Power	\$ 55,448,488	\$ 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
School Borrowing Power:										
4% of Equalized Valuation Basis	\$ 108,674,738	\$ 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
Gross School Debt	3,740,000	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
School Borrowing Margin Available	\$ 104,934,738	\$ 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

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

	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY2006
DIRECT DEBT										
Municipal:										
General Purposes:										
B&N Issued and Outstanding:										
Serial Bonds	\$ 35,543,000	\$ 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
Bond Anticipation Notes	16,068,500	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
NJEIT Loans	2,718,158	2,857,106	2,996,053	3,130,000	-	-	-	-	-	-
B&N Authorized But Not Issued	14,250	14,250	14,250	14,195,750	5,962,500	2,525,000	-	8,665,785	2,007,000	2,156,500
	<u>\$ 54,343,908</u>	<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>
Water Utility:										
B&N Issued and Outstanding:										
Serial Bonds	\$ 5,005,000	\$ 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
Bond Anticipation Notes	-	-	3,530,000	1,290,000	1,313,670	635,000	635,000	635,000	635,000	-
Other Notes	9,206,912	9,677,344	10,137,000	10,137,776	-	-	-	-	-	-
B&N Authorized But Not Issued	-	-	-	2,262,224	15,000,000	-	-	-	-	500,000
	<u>\$ 14,211,912</u>	<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>
Local School:										
Serial Bonds Issued										
	\$ 3,740,000	\$ 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
	<u>\$ 72,295,820</u>	<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>
Statutory Deductions:										
General Purposes										
	\$ 14,702,000	\$ 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
Water Utility	14,211,915	15,022,344	15,737,000	15,925,000	18,713,670	3,200,000	3,250,000	-	3,580,000	3,700,000
Local School	3,740,000	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
	<u>\$ 32,653,915</u>	<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>
Net Direct Debt	\$ 39,641,905	\$ 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
OVERLAPPING DEBT (as of 12/31)										
	12/31/14	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
County of Bergen (1)	\$ 25,167,723	\$ 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
Passaic Valley Sewerage Commission (2)	3,739,141	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
	<u>\$ 28,906,864</u>	<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>
Overall Debt	\$ 68,548,769	\$ 69,643,991	\$ 73,259,181	\$ 75,939,966	\$ 81,215,829	\$ 64,242,713	\$ 61,932,135	\$ 65,106,194	\$ 37,190,457	\$ 35,619,802
(1) County Debt:										
Municipal Equalized Valuations										
	\$ 2,768,369,321	\$ 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
Total County Equalized Valuations	\$ 162,301,130,131	\$ 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
	1.71%	1.72%	1.70%	1.95%	1.91%	1.84%	1.89%	1.80%	1.72%	1.69%
X's Outstanding Gross Debt	1,471,796,641	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
	<u>\$ 25,167,723</u>	<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>
(2) Passaic Valley Sewerage Commission:										
Municipal Sewer Flow Charges										
	\$ 1,648,444	\$ 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
Total Flow Charges	\$ 127,571,359	\$ 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
	1.29%	1.24%	1.27%	1.21%	1.23%	1.23%	1.22%	1.19%	1.11%	1.08%
X's Outstanding Debt	289,855,869	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
	<u>\$ 3,739,141</u>	<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>
Total Direct and Overlapping Debt - Gross	\$ 101,202,684	\$ 105,043,835	\$ 109,424,181	\$ 113,886,053	\$ 108,240,586	\$ 76,828,800	\$ 75,097,135	\$ 76,046,194	\$ 52,788,094	\$ 52,339,802

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

	2014	2013	2012	2011	2010	TY2009	SFY2009	SFY2008	SFY2007	SFY 2006
CURRENT FUND										
DEBT SERVICE										
Bond Principal	\$ 2,920,000	\$ 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
Bond Interest	1,461,451	383,685	423,035	485,843	549,938	297,959	639,167	695,226	748,095	664,848
Note Principal	1,592,000	2,623,500	1,254,000	825,008	180,000	-	-	-	2,500,000	1,000,000
Note Interest	299,889	1,186,481	1,037,219	500,000	920,000	-	441,000	180,000	113,118	99,473
Loan Principal	138,950	138,948	133,947	-	-	-	-	-	-	-
Loan Interest	71,500	74,250	76,750	-	-	-	-	-	-	-
Less: Reimbursements	-	-	-	-	-	-	-	-	(2,613,118)	(1,099,473)
Net Debt Service	\$ 6,483,790	\$ 5,916,864	\$ 4,374,951	\$ 3,450,851	\$ 3,349,938	\$ 1,332,959	\$ 2,695,167	\$ 2,465,226	\$ 2,313,095	\$ 2,144,848
Total Current Fund Budget Appropriations	\$ 39,335,120	\$ 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
Ratio of Debt Service to Current Fund Budget Appropriations	16.48%	15.66%	12.26%	10.14%	9.42%	8.05%	8.68%	8.05%	7.72%	8.35%
WATER UTILITY FUND										
DEBT SERVICE										
Bond Principal	\$ 340,000	\$ 115,000	\$ 165,000	\$ 165,000	\$ 165,000	\$ 50,000	\$ 165,000	\$ 165,000	\$ 255,000	\$ 255,000
Bond Interest	211,573	102,638	120,885	132,744	142,154	73,533	152,938	147,713	169,473	179,030
Note Principal	-	140,000	22,000	23,670	22,000	-	-	-	-	-
Note Interest	-	120,000	58,427	19,705	20,734	-	15,875	27,000	-	-
Loan Principal	470,432	460,432	-	-	-	-	-	-	-	-
Loan Interest	245,500	254,500	106,042	26,544	-	-	-	-	-	-
Total Debt Service	\$ 1,267,505	\$ 1,192,570	\$ 472,354	\$ 367,663	\$ 349,888	\$ 123,533	\$ 333,813	\$ 339,713	\$ 424,473	\$ 434,030
Total Water Utility Fund Budget Appropriations	\$ 4,412,643	\$ 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
Ratio of Debt Service to Water Utility Fund Budget Appropriations	28.72%	28.70%	12.38%	9.51%	10.04%	5.53%	11.63%	10.77%	16.98%	19.25%
SWIMMING POOL UTILITY FUND										
DEBT SERVICE										
Bond Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bond Interest	-	-	-	-	-	-	-	-	-	-
Note Principal	-	-	-	-	-	-	-	-	-	-
Note Interest	-	-	-	-	-	-	-	-	-	-
Total Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Swimming Pool Utility Fund Budget Appropriations	\$ 275,907	\$ 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

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Average Labor Force Estimates by Municipality:										
Labor Force	10,892	10,441	11,270	11,179	11,193	11,262	11,048	10,886	10,893	10,751
Employment	10,130	9,605	10,035	9,974	9,967	10,057	10,376	10,375	10,327	10,210
Unemployment	762	836	1,235	1,205	1,226	1,205	673	511	566	540
Unemployment Rate	7.0%	8.0%	11.0%	10.8%	11.0%	10.7%	6.1%	4.7%	5.2%	5.0%
Per Capital Personal Income by County										
	69,495	69,495	69,281	67,248	63,885	63,874	67,331	67,544	63,103	57,674
Estimates as of July 1,										
Subcounty Population Estimates:										
Lyndhurst TWP	22,079	21,361	21,267	20,718	20,580	19,290	19,234	19,279	19,330	19,134
County of Bergen	933,572	927,434	920,440	914,087	906,748	895,250	889,915	885,664	884,581	887,322

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

Taxpayer	2014 Assessed Valuation	As a Percent of Total 2014 Net Valuations \$2,663,640,614
Avalon Bay Communities, Inc.	\$ 65,600,000	2.46%
Wells Operating Partnership (2 Properties)	54,200,000	2.03%
340 Orient Way, LLC	42,561,300	1.60%
Chubb Funding, LLC	37,868,900	1.42%
Veterans Square Towne Center, LLC	32,875,000	1.23%
Sika Chemical Corp./ANJ Corp.	30,311,700	1.14%
DGDJ 1-1200 WSW 337771, LLC (ETALS)	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%
	\$ 351,921,900	

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

J-12

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
# of New Permits	981	1,013	1,043	929	916	857	960	968	1,084	1,094
# of Permit Updates	161	179	148	132	77	123	106	134	160	174
Value of Construction	\$ 19,398,998	\$ 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

TOWNSHIP OF LYNDHURST
NJ Comprehensive Annual Financial Report
Single Audit Section

Di Maria & Di Maria LLP
Accountants and Consultants

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, 2014, 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, 2015, 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

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*.

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, 2015

TOWNSHIP OF LYNDHURST
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 YEAR ENDED DECEMBER 31, 2014

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, 2013	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2014	Deferred Revenue December 31, 2014	Due to Grantor at December 31, 2014	
					From	To										
Grant Fund																
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	N/A	N/A	N/A	\$ 58,151	01/01/11	12/31/11	5,549	-	-	-	-	-	-	5,549	-	-
Veterans Grant	N/A	N/A	N/A	\$ 6,412	01/01/14	12/31/14	-	-	6,412	-	-	-	-	6,412	-	-
Total Grant Fund							\$ 11,869	\$ -	\$ 6,412	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,281	\$ -
General Capital Fund																
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							\$ (182,231)	\$ -	\$ 6,412	\$ -	\$ 194,100	\$ -	\$ -	\$ 18,281	\$ -	

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

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period		Balance Dec. 31, 2013	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) Dec. 31, 2014	Deferred Revenue Dec. 31, 2014	Due to Grantor Dec. 31, 2014
			From	To									
Grant Fund													
State of New Jersey, Department of Treasury --													
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	082-100-6020	\$ 1,236,333	1/1/2014	12/31/2014	\$ -	\$ -	\$ 1,236,333	\$ (1,236,333)	\$ -	\$ -	\$ -	\$ -	\$ -
Veterans & Senior Citizens	082-495-6020	178,065	1/1/2014	12/31/2014	-	-	178,065	(178,065)	-	-	-	-	-
Hotel Fees		304,624	1/1/2014	12/31/2014	-	-	304,624	(304,624)	-	-	-	-	-
State of New Jersey, Department of Community Affairs --													
Consolidated Municipal Property Tax Relief Aid	082-495-6020	173,007	1/1/2014	12/31/2014	-	-	173,007	(173,007)	-	-	-	-	-
Recreation Opportunities For Individuals With Disabilities (ROID) - State	8050-022-035-5157	5,174	1/1/2014	12/31/2014	-	-	5,174	-	-	-	-	5,174	-
Recreation Opportunities For Individuals With Disabilities (ROID) - State	8050-022-035-5157	15,803	1/1/2013	12/31/2013	10,175	-	-	(9,397)	-	-	-	778	-
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	33,005	Non-Expiring		-	-	33,005	-	-	-	-	33,005	-
Clean Communities Program	4900-765-042-4900	28,111	Non-Expiring		28,111	-	-	(27,177)	-	-	-	934	-
Clean Communities Program	4900-765-042-4900	56,302	Non-Expiring		3,370	-	-	(3,370)	-	-	-	-	-
Recycling Tonnage Grant		28,387	1/1/2014	12/31/2014	-	-	28,387	-	-	-	-	28,387	-
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	2,111	1/1/2014	12/31/2014	-	-	2,111	-	-	-	-	2,111	-
Alcohol Education Rehabilitation Program	9735-760-098-Y900	1,834	1/1/2012	12/31/2012	1,834	-	-	-	-	-	-	1,834	-
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	2,891	7/1/2008	6/30/2009	2,891	-	-	-	-	-	-	2,891	-
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	3,521	7/1/2005	6/30/2006	3,521	-	-	-	-	-	-	3,521	-
Alcohol Education Rehabilitation Program	9735-760-098-Y900	4,681	7/1/2004	6/30/2005	2,189	-	-	(2,052)	-	-	-	137	-
State of New Jersey, Department of Law & Public Safety --													
Drunk Driving Enforcement Fund	6400-100-078-6400	5,924	Non-Expiring		-	-	5,924	(1,286)	-	-	-	4,638	-
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		3,230	-	-	(3,230)	-	-	-	-	-
Body Armor Replacement Program	1020-718-066-1020	4,703	Non-Expiring		1,505	-	-	-	-	-	-	1,505	-
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	1/1/2014	12/31/2014	-	-	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		517	1/1/2014	12/31/2014	-	-	517	-	-	-	-	517	-
NJ State Cultural Affairs Grant		468	1/1/2013	12/31/2013	468	-	-	-	-	-	-	468	-
Total Grant Fund					\$ 357,144	\$ -	\$ 1,971,547	\$ (1,949,746)	\$ (4,400)	\$ -	\$ -	\$ 374,545	\$ -

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

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period		Balance Dec. 31, 2013	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) Dec. 31, 2014	Deferred Revenue Dec. 31, 2014	Due to Grantor Dec. 31, 2014
			From	To									
General Capital Fund													
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					<u>\$ (1,012,897)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,012,897</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total State Financial Assistance					<u>\$ (655,753)</u>	<u>\$ -</u>	<u>\$ 1,971,547</u>	<u>\$ (1,949,746)</u>	<u>\$ 1,008,497</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 374,545</u>	<u>\$ -</u>

**TOWNSHIP OF LYNDHURST
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2014**

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, 2014**

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, 2014 to December 31, 2014. Breakdown by fund is as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current Fund	\$ -	\$ 1,892,029	\$ 1,892,029
Grant Fund	-	57,717	57,717
General Capital Fund	-	-	-
Total Awards and Financial Assistance	<u>\$ -</u>	<u>\$ 1,949,746</u>	<u>\$ 1,949,746</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, 2014:

General Capital Fund:	
NJEIT Loans Payable (CW)	<u>\$ 2,718,158</u>
	<u>\$ 2,718,158</u>
 Water Utility Capital Fund:	
NJEIT Loans Payable (DW)	<u>\$ 9,206,912</u>
	<u>\$ 9,206,912</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, 2014**

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, 2014**

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, 2014**

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, 2014

Section II -- Financial Statement Findings

Finding 14-01:

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, 2014**

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

Current Year

Federal Awards:

None

State Awards:

None

**TOWNSHIP OF LYNDHURST
SUMMARY OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2014**

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, 2014**

<u>General</u>	<u>Ref.</u>
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.
Disclosures and obligations required by GASB 45 and LFN-2007-15 pertaining to Other Post Employment Benefits (OPEB) were not updated every three (3) years as required.	3.

**TOWNSHIP OF LYNDHURST
GENERAL COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2014**

Revenues/Cash Receipts Cycle

Ref.

Tax Collector/Treasurer

None

Township Clerk

None

Municipal Court

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, 2014

Expenditures/Cash Disbursements Cycle

Ref.

Treasurer

None

**TOWNSHIP OF LYNDHURST
GENERAL COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2014**

Payroll Cycle

Ref.

The Township did not report taxable compensation to the Superintendent of Streets for non-qualified, non-personal use vehicles. 5.

**TOWNSHIP OF LYNDHURST
GENERAL COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2014**

Swimming Pool Utility	<u>Ref.</u>
None	

**TOWNSHIP OF LYNDHURST
GENERAL COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2014**

Water Utility	<u>Ref.</u>
None	

**TOWNSHIP OF LYNDHURST
GENERAL COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2014**

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 disclosures and obligations required by GASB 45 and LFN-2007-15 pertaining to Other Post Employment Benefits (OPEB) be updated.
4. That checks drawn on the municipal court General and Bail accounts require at least two authorizing signatures.
5. That the Superintendent of Streets taxable compensation include automobile fringe benefits in accordance with U.S. Treasury Regulations. *

Suggestions

1. That the Township utilize a private collection agency to collect outstanding municipal court debts.

**TOWNSHIP OF LYNDHURST
GENERAL COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2014**

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, 2015