

# TOWN OF SECAUCUS



**HUDSON COUNTY,  
NEW JERSEY**

**REPORT OF AUDIT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2016**

**TOWN OF SECAUCUS**  
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**TOWN OF SECAUCUS**

**PART I**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2016**

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Town Council  
Town of Secaucus  
Secaucus, New Jersey 07094

### **Report on the Financial Statements**

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2016 and 2015, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. 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 Town'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 Town'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.

## Opinions

### *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*

As described in note 1 to the financial statements, the financial statements are prepared by the Town on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

### *Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*

In our opinion, because of the significance of the matter discussed in the “*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*” 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 Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2016 and 2015, or the results of its operations and changes in fund balance for the years then ended.

### *Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of December 31, 2016 and 2015, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2016, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

## Other Matters

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town’s basic financial statements. The supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

The supplemental statements and schedules presented for the various funds 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 statements and schedules described in the previous paragraph are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated July 20, 2017 on our consideration of the Town of Secaucus', in the County of Hudson, State of New Jersey, 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 Town of Secaucus' internal control over financial reporting and compliance.

Respectfully submitted,

*BOWMAN & COMPANY LLP*

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*L. Jarred Corn*

L. Jarred Corn  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
July 20, 2017

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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and  
Members of the Town Council  
Town of Secaucus  
Secaucus, New Jersey 07094

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Town of Secaucus, in the County of Hudson, State of New Jersey, as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements, and have issued our report thereon dated July 20, 2017. That report indicated that the Town of Secaucus' financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**Internal Control over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying *Schedule of Findings and Recommendations*, that we consider to be a significant deficiency: finding number 2016-001.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Town of Secaucus' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and which is described in the accompanying *Schedule of Findings and Recommendations*, as finding number 2016-001.

**The Town of Secaucus' Response to Findings**

The Town of Secaucus' response to the findings identified in our audit is described in the accompanying *Schedule of Findings and Recommendations*. The Town's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



L. Jarred Corn  
Certified Public Accountant  
Registered Municipal Accountant

Voorhees, New Jersey  
July 20, 2017

**TOWN OF SECAUCUS**  
**CURRENT FUND**

Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis  
As of December 31, 2016 and 2015

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>			
Regular Fund:			
Cash - Treasurer	SA-1	\$ 13,307,724.16	\$ 9,690,909.34
Cash - Collector	SA-2	216,819.89	337,533.29
Cash - Change Fund	SA-3	575.00	575.00
Due from State of New Jersey:			
Senior Citizens' and Veterans' Deductions	SA-5	14,941.72	16,191.72
		<u>13,540,060.77</u>	<u>10,045,209.35</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-6	551,004.02	796,911.46
Maintenance Liens Receivable	SA-7	5,686.33	3,481.33
Property Acquired for Taxes (at Assessed Valuation)		1,316,300.00	1,316,300.00
Revenue Accounts Receivable	SA-8	85,905.52	69,691.82
Due from Federal and State Grant Fund	SA-10	678,289.48	
Due from Trust Assessment Fund	SB-7		837.91
Due from Animal Control Fund	SB-10	10,665.86	8,361.94
Due from Trust - Other Funds	SB-13	15,561.65	49,436.74
Due from General Capital Fund	SC-5		978,875.01
Due from Swimming Pool Utility Operating Fund	SD-5	362,611.32	60,310.03
Due from Swimming Pool Utility Capital Fund	SD-7	100,000.00	161,883.28
Due from Bond and Interest Fund	SF-2	252.14	172.64
		<u>3,126,276.32</u>	<u>3,446,262.16</u>
Deferred Charges:			
Emergency Appropriation (N.J.S.A. 40A:4-46)	A-3	351,173.75	178,623.00
Emergency Appropriation (N.J.S.A. 40A:4-48)	A-3		307,069.00
Overexpenditure of Appropriations	A-3		194,812.25
Expenditure without Appropriation	SA-1		205,968.72
		<u>351,173.75</u>	<u>886,472.97</u>
Total Regular Fund		<u>17,017,510.84</u>	<u>14,377,944.48</u>
Federal and State Grant Fund:			
Cash	SA-1	905,076.40	217,880.52
Federal and State Grants Receivable	SA-9	2,776,065.57	2,967,625.49
Due from Current Fund	SA-10		106,328.34
Due from Trust-Other Funds	SB-14	62,029.35	
Deferred Charges:			
Expenditure without Appropriation	SA-11		57,907.38
Total Federal and State Grant Fund		<u>3,743,171.32</u>	<u>3,349,741.73</u>
Total Assets		<u>\$ 20,760,682.16</u>	<u>\$ 17,727,686.21</u>

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**

Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis  
As of December 31, 2016 and 2015

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3, SA-12	\$ 1,490,833.88	\$ 1,127,289.54
Reserve for Encumbrances	A-3, SA-12	1,125,816.08	1,028,568.21
Prepaid Taxes	SA-13	800,749.59	779,423.40
Tax Overpayments	SA-14	18,499.41	10,179.84
Local School District Taxes Payable	SA-15	338,705.99	1,229,366.60
Due County for Added and Omitted Taxes	SA-17	421,832.43	461,190.90
Accounts Payable	SA-18	81,290.63	8,426.34
Reserve for Tax Appeals	SA-19	500,345.58	730,891.67
Due to Federal and State Grant Fund	SA-10		106,328.34
Due to Trust Assessment Fund	SB-7	7,938.12	
Due to General Capital Fund	SC-5	26,529.24	
		<u>4,812,540.95</u>	<u>5,481,664.84</u>
Reserves for Receivables and Other Assets		3,126,276.32	3,446,262.16
Fund Balance	A-1	<u>9,078,693.57</u>	<u>5,450,017.48</u>
Total Regular Fund		<u>17,017,510.84</u>	<u>14,377,944.48</u>
Federal and State Grant Fund:			
Due to Current Fund	SA-10	678,289.48	
Due to Trust - Other Funds	SB-14		2,970.65
Due to General Capital Fund	SC-6	328,300.35	527,193.19
Reserve for Federal, State, and Local Grants:			
Unappropriated	SA-20	6,539.18	434,601.67
Appropriated	SA-21	2,460,053.63	2,333,862.19
Reserve for Encumbrances	SA-21	<u>269,988.68</u>	<u>51,114.03</u>
Total Federal and State Grant Fund		<u>3,743,171.32</u>	<u>3,349,741.73</u>
Total Liabilities, Reserves, and Fund Balance		<u>\$ 20,760,682.16</u>	<u>\$ 17,727,686.21</u>

The accompanying notes to financial statements are an integral part of these statements.

**TOWN OF SECAUCUS**  
CURRENT FUND

Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis  
For the Years Ended December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<u>Revenue and Other Income Realized</u>		
Surplus Utilized	\$ 3,936,470.00	\$ 5,859,000.00
Miscellaneous Revenue Anticipated	11,398,705.73	11,693,498.38
Receipts from Delinquent Taxes	762,814.46	667,263.78
Receipts from Current Taxes	101,090,371.34	95,356,374.70
Non Budget Revenues	1,053,903.86	668,034.02
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	840,721.33	993,538.64
Refunds of Prior Years' Expenditures:		
Cash Receipts		8,322.18
Due Federal and State Grant Fund	228,216.52	
Due Animal Control Fund:		
Statutory Excess	5,265.86	8,250.00
Liquidation of Reserves for:		
Due from Trust Assessment Fund	837.91	
Due from Trust - Other Funds	33,875.09	1,030,924.93
Due from General Capital Fund	978,875.01	
Due from Swimming Pool Utility Capital Fund	61,883.28	
Cancellation of:		
Due Federal and State Grant Fund:		
Reserve for Federal, State and Other Grants - Appropriated	3,375.50	1,832.07
Total Income	<u>120,395,315.89</u>	<u>116,287,038.70</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations Within "CAPS":		
Salaries and Wages	19,059,732.12	17,701,849.00
Other Expenses	14,993,351.88	14,619,705.58
Deferred Charges and Statutory Expenditures	5,051,072.15	4,610,436.71
Operations Excluded from "CAPS":		
Salaries and Wages	34,858.00	5,000.00
Other Expenses	6,598,986.16	9,353,281.41
Capital Improvements Excluded from "CAPS"	2,123,660.75	2,704,636.67
Municipal Debt Service Excluded from "CAPS"	3,443,578.51	3,119,857.18
Deferred Charges Excluded from "CAPS"		221,996.00
Local District School Tax	36,062,683.00	35,992,485.00
County Taxes Payable	24,283,095.57	23,082,838.52
Due County for Added and Omitted Taxes	421,832.43	461,190.90

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
 Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis  
 For the Years Ended December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<u>Expenditures (Cont'd)</u>		
Refund of Prior Years' Revenues:		
Other	\$ 113,128.85	\$ 174,103.69
Tax Overpayments	7,159.32	
Due to State of New Jersey - Prior Year Senior Citizens'		
Deduction Disallowed by Collector	2,135.62	2,224.66
Creation of Reserves for:		
Maintenance Liens Receivable	3,095.00	
Due from Federal and State Grant Fund	678,289.48	
Due from Trust Assessment Fund		554.66
Due from Animal Control Fund	2,303.92	8,322.76
Due from General Capital Fund		749,817.58
Due from Swimming Pool Utility Operating Fund	302,301.29	60,310.03
Due from Bond and Interest Fund	79.50	54.27
	<u>113,181,343.55</u>	<u>112,868,664.62</u>
Total Expenditures		
Excess In Revenue	7,213,972.34	3,418,374.08
Adjustments to Income before Fund Balance:		
Expenditures Included above which are by Statute Deferred		
Charges to Budget of Succeeding Year	351,173.75	680,504.25
	<u>7,565,146.09</u>	<u>4,098,878.33</u>
Statutory Excess to Fund Balance		
	7,565,146.09	4,098,878.33
<u>Fund Balance</u>		
Balance January 1	<u>5,450,017.48</u>	<u>7,210,139.15</u>
	13,015,163.57	11,309,017.48
Decreased by:		
Utilization as Anticipated Revenue	<u>3,936,470.00</u>	<u>5,859,000.00</u>
Balance December 31	<u>\$ 9,078,693.57</u>	<u>\$ 5,450,017.48</u>

The accompanying notes to financial statements are an integral part of these statements.

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

	Anticipated <u>Budget</u>	Special <u>N.J.S. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Surplus Anticipated	\$ 3,936,470.00	-	\$ 3,936,470.00	-
Miscellaneous Revenues:				
Local Revenues:				
Licenses:				
Alcoholic Beverages	55,000.00		57,134.20	\$ 2,134.20
Fees and Permits	275,000.00		285,209.78	10,209.78
Fines and Costs:				
Municipal Court	700,000.00		763,761.53	63,761.53
Parking Meters	60,000.00		62,483.45	2,483.45
Interest and Costs on Taxes	190,000.00		162,434.31	(27,565.69)
Interest on Investments and Deposits	19,000.00		26,888.41	7,888.41
Fees - Recreation Activities	600,000.00		853,338.90	253,338.90
Total Local Revenues	<u>1,899,000.00</u>	<u>-</u>	<u>2,211,250.58</u>	<u>312,250.58</u>
State Aid without Offsetting Appropriations:				
Consolidated Municipal Property Tax Relief Aid	37,904.00		37,904.00	
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	1,779,351.00		1,779,351.00	
Total State Aid without Offsetting Appropriations	<u>1,817,255.00</u>	<u>-</u>	<u>1,817,255.00</u>	<u>-</u>
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S. 40A:4-36 and N.J.A.C. 5:23-4.17) Uniform Construction Codes Fee	<u>1,100,000.00</u>	<u>-</u>	<u>2,213,396.85</u>	<u>1,113,396.85</u>
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Public and Private Revenues Offset With Appropriations:				
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project (Unappropriated Reserves)	200,000.00		142,092.62	(57,907.38)
Body Armor Replacement Fund Program - 2016 (Unappropriated Reserves)	5,972.62		5,972.62	
Recycling Tonnage Grant - 2016 (Unappropriated Reserves)	228,216.52		228,216.52	
Municipal Court Alcohol Education Rehabilitation Fund (Unappropriated Reserves)	412.53		412.53	
Recycling Tax Bonus Grant Program (Food Waste Recycling)	23,750.50		23,750.50	
Click It or Ticket 2016 Seat Belt Mobilization	5,000.00		5,000.00	
New Jersey Department of Transportation Fiscal Year 2016 Municipal Aid Program - Paterson Plank Road	215,096.00		215,096.00	

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

	Anticipated <u>Budget</u>	Special <u>N.J.S. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Miscellaneous Revenues (Cont'd):				
Special Items of General Revenue Anticipated with Prior Written				
Consent of Director of Local Government Services (Cont'd):				
Public and Private Revenues Offset With Appropriations (Cont'd):				
Drug-Free Communities Support Program - 2016		\$ 125,000.00	\$ 125,000.00	
Assistance to Firefighters Grant Program		34,858.00	34,858.00	
Occupant Protection		5,000.00	5,000.00	
Impaired Driving Countermeasure		5,000.00	5,000.00	
Clean Communities Program - 2016		35,023.37	35,023.37	
2016 NJ Electric Vehicle Workplace Charging Grant		20,000.00	20,000.00	
2016 CSIP Reforestation / Tree Planting Grant		30,000.00	30,000.00	
Municipal Alliance on Alcoholism and Drug Abuse - 2017		14,051.00	14,051.00	
		<u>268,932.37</u>	<u>268,932.37</u>	
Total Special Items of General Revenue Anticipated with Prior Written				
Consent of Director of Local Government Services - Public and Private Revenues	\$ 678,448.17	268,932.37	889,473.16	\$ (57,907.38)
		<u>268,932.37</u>	<u>889,473.16</u>	
Special Items of General Revenue Anticipated with Prior Written				
Consent of Director of Local Government Services - Other Special Items:				
Uniform Fire Safety Act	140,000.00		140,622.19	622.19
Hotel & Motel Occupancy Fees	2,100,000.00		2,265,671.10	165,671.10
Recreation Center Membership Fees	250,000.00		224,247.91	(25,752.09)
Payment in Lieu of Taxes	70,000.00		177,048.21	107,048.21
Cable Franchise Fees	70,000.00		82,016.83	12,016.83
Parking Lot Fees	1,000,000.00		1,277,723.90	277,723.90
General Capital Surplus	100,000.00		100,000.00	
			<u>4,267,330.14</u>	
Total Special Items of General Revenue Anticipated with Prior Written				
Consent of Director of Local Government Services - Other Special Items	3,730,000.00	-	4,267,330.14	537,330.14
			<u>4,267,330.14</u>	
Total Miscellaneous Revenues Anticipated	<u>9,224,703.17</u>	<u>268,932.37</u>	<u>11,398,705.73</u>	<u>1,905,070.19</u>
Receipts from Delinquent Taxes	<u>700,000.00</u>	<u>-</u>	<u>762,814.46</u>	<u>62,814.46</u>

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

	Anticipated <u>Budget</u>	Special <u>N.J.S. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	\$ 36,433,411.52		\$ 39,840,643.23	\$ 3,407,231.71
Minimum Library Tax	<u>1,462,215.31</u>		<u>1,462,215.31</u>	
Total Amount to be Raised by Taxes for Support of Municipal Budget	<u>37,895,626.83</u>	-	<u>41,302,858.54</u>	<u>3,407,231.71</u>
Total General Revenues	51,756,800.00	\$ 268,932.37	57,400,848.73	5,375,116.36
Non Budget Revenues	-	-	<u>1,053,903.86</u>	<u>1,053,903.86</u>
Total Revenues	<u>\$ 51,756,800.00</u>	<u>\$ 268,932.37</u>	<u>\$ 58,454,752.59</u>	<u>\$ 6,429,020.22</u>

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

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Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	\$ 101,090,371.34
Allocated to:	
Local School and County	60,767,611.00
Balance for Support of Municipal Budget Appropriations	40,322,760.34
Add: Appropriation "Reserve for Uncollected Taxes"	980,098.20
Amount for Support of Municipal Budget Appropriations	\$ 41,302,858.54

Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$ 762,814.46
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Fees and Permits:

Licenses - Other (Clerk):

Amusement	\$ 625.00	
Birth Certificates	4,160.00	
Burial Permits	5.00	
Clothing Bins	295.00	
Death Certificates	6,765.00	
Filming Permits	1,000.00	
Gasoline	310.00	
Marriage Licenses - Copies	1,025.00	
Miscellaneous	4,535.73	
Pet shop	100.00	
Raffle	300.00	
Taxi Operator	12,745.00	
		\$ 31,865.73

Fire Life Hazard Use Fees:

Fire Inspection Fees	23,677.00	
Fire Permits	8,524.00	
Miscellaneous	3,455.00	
Open Warehouse Sales Inspections	342.00	
Residential Smoke Detector Fees	26,690.00	
		62,688.00

Office of Inspection:

Alarm Penalties	69,585.00	
Alarm Registration Fees	55,709.99	
Report Copies	7,626.06	
		132,921.05

Board of Health:

Itinerant Vendor	11,000.00	
Penalties	240.00	
Pool Permit	2,600.00	
Retail Food	28,100.00	
Salons	1,620.00	
Vending Permit	14,175.00	
		57,735.00

Total Fees and Permits

\$ 285,209.78

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

Analysis of Realized Revenues (Cont'd)

Fees - Recreation:

After Care Program	\$ 375,843.54
Basketball Registration	21,716.67
Cheerleading Registration	3,520.00
Day Care	46,227.76
Field Permits	1,858.00
Football Registration	4,810.00
Gymnastics	1,030.00
Hockey Registrations	67,984.20
Jr. Environment Camp	47,175.00
Learn to Skate	11,150.00
Miscellaneous	29,484.00
Rink Rental	55,308.56
Skating Admissions	60,992.14
Soccer Registration	22,363.97
Softball Registration	4,934.81
Summer Day Camp	30,211.50
Swimming Lessons	3,266.75
Wrestling Registration	1,115.00
	<u>\$ 788,991.90</u>

Uniform Construction Codes Fees:

Alteration Permits	\$ 699,899.00
CCO Inspections	67,415.00
Certificate of Occupancy	27,525.00
Construction Permits	320,783.00
Contractor's Regulations	26,200.00
Demo Permits - Commercial / Industrial	300.00
Demo Permits - Residential	600.00
Directional Signs	7,200.00
Dumpster / Container Fees	5,250.00
Electrical Permits	146,336.00
Elevator Inspection	66,961.00
Fire Protection	32,078.00
Habitability Inspection	17,250.00
Hotel / Motel License	5,400.00
Laundry License Fees	1,200.00
Miscellaneous	1,170.00
Penalty Assessment	9,040.00
Plan Review Fees	656,848.00
Plumbing Permits	71,822.00
Sign Permits	6,670.85
Storage Tank Fees	3,300.00
Street Openings	38,700.00
Swim Pool - Aboveground	882.00
Swim Pool - In ground	567.00
	<u>\$ 2,213,396.85</u>

Analysis of Non Budget Revenues

Treasurer - Receipts:

Bid Bonds Cancelled	\$ 50,675.00
Bid Specs Charge	750.00
Board of Adjustment	1,615.00
Copy Charges	30.00

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

Analysis of Non Budget Revenues (Cont'd)

Treasurer - Receipts (Cont'd):

Contribution	\$ 50,000.00	
Exchange - Developers	619,206.00	
Federal Emergency Management Agency Reimbursements - Hurricane Sandy	124,517.06	
Franchise Fees / Shelter Ads	5,679.15	
Insurance Refunds	66,174.08	
Marriage Licenses	3,158.00	
Medical Escort	16,340.50	
Miscellaneous	58,550.83	
Municipal Court:		
Other	1,369.00	
Restitution	270.00	
New Jersey Homestead Rebate - Administrative Fee	690.60	
Other	256.54	
Planning Board and Board of Adjustments	120.00	
Recycling	13,286.14	
Rubbish Removal	7,058.79	
Sale of Municipal Assets	15,857.16	
Senior Citizen and Veteran Administrative Fee	2,127.29	
Shuttle Bus	1,465.80	
Shopping Carts	330.00	
State of New Jersey Motor Vehicle Fines	2,018.34	
Telephone Commissions	45.00	
Unclaimed Funds	293.00	
Vending Machine Commissions	<u>1,375.00</u>	
		\$ 1,043,258.28

Collector - Receipts:

Bounced Check Fees	\$ 88.00	
Cancellation of Prior Years' Checks	1,705.33	
Maintenance Liens Receivable	<u>890.00</u>	
		2,683.33
Due Animal Control Fund:		
Restitution		2,700.00
Due Trust - Other Funds:		
Other		<u>5,262.25</u>
Total Non Budget Revenues		<u>\$ 1,053,903.86</u>

The accompanying notes to financial statements are an integral part of this statement.

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<b>OPERATIONS - WITHIN "CAPS"</b>						
General Government Functions:						
Administrative and Executive						
Salaries and Wages	\$ 467,420.00	\$ 452,420.00	\$ 451,716.04		\$ 703.96	
Other Expenses	290,000.00	340,000.00	287,047.95	\$ 43,895.25		9,056.80
Mayor and Council						
Salaries and Wages	153,363.00	171,363.00	171,362.00			1.00
Other Expenses	2,750.00	3,250.00	2,548.95	15.94		685.11
Council of Mayor's Contribution	87,500.00	87,500.00	77,401.65			10,098.35
Municipal Clerk						
Salaries and Wages	174,746.00	194,746.00	194,301.99			444.01
Other Expenses	145,950.00	125,950.00	105,252.48	10,448.28		10,249.24
Elections						
Other Expenses	20,500.00	18,500.00	17,804.73			695.27
Treasurer's Office						
Salaries and Wages	599,500.00	574,500.00	543,878.87			30,621.13
Other Expenses	173,700.00	233,700.00	145,649.04	76,900.33		11,150.63
Audit Services						
Other Expenses	80,000.00	75,500.00	75,500.00			
Collection of Taxes						
Salaries and Wages	148,700.00	155,700.00	148,560.89			7,139.11
Other Expenses	17,950.00	13,950.00	12,903.98	25.06		1,020.96
Assessment of Taxes						
Salaries and Wages	170,846.00	170,846.00	165,629.63			5,216.37
Other Expenses	16,500.00	20,000.00	14,507.31			5,492.69
Legal Services and Costs						
Salaries and Wages	151,154.00	146,154.00	142,180.72			3,973.28
Other Expenses	351,000.00	461,000.00	346,348.80	105,692.68		8,958.52
Tax Litigation						
Other Expenses	275,000.00	250,000.00	142,017.03	87,182.97		20,800.00
Engineering Services and Costs						
Salaries and Wages	202,350.00	152,350.00	142,248.97			10,101.03
Other Expenses	334,650.00	454,650.00	437,018.07	3,800.01		13,831.92
Land Use Administration:						
Planning Board						
Salaries and Wages	2,500.00	2,500.00	2,128.66			371.34
Other Expenses	5,500.00	5,500.00	1,821.94	2,917.96		760.10
Board of Adjustment						
Salaries and Wages	2,500.00	2,750.00	2,731.20			18.80
Other Expenses	10,000.00	17,500.00	15,832.40			1,667.60

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
OPERATIONS - WITHIN "CAPS" (CONT'D)						
Insurance:						
Other Insurance Premiums	\$ 1,031,860.00	\$ 1,060,042.26	\$ 1,060,042.26			
Group Insurance Plan for Employees	4,660,000.00	4,864,817.74	4,787,165.53		\$ 77,652.21	
Unemployment Insurance	125,000.00	125,000.00	125,000.00			
Public Safety Functions:						
Police						
Salaries and Wages	8,161,412.00	7,623,562.00	7,477,060.91		146,501.09	
Other Expenses	285,000.00	355,000.00	304,395.38	\$ 42,629.66	7,974.96	
Other Expenses - Purchase of Police Vehicles & Equipment	175,000.00	150,000.00	149,783.49	212.50	4.01	
Communications and Security						
Salaries and Wages	125,500.00	105,500.00	101,020.14		4,479.86	
Other Expenses	86,000.00	86,000.00	77,205.21	6,048.90	2,745.89	
Emergency Management Services						
Salaries and Wages	15,000.00	15,600.00	10,865.47		4,734.53	
Other Expenses	16,700.00	20,200.00	4,107.05	15,570.24	522.71	
Fire						
Other Expenses	596,800.00	596,800.00	479,193.70	70,097.49	47,508.81	
School Crossing Guards						
Salaries and Wages	300,000.00	350,000.00	318,482.45		31,517.55	
Other Expenses	6,500.00	3,500.00	2,845.25		654.75	
Public Works Function:						
Road Repair and Maintenance						
Salaries and Wages	3,741,000.00	3,823,475.00	3,630,983.49		192,491.51	
Other Expenses	1,057,250.00	857,250.00	653,596.12	86,528.93	117,124.95	
Garbage and Trash Removal						
Contractual	1,300,000.00	1,120,000.00	1,074,242.49	15,366.90	30,390.61	
Sewer Systems						
Salaries and Wages	15,000.00	22,000.00	19,500.27		2,499.73	
Other Expenses	75,000.00	25,000.00	19,434.70	528.00	5,037.30	
Solid Waste Management - Recycling						
Salaries and Wages	246,850.00	246,850.00	246,850.00			
Other Expenses	25,000.00					
Public Buildings and Grounds						
Salaries and Wages	855,750.00	1,205,750.00	1,103,654.60		102,095.40	
Other Expenses	547,300.00	457,300.00	321,437.59	119,019.33	16,843.08	
Municipal Services Act	150,000.00	150,000.00	69,464.27		80,535.73	

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<b>OPERATIONS - WITHIN "CAPS" (CONT'D)</b>						
<b>Health and Human Services Functions:</b>						
Board of Health						
Salaries and Wages	\$ 122,575.00	\$ 172,575.00	\$ 167,091.43		\$ 5,483.57	
Other Expenses	5,500.00	6,500.00	5,222.24	\$ 1,225.50	52.26	
Environmental Commission						
Salaries and Wages	60,000.00	53,000.00	50,626.83		2,373.17	
Other Expenses	6,750.00	5,750.00	3,873.67	8.44	1,867.89	
Department of Social Services						
Salaries and Wages	660,700.00	792,200.00	743,431.57		48,768.43	
Other Expenses	140,750.00	117,416.88	112,439.76	3,748.55	1,228.57	
Exceptional People of Secaucus with Disabilities						
Salaries and Wages	65,000.00	59,333.12	59,333.12			
Other Expenses	40,000.00	40,000.00	40,000.00			
Community Shuttle Bus Program						
Salaries and Wages	62,508.00	72,508.00	70,489.86		2,018.14	
Other Expenses	500.00	500.00	168.00		332.00	
<b>Parks and Recreation Functions:</b>						
Recreational Activities						
Salaries and Wages	85,500.00	155,500.00	135,757.46		19,742.54	
Other Expenses	63,000.00	63,000.00	45,195.42	9,585.94	8,218.64	
Parks and Playgrounds						
Salaries and Wages	10,000.00	10,000.00	163.20		9,836.80	
Other Expenses	242,500.00	192,500.00	152,097.33	1,948.00	38,454.67	
Supervision of Playground Activities						
Salaries and Wages	1,168,300.00	1,083,300.00	1,065,927.14		17,372.86	
Other Expenses	599,800.00	444,800.00	375,870.68	29,748.35	39,180.97	
Cultural Affairs Activities						
Other Expenses	50,000.00	40,000.00	33,336.68		6,663.32	
<b>Municipal Court Functions:</b>						
Municipal Court						
Salaries and Wages	429,500.00	444,500.00	427,331.11		17,168.89	
Other Expenses	72,650.00	67,650.00	52,920.32	6,203.05	8,526.63	
Public Defender						
Other Expenses	40,000.00	57,525.00	57,525.00			
<b>Other Common Operating Functions (Unclassified):</b>						
Anniversary of Holiday						
Other Expenses	175,000.00	125,000.00	116,277.73	882.95	7,839.32	

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Adopted Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
<b>OPERATIONS - WITHIN "CAPS" (CONT'D)</b>						
Utility Expenses and Bulk Purchases:						
Electricity - All Departments	\$ 600,000.00	\$ 609,394.06	\$ 597,276.89		\$ 12,117.17	
Street Lighting	300,000.00	290,000.00	256,061.06		33,938.94	
Telephone	165,000.00	180,000.00	174,561.65		5,438.35	
Municipal Water Service	60,000.00	60,000.00	55,022.25		4,977.75	
Gasoline - All Departments	250,000.00	250,000.00	203,575.85		46,424.15	
Fire Hydrant Services	250,000.00	245,000.00	224,073.05		20,926.95	
Postage - All Departments	51,000.00	56,605.94	56,605.94			
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):						
Construction Official						
Salaries and Wages	377,750.00	522,750.00	483,214.48		39,535.52	
Other Expenses	157,500.00	132,500.00	90,085.80	\$ 26,824.66	15,589.54	
Office of Inspections						
Salaries and Wages	278,000.00	278,000.00	268,924.47		9,075.53	
Other Expenses	6,300.00	6,300.00	5,999.99		300.01	
Total Operations within "CAPS"	<u>34,078,084.00</u>	<u>34,028,084.00</u>	<u>31,813,203.65</u>	<u>767,055.87</u>	<u>1,447,824.48</u>	<u>-</u>
Contingent	<u>25,000.00</u>	<u>25,000.00</u>	<u>8,239.79</u>	<u>16,760.21</u>	<u>-</u>	<u>-</u>
Total Operations Including Contingent - within "CAPS"	<u>34,103,084.00</u>	<u>34,053,084.00</u>	<u>31,821,443.44</u>	<u>783,816.08</u>	<u>1,447,824.48</u>	<u>-</u>
Detail:						
Salaries and Wages	18,853,424.00	19,059,732.12	18,345,446.97	-	714,285.15	-
Other Expenses	<u>15,249,660.00</u>	<u>14,993,351.88</u>	<u>13,475,996.47</u>	<u>783,816.08</u>	<u>733,539.33</u>	<u>-</u>
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</b>						
Deferred Charges:						
Emergency Authorizations	485,692.00	485,692.00	485,692.00			
Overexpenditure of Appropriations	194,812.25	194,812.25	194,812.25			
Expenditure without Appropriation	205,968.72	205,968.72	205,968.72			
Anticipated Operating Deficit - Swimming Pool Utility	393,697.00	393,697.00	307,517.14			\$ 86,179.86
Cash Deficit - Reconstruction of Penhorn Avenue (Trust Assessment Fund)	9,146.66	9,146.66	9,146.66			
Due Federal and State Grant Fund:						
Expenditure without Appropriation	57,907.38	57,907.38	57,907.38			

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	Appropriations		Expended			Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS" (CONT'D)</b>						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	\$ 996,842.00	\$ 996,842.00	\$ 996,842.00			
Social Security	997,910.00	1,047,910.00	1,007,001.98		\$ 40,908.02	
Consolidated Police and Firemen's Pension Fund	25,245.00	25,245.00	25,245.00			
Police and Firemen's Retirement System of N.J.	1,716,531.00	1,716,531.00	1,716,531.00			
Defined Contribution Retirement Program	3,500.00	3,500.00	1,398.62		2,101.38	
<b>Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"</b>	<b>5,087,252.01</b>	<b>5,137,252.01</b>	<b>5,008,062.75</b>	<b>-</b>	<b>43,009.40</b>	<b>\$ 86,179.86</b>
<b>Total General Appropriations for Municipal Purposes within "CAPS"</b>	<b>39,190,336.01</b>	<b>39,190,336.01</b>	<b>36,829,506.19</b>	<b>\$ 783,816.08</b>	<b>1,490,833.88</b>	<b>86,179.86</b>
<b>OPERATIONS - EXCLUDED FROM "CAPS"</b>						
Municipal Utilities Sewerage Authority - Share of Costs	3,933,168.00	3,933,168.00	3,933,168.00			
Maintenance of Free Public Library (P.L. 1985, Ch. 82 & 541)	1,787,690.00	1,787,690.00	1,787,690.00			
<b>Total Other Operations - Excluded from "CAPS"</b>	<b>5,720,858.00</b>	<b>5,720,858.00</b>	<b>5,720,858.00</b>	<b>-</b>	<b>-</b>	<b>-</b>
Shared Service Agreements:						
Town of West New York						
Health Service Agreement	20,000.00	20,000.00	20,000.00			
<b>Total Shared Service Agreements</b>	<b>20,000.00</b>	<b>20,000.00</b>	<b>20,000.00</b>	<b>-</b>	<b>-</b>	<b>-</b>
Public and Private Programs Offset by Revenues:						
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project (Unappropriated Reserves)	142,092.62	142,092.62	142,092.62			
Body Armor Replacement Fund Program - 2016 (Unappropriated Reserves)	5,972.62	5,972.62	5,972.62			
Recycling Tonnage Grant - 2016 (Unappropriated Reserves)	228,216.52	228,216.52	228,216.52			
Municipal Court Alcohol Education Rehabilitation Fund (Unappropriated Reserves)	412.53	412.53	412.53			
Recycling Tax Bonus Grant Program (Food Waste Recycling)	23,750.50	23,750.50	23,750.50			
Click it or Ticket 2016 Seat Belt Mobilization	5,000.00	5,000.00	5,000.00			
New Jersey Department of Transportation Fiscal Year 2016 Municipal Aid Program - Paterson Plank Road	215,096.00	215,096.00	215,096.00			
Drug-Free Communities Support Program - 2016 (N.J.S.A. 40A: 4-87, \$125,000.00)		125,000.00	125,000.00			
Assistance to Firefighters Grant Program (N.J.S.A. 40A:4-87, \$34,858.00)		34,858.00	34,858.00			
Occupant Protection (N.J.S.A. 40A:4-87, \$5,000.00)		5,000.00	5,000.00			
Impaired Driving Countermeasure (N.J.S.A. 40A:4-87, \$5,000.00)		5,000.00	5,000.00			

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	Appropriations		Expended			Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<b>OPERATIONS - EXCLUDED FROM "CAPS" (CONT'D)</b>						
Public and Private Programs Offset by Revenues (Cont'd):						
Clean Communities Program - 2016 (N.J.S.A. 40A: 4-87, \$35,023.37)		\$ 35,023.37	\$ 35,023.37			
2016 NJ Electric Vehicle Workplace Charging Grant (N.J.S.A. 40A: 4-87, \$20,000.00)		20,000.00	20,000.00			
2016 CSIP Reforestation / Tree Planting Grant (N.J.S.A. 40A: 4-87, \$30,000.00)		30,000.00	30,000.00			
Municipal Alliance on Alcoholism and Drug Abuse - 2017:						
State Share (N.J.S.A. 40A: 4-87, \$14,051.00)		14,051.00	14,051.00			
Local Match (Emergency Appropriation - N.J.S.A. 40A: 4-46)		3,513.00	3,513.00			
Total Public and Private Programs Offset by Revenues	\$ 620,540.79	892,986.16	892,986.16	-	-	-
Total Operations - Excluded from "CAPS"	6,361,398.79	6,633,844.16	6,633,844.16	-	-	-
Detail:						
Salaries and Wages	-	34,858.00	34,858.00	-	-	-
Other Expenses	6,361,398.79	6,598,986.16	6,598,986.16	-	-	-
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>						
Capital Improvement Fund (Emergency Appropriation - N.J.S.A. 40A:4-46)	1,326,000.00	1,331,660.75	1,331,660.75			
Additional Funding for Fire House Improvements	200,000.00	200,000.00	200,000.00			
Renovations to Claredon Playground	250,000.00	250,000.00	250,000.00			
Marina Dredging and Barge Removal (Emergency Appropriation - N.J.S.A. 40A:4-46)		342,000.00		\$ 342,000.00		
Total Capital Improvements - Excluded from "CAPS"	1,776,000.00	2,123,660.75	1,781,660.75	342,000.00	-	-
<b>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</b>						
Payment of Bond Principal	1,830,000.00	1,830,000.00	1,830,000.00			
Payment of Bond Anticipation Notes and Capital Notes	441,315.00	441,315.00	441,315.00			
Interest on Bonds	780,080.00	780,080.00	780,080.00			
Interest on Notes	159,474.00	159,474.00	158,665.89			\$ 808.11
Green Trust Loan Program:						
Loan Repayments for Principal and Interest	39,388.00	39,388.00	39,387.46			0.54
Environmental Trust Fund Loan:						
Principal	174,037.00	174,037.00	174,036.28			0.72
Interest	22,944.00	22,944.00	18,365.18			4,578.82
Volunteer Emergency Services Organization Loan Program:						
Principal	1,465.00	1,465.00	1,465.00			
Interest	264.00	264.00	263.70			0.30
Total Municipal Debt Service - Excluded from "CAPS"	3,448,967.00	3,448,967.00	3,443,578.51	-	-	5,388.49

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	Appropriations		Expended			Unexpended Balance Canceled
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	\$ 11,586,365.79	\$ 12,206,471.91	\$ 11,859,083.42	\$ 342,000.00	-	\$ 5,388.49
Subtotal General Appropriations	50,776,701.80	51,396,807.92	48,688,589.61	1,125,816.08	\$ 1,490,833.88	91,568.35
Reserve for Uncollected Taxes	980,098.20	980,098.20	980,098.20	-	-	-
Total General Appropriations	<u>\$ 51,756,800.00</u>	<u>\$ 52,376,906.12</u>	<u>\$ 49,668,687.81</u>	<u>\$ 1,125,816.08</u>	<u>\$ 1,490,833.88</u>	<u>\$ 91,568.35</u>
Emergency Appropriation N.J.S.A. 40A:4-46		\$ 351,173.75				
Appropriation N.J.S.A. 40A:4-87		268,932.37				
Budget		<u>51,756,800.00</u>				
		<u>\$ 52,376,906.12</u>				
Due Federal and State Grant Fund:						
Deferred Charge - Expenditure without Appropriation			\$ 57,907.38			
Payments made for Current Fund			71,911.29			
Matching Funds for Grants			5,255.00			
Due Trust Assessment Fund:						
Cash Deficit - Reconstruction of Penhorn Avenue (Trust Assessment Fund)			9,146.66			
Due Trust - Other Funds:						
Unemployment Insurance			125,000.00			
Due General Capital Fund:						
Payments made for Current Fund			199,504.21			
Capital Improvement Fund			1,331,660.75			
Payment of Bond Anticipation Notes and Capital Notes			441,315.00			
Due Swimming Pool Utility Operating Fund:						
Anticipated Operating Deficit - Swimming Pool Utility			307,517.14			
Reserve for Federal and State Grants - Appropriated			889,473.16			
Deferred Charges:						
Emergency Authorizations			485,692.00			
Overexpenditure of Appropriations			194,812.25			
Expenditure without Appropriation			205,968.72			
Reserve for Uncollected Taxes			980,098.20			
Refunds:						
Receipts			(763,757.97)			
Disbursements:						
Treasurer			45,127,184.02			
			<u>\$ 49,668,687.81</u>			

The accompanying Notes to Financial Statements are an integral part of this statement.

**TOWN OF SECAUCUS  
TRUST FUNDS**

Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis  
As of December 31, 2016 and 2015

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<b><u>ASSETS</u></b>			
Assessment Fund:			
Cash	SB-1, SB-2	\$ 1,370,161.18	\$ 817,666.82
Assessments Receivable	SB-3	1,655,376.40	2,207,500.13
Assessment Liens	SB-4	33,887.86	33,887.86
Assessment Lien Interest and Costs		710.80	710.80
Due Current Fund	SB-7	<u>7,938.12</u>	
Total Assessment Fund		<u>3,068,074.36</u>	<u>3,059,765.61</u>
Animal Control Fund:			
Cash	SB-1	85,607.28	52,356.57
Due from Town Clerk	SB-5		<u>8,183.60</u>
Total Animal Control Fund		<u>85,607.28</u>	<u>60,540.17</u>
Other Funds:			
Cash	SB-1	1,392,161.39	1,360,045.95
Community Development Block Grant Receivable	SB-6	140,500.00	152,202.80
Due from Federal and State Grant Fund	SB-14		<u>2,970.65</u>
Total Other Funds		<u>1,532,661.39</u>	<u>1,515,219.40</u>
Total Assets		<u>\$ 4,686,343.03</u>	<u>\$ 4,635,525.18</u>
<b><u>LIABILITIES, RESERVES AND FUND BALANCES</u></b>			
Assessment Fund:			
Due to Current Fund	SB-7		\$ 837.91
Due to General Capital Fund	SC-7	\$ 550,648.00	
Bond Anticipation Notes	SB-8	744,883.00	1,295,531.00
Reserve for Assessment and Liens	SB-9	1,771,832.56	1,762,685.90
Reserve for Assessment Lien Interest and Costs		<u>710.80</u>	<u>710.80</u>
Total Assessment Fund		<u>3,068,074.36</u>	<u>3,059,765.61</u>
Animal Control Fund:			
Due to Current Fund	SB-10	10,665.86	8,361.94
Reserve for Animal Shelter Donations	SB-11	58,172.62	36,247.03
Reserve for Animal Control Fund Expenditures	SB-12	<u>16,768.80</u>	<u>15,931.20</u>
Total Animal Control Fund		<u>85,607.28</u>	<u>60,540.17</u>

(Continued)

**TOWN OF SECAUCUS**  
**TRUST FUNDS**  
 Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis  
 As of December 31, 2016 and 2015

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES (CONT'D)</u>			
Other Funds:			
Due to Current Fund	SB-13	\$ 15,561.65	\$ 49,436.74
Due to Federal and State Grant Fund	SB-14	62,029.35	
Reserve for Unemployment Compensation Insurance	SB-15	101,718.38	32,511.65
Reserve for Payroll Deductions Payable	SB-16	234,119.65	114,980.77
Reserve for Community Development Block Grant	SB-17	31,159.26	152,202.80
Miscellaneous Trust Other Reserves	SB-18	<u>1,088,073.10</u>	<u>1,166,087.44</u>
 Total Other Funds		 <u>1,532,661.39</u>	 <u>1,515,219.40</u>
 Total Liabilities, Reserves and Fund Balances		 <u><u>\$ 4,686,343.03</u></u>	 <u><u>\$ 4,635,525.18</u></u>

The accompanying notes to financial statements are an integral part of these statements.

**TOWN OF SECAUCUS**  
TRUST FUNDS -- ASSESSMENT  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

---

	<u>Budget Revenue</u>	<u>Realized</u>
Assessment Cash	\$ 541,501.34	\$ 541,501.34
Deficit (General Budget)	<u>9,146.66</u>	<u>9,146.66</u>
	<u>\$ 550,648.00</u>	<u>\$ 550,648.00</u>

The accompanying notes to financial statements are an integral part of this statement.

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- ASSESSMENT**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

---

	<u>Budget</u> <u>Appropriations</u>	Expended - Assessment <u>Cash</u>
Payment of Bond Anticipation Notes	<u>\$ 550,648.00</u>	<u>\$ 550,648.00</u>

The accompanying notes to financial statements are an integral part of this statement.

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis  
As of December 31, 2016 and 2015

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<b><u>ASSETS</u></b>			
Cash	SC-1, SC-2	\$ 452,192.72	\$ 2,519,336.37
Deferred Charges to Future Taxation:			
Funded	SC-3	21,454,184.27	23,720,340.52
Unfunded	SC-4	22,692,040.00	18,385,155.00
Due from Current Fund	SC-5	26,529.24	
Due from Federal and State Grant Fund	SC-6	328,300.35	527,193.19
Due from Trust Assessment Fund	SC-7	550,648.00	
Due from Swimming Pool Utility Operating Fund	SD-6	16,074.24	9,111.00
Due from Swimming Pool Utility Capital Fund	SD-8	876,103.70	110,087.00
Total Assets		<u>\$ 46,396,072.52</u>	<u>\$ 45,271,223.08</u>
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Bond Anticipation Notes	SC-8	\$ 21,851,759.00	\$ 18,496,874.00
General Serial Bonds	SC-9	19,653,000.00	21,713,000.00
New Jersey Environmental Infrastructure Loans Payable	SC-10	1,461,939.96	1,635,976.24
New Jersey Green Acres Loans Payable	SC-11	339,244.31	371,364.28
Improvement Authorizations:			
Funded	SC-12	485,612.60	24,500.00
Unfunded	SC-12	944,300.76	226,286.48
Contracts Payable	SC-13	1,461,760.01	1,685,223.55
Capital Improvement Fund	SC-14		6,339.25
Due to Current Fund	SC-5		978,875.01
General Capital Surplus	C-1	198,455.88	132,784.27
Total Liabilities, Reserves and Fund Balance		<u>\$ 46,396,072.52</u>	<u>\$ 45,271,223.08</u>

The accompanying notes to financial statements are an integral part of these statements.

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of General Capital Surplus - Regulatory Basis  
For the Year Ended December 31, 2016

Balance December 31, 2015		\$ 132,784.27
Increased by:		
Receipts:		
Premium on Sale of Notes	\$ 161,871.07	
Deferred Charges to Future Taxation - Unfunded:		
Premium on Refunding Bonds	<u>424,830.60</u>	
		<u>586,701.67</u>
		719,485.94
Decreased by:		
Improvement Authorizations:		
Ordinance 2016-23	421,030.06	
Due Current Fund:		
2016 Anticipated Budget Revenue	<u>100,000.00</u>	
		<u>521,030.06</u>
Balance December 31, 2016		<u><u>\$ 198,455.88</u></u>

The accompanying notes to financial statements are an integral part of this statement.

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY FUND**  
Comparative Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis  
As of December 31, 2016 and 2015

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<b><u>ASSETS</u></b>			
Operating Fund:			
Cash	SD-1	\$ 600,765.52	\$ 692,982.53
Cash - Change Fund		75.00	75.00
Total Operating Fund		<u>600,840.52</u>	<u>693,057.53</u>
Capital Fund:			
Cash	SD-1, SD-2	867,009.57	123,583.32
Fixed Capital	SD-3	1,022,516.67	1,022,516.67
Fixed Capital Authorized and Uncompleted	SD-4	520,000.00	520,000.00
Due from Swimming Pool Utility Operating Fund	SD-9	131,004.88	519,068.98
Total Capital Fund		<u>2,540,531.12</u>	<u>2,185,168.97</u>
Total Assets		<u>\$ 3,141,371.64</u>	<u>\$ 2,878,226.50</u>
<b><u>LIABILITIES, RESERVES AND FUND BALANCE</u></b>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3, SD-10	\$ 24,764.97	\$ 39,997.48
Reserve for Encumbrances	D-3, SD-10	1,712.60	2,438.00
Due to Current Fund	SD-5	362,611.32	60,310.03
Due to General Capital Fund	SD-6	16,074.24	9,111.00
Due to Swimming Pool Utility Capital Fund	SD-9	131,004.88	519,068.98
Accrued Interest on Bonds	SD-11	5,673.69	3,133.22
		541,841.70	634,058.71
Fund Balance		<u>58,998.82</u>	<u>58,998.82</u>
Total Operating Fund		<u>600,840.52</u>	<u>693,057.53</u>
Capital Fund:			
Due to Current Fund	SD-7	100,000.00	161,883.28
Due to General Capital Fund	SD-8	876,103.70	110,087.00
Improvement Authorizations:			
Unfunded	SD-12	20,910.75	331,432.02
Capital Improvement Fund		1,100.00	1,100.00
Bond Anticipation Notes Payable	SD-13	668,750.00	799,900.00
Reserve for Deferred Amortization	SD-14	26,000.00	26,000.00
Reserve for Amortization	SD-15	847,666.67	716,516.67
Contracts Payable	SD-16		38,250.00
Total Capital Fund		<u>2,540,531.12</u>	<u>2,185,168.97</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 3,141,371.64</u>	<u>\$ 2,878,226.50</u>

The accompanying notes to financial statements are an integral part of these statements.

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY FUND**  
 Comparative Statements of Operations and Changes in Fund Balance - Regulatory Basis  
 For the Years Ended December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<u>Revenue and Other Income Realized</u>		
Membership Fees	\$ 54,453.75	\$ 56,310.00
Guest Fees	101,483.00	56,756.25
Miscellaneous	37,571.90	32,665.69
Deficit General Budget	307,517.14	595,998.17
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>27,377.92</u>	<u>6,167.30</u>
Total Income	<u>528,403.71</u>	<u>747,897.41</u>
<u>Expenditures</u>		
Operating	372,654.77	342,885.06
Capital Improvements		19,000.00
Debt Service	140,653.71	300,461.66
Deferred Charges and Statutory Expenditures	15,095.23	14,864.94
Deficits in Operation in Prior Years		<u>70,685.75</u>
Total Expenditures	<u>528,403.71</u>	<u>747,897.41</u>
Excess in Revenue	-	-
<u>Fund Balance</u>		
Balance January 1	<u>58,998.82</u>	<u>58,998.82</u>
Balance December 31	<u>\$ 58,998.82</u>	<u>\$ 58,998.82</u>

The accompanying notes to financial statements are an integral part of these statements.

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY FUND**  
Statement of Revenues - Regulatory Basis  
For the Year Ended December 31, 2016

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Membership Fees	\$ 56,000.00	\$ 54,453.75	\$ (1,546.25)
Guest Fees	50,000.00	101,483.00	51,483.00
Miscellaneous	30,000.00	37,571.90	7,571.90
Deficit (General Budget)	<u>393,697.00</u>	<u>307,517.14</u>	<u>(86,179.86)</u>
 Total Swimming Pool Utility Revenues	 <u>\$ 529,697.00</u>	 <u>\$ 501,025.79</u>	 <u>\$ (28,671.21)</u>
 Receipts		 \$ 193,363.53	
Due Current Fund		307,517.14	
Due Swimming Pool Capital Fund		<u>145.12</u>	
		 <u>\$ 501,025.79</u>	
 <u>Analysis of Miscellaneous Revenue</u>			
Cabanas		\$ 12,925.00	
Camps		19,168.00	
Life Vests		250.00	
Lounge / Sand Chairs		2,030.00	
Pool Rental		1,500.00	
Tiki Bar		430.00	
Interest Earned on Deposits		<u>1,268.90</u>	
		 <u>\$ 37,571.90</u>	

The accompanying notes to financial statements are an integral part of this statement.

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY FUND**  
Statement of Expenditures - Regulatory Basis  
For the Year Ended December 31, 2016

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating:						
Salaries and Wages	\$ 189,000.00	\$ 192,377.89	\$ 192,377.89			
Other Expenses	<u>184,250.00</u>	<u>180,276.88</u>	<u>153,799.31</u>	\$ 1,712.60	\$ 24,764.97	
Total Operating	<u>373,250.00</u>	<u>372,654.77</u>	<u>346,177.20</u>	<u>1,712.60</u>	<u>24,764.97</u>	<u>-</u>
Debt Service:						
Payment of Bond Anticipation Notes and Capital Notes	131,150.00	131,150.00	131,150.00			
Interest on Notes	<u>10,797.00</u>	<u>10,797.00</u>	<u>9,503.71</u>			\$ 1,293.29
Total Debt Service	<u>141,947.00</u>	<u>141,947.00</u>	<u>140,653.71</u>	-	-	<u>1,293.29</u>
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures						
Social Security System (O.A.S.I.)	<u>14,500.00</u>	<u>15,095.23</u>	<u>15,095.23</u>			
Total Statutory Expenditures	<u>14,500.00</u>	<u>15,095.23</u>	<u>15,095.23</u>	-	-	-
Total Deferred Charge and Statutory Expenditures	<u>14,500.00</u>	<u>15,095.23</u>	<u>15,095.23</u>	-	-	-
Total Swimming Pool Utility Appropriations	<u>\$ 529,697.00</u>	<u>\$ 529,697.00</u>	<u>\$ 501,926.14</u>	<u>\$ 1,712.60</u>	<u>\$ 24,764.97</u>	<u>\$ 1,293.29</u>
Interest on Notes			\$ 9,503.71			
Due Current Fund			207,473.12			
Due Swimming Pool Utility Capital Fund:						
Payment of Bond Anticipation Notes and Capital Notes			131,150.00			
Disbursements			<u>153,799.31</u>			
			<u>\$ 501,926.14</u>			

The accompanying notes to financial statements are an integral part of this statement.

**TOWN OF SECAUCUS**  
**BOND AND INTEREST ACCOUNT**  
 Comparative Statements of Assets, Liabilities, Reserves, and Fund Balance - Regulatory Basis  
 As of December 31, 2016 and 2015

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	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>			
Cash	SF-1	<u>\$ 54,383.39</u>	<u>\$ 54,303.89</u>
<u>LIABILITIES</u>			
Due to Current Fund	SF-2	\$ 252.14	\$ 172.64
Interest Payable	SF-3	19,131.25	19,131.25
Bonds Payable	SF-4	<u>35,000.00</u>	<u>35,000.00</u>
Total Liabilities		<u>\$ 54,383.39</u>	<u>\$ 54,303.89</u>

The accompanying notes to financial statements are an integral part of these statements.

**TOWN OF SECAUCUS**  
**GENERAL FIXED ASSET ACCOUNT GROUP**  
Statement of General Fixed Asset Group of Accounts - Regulatory Basis  
For the Year Ended December 31, 2016

	Balance <u>December 31, 2015</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>December 31, 2016</u>
General Fixed Assets:				
Land	\$ 37,811,700.00			\$ 37,811,700.00
Buildings	26,299,300.00			26,299,300.00
Machinery and Equipment	13,620,972.00	\$ 1,288,517.00	\$ 1,943,785.00	12,965,704.00
	<u>\$ 77,731,972.00</u>	<u>\$ 1,288,517.00</u>	<u>\$ 1,943,785.00</u>	<u>\$ 77,076,704.00</u>
Investment in General Fixed Assets	<u>\$ 77,731,972.00</u>	<u>\$ 1,288,517.00</u>	<u>\$ 1,943,785.00</u>	<u>\$ 77,076,704.00</u>

The accompanying notes to financial statements are an integral part of this statement.

**TOWN OF SECAUCUS**  
Notes to Financial Statements  
For the Year Ended December 31, 2016

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**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Description of Financial Reporting Entity** - The Town of Secaucus (hereafter referred to as the "Town") was incorporated as a Borough in 1900, and adopted the "Town" form of government in 1917. The Town is located approximately five miles from midtown New York City. According to the 2010 census, the population is 16,264.

The "Town" form of government provides for an independently elected mayor and six council members (two for each of its three wards with one seat in each ward up for election in each municipal election). The term of office for the mayor and council is four years, with municipal elections every two years. A full-time municipal administrator oversees the operation of municipal departments, personnel, and planning functions for municipal projects, prepares the municipal budget, and obtains grants on behalf of the Town.

**Component Units** - The financial statements of the component units of the Town are not presented in accordance with Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statements No. 39 and No. 61. If the provisions of GASBS No. 14, as amended by GASBS No. 39 and No. 61, 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 Town, the primary government:

Secaucus Municipal Utilities Authority  
1100 Koelle Boulevard  
Secaucus NJ 07094

Secaucus Housing Authority  
700 County Avenue  
Secaucus NJ 07094

Secaucus Public Library  
1379 Paterson Plank Road  
Secaucus NJ 07094

Annual financial reports may be inspected directly at the offices of these component units during regular business hours.

**Measurement Focus, Basis of Accounting and Financial Statement Presentation** - The financial statements of the Town contain all funds and account groups in accordance with the *Requirements of Audit* ("Requirements") as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the *Requirements* 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. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these *Requirements*. In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this note.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)** - In accordance with the *Requirements*, the Town accounts for its financial transactions through the use of separate funds which are described as follows:

**Current Fund** - The current fund accounts for resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

**Trust Funds** - 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.

**Swimming Pool Utility Operating and Capital Funds** - The swimming pool utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned swimming pool operations.

**Bond and Interest Account** - The bond and interest account is used to account for the accumulation of resources (mainly provided from current fund budget appropriations) for payment of principal and interest on matured debt.

**General Fixed Asset Group of Accounts** - The general fixed asset group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other governmental funds.

**Budgets and Budgetary Accounting** - The Town must adopt an annual budget for its current, trust assessment, and swimming pool utility funds in accordance with N.J.S.A. 40A:4 et seq. 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 days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight 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. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

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 the Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the Town's financial statements.

**Cash, Cash Equivalents and Investments** - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

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 in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Cash, Cash Equivalents and Investments (Cont'd)** - N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to 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, is available to pay the amount of their deposits to the governmental units.

The cash management plan adopted by the Town requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

**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.

**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 statements of assets, liabilities, reserves and fund balance.

**General Fixed Assets** - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Town has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Town is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Town's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that include accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Utility Fixed Assets** - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment, improvements, and contributed capital.

**Foreclosed Property** - Foreclosed property is recorded in the current fund at the assessed valuation 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 group of accounts. If such property is converted to a municipal use, it will be recorded in the general fixed asset group of accounts.

**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 seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

**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.

**Fund Balance** - Fund balances included in the current fund and utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

**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 is realized when anticipated as such in the Town's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Town's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Town which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

**Property Tax Revenues** - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Town's annual budget, but also the amounts required in support of the budgets of the County of Hudson and the Town of Secaucus School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

**School Taxes** - The Town is responsible for levying, collecting, and remitting school taxes for the Town of Secaucus School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

**County Taxes** - The municipality is responsible for levying, collecting, and remitting county taxes for the County of Hudson. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due to 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 is 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.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Reserve for Uncollected Taxes** - The inclusion of the "reserve for uncollected taxes" appropriation in the Town's annual budget protects the Town 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, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

**Expenditures** - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis; whereas interest on utility indebtedness is on the accrual basis.

**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 year. Lapsed appropriation reserves are recorded as income.

**Long-Term Debt** - Long-term debt, relative to the acquisition of capital assets, is recorded as a liability in the general capital and utility capital funds. Where an improvement is a "local Improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the trust fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

**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.

**Note 2: CASH AND CASH EQUIVALENTS**

**Custodial Credit Risk Related to Deposits** - Custodial credit risk is the risk that, in the event of a bank failure, the Town's deposits might not be recovered. Although the Town does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

**Note 2: CASH AND CASH EQUIVALENTS (CONT'D)**

As of December 31, 2016, the Town's bank balances of \$20,732,031.27 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 20,520,118.33
Uninsured and uncollateralized	<u>211,912.94</u>
Total	<u><u>\$ 20,732,031.27</u></u>

**Note 3: PROPERTY TAXES**

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

	<u>Year Ended</u>				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Tax Rate	<u>\$ 3.707</u>	<u>\$ 3.702</u>	<u>\$ 3.766</u>	<u>\$ 3.758</u>	<u>\$ 3.697</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.374	\$ 1.334	\$ 1.334	\$ 1.335	\$ 1.336
Municipal Library	.055	.056	.062	.063	.064
County	.918	.904	1.026	1.058	1.006
Local School	1.360	1.408	1.344	1.302	1.291

**Assessed Valuation**

<u>Year</u>	<u>Amount</u>
2016	\$ 2,650,184,650.00
2015	2,556,618,146.00
2014	2,538,692,219.00
2013	2,550,358,299.00
2012	2,518,231,382.00

**Comparison of Tax Levies and Collections**

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2016	\$ 101,709,037.13	\$ 101,090,371.34	99.39%
2015	96,528,805.41	95,356,374.70	98.79%
2014	96,969,263.92	96,136,995.45	99.14%
2013	96,340,589.11	95,433,677.14	99.06%
2012	94,316,015.05	93,674,656.85	99.32%

**Note 3: PROPERTY TAXES (CONT'D)**

Five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

**Delinquent Taxes and Tax Title Liens**

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2016		\$ 2,948.86	\$ 2,948.86	0.00%
2015		4,297.74	4,297.74	0.00%
2014		776,054.68	776,054.68	0.80%
2013	\$ 14,886.47	781,799.42	796,685.89	0.83%
2012	24,441.88	564,141.70	588,583.58	0.62%

The following comparison is made of the number of tax title liens receivable on December 31 for the current and previous four calendar years:

<u>Year</u>	<u>Number</u>
2016	-
2015	-
2014	-
2013	2
2012	3

**Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION**

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, for the current and previous four years was as follows:

<u>Year</u>	<u>Amount</u>
2016	\$ 1,316,300.00
2015	1,316,300.00
2014	1,316,300.00
2013	1,316,300.00
2012	1,316,300.00

**Note 5: FUND BALANCES APPROPRIATED**

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets:

**Current Fund**

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2016	\$ 9,078,693.57	\$ 5,633,768.00	62.05%
2015	5,450,017.48	3,936,470.00	72.23%
2014	7,210,139.15	5,859,000.00	81.26%
2013	5,608,243.93	4,688,410.00	83.60%
2012	4,358,701.05	3,412,249.00	78.29%

**Note 5: FUND BALANCES APPROPRIATED (CONT'D)**

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets (cont'd):

**Swimming Pool Utility Fund**

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2016	\$ 58,998.82	-	-
2015	58,998.82	-	-
2014	58,998.82	-	-
2013	58,998.82	-	-
2012	58,998.82	-	-

**Note 6: INTERFUND RECEIVABLES AND PAYABLES**

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2016:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 1,167,380.45	\$ 34,467.36
Federal and State Grant	62,029.35	1,006,589.83
Trust - Assessment	7,938.12	550,648.00
Trust - Animal Control		10,665.86
Trust - Other		77,591.00
General Capital	1,797,655.53	
Swimming Pool Utility - Operating		509,690.44
Swimming Pool Utility - Capital	131,004.88	976,103.70
Bond and Interest		252.14
	<u>\$ 3,166,008.33</u>	<u>\$ 3,166,008.33</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2017, the Town expects to liquidate such interfunds, depending upon the availability of cash flow.

**Note 7: PENSION PLANS**

A substantial number of the Town's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Town employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey  
Division of Pensions and Benefits  
P.O. Box 295  
Trenton, New Jersey 08625-0295  
<http://www.nj.gov/treasury/pensions>

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans****Plan Descriptions**

**Public Employees' Retirement System** - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Town, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS.

**Police and Firemen's Retirement System** - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Town. The PFRS's Board of Trustees is primarily responsible for the administration of the PFRS.

**Defined Contribution Retirement Program** - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in PFRS after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

**Vesting and Benefit Provisions**

**Public Employees' Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The following represents the membership tiers for PERS:

**Tier Definition**

- 1 Members who were enrolled prior to July 1, 2007
- 2 Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
- 3 Members who were eligible to enroll on or after November 2, 2008 and prior to May 21, 2010
- 4 Members who were eligible to enroll after May 21, 2010 and prior to June 28, 2011
- 5 Members who were eligible to enroll on or after June 28, 2011

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

**Public Employees' Retirement System (Cont'd)** - Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

**Police and Firemen's Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

**Tier Definition**

- 1 Members who were enrolled prior to May 22, 2010
- 2 Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
- 3 Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

**Defined Contribution Retirement Program** - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions**

**Public Employees' Retirement System** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.06% in State fiscal year 2016. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (Chapter 366, P.L. 2001) increased from 8.5% of base salary to 10%. Employers' contribution amounts are based on an actuarially determined rate. The Town's contribution amounts are based on an actuarially determined rate which included the normal cost and unfunded accrued liability.

The Town's contractually required contribution rate for the year ended December 31, 2016 was 12.35% of the Town's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2016, the Town's contractually required contribution to the pension plan for the year ended December 31, 2016 is \$1,041,652.00, and is payable by April 1, 2017. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2015, the Town's contractually required contribution to the pension plan for the year ended December 31, 2015 was \$951,437.00, which was paid on April 1, 2016. Employee contributions to the plan during the year ended December 31, 2016 were \$608,374.15.

**Police and Firemen's Retirement System** - The contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 8.5% to 10.0% in October 2011. Employers' contributions are based on an actuarially determined amount which includes the normal cost and unfunded accrued liability.

*Special Funding Situation Component* - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68, and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Town's contractually required contribution rate for the year ended December 31, 2016 was 25.60% of the Town's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

**Note 7: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

**Police and Firemen's Retirement System (Cont'd)** - Based on the most recent PFRS measurement date of June 30, 2016, the Town's contractually required contribution to the pension plan for the year ended December 31, 2016 is \$1,588,348.00, and is payable by April 1, 2017. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2015, the Town's contractually required contribution to the pension plan for the year ended December 31, 2015 was \$1,616,138.00, which was paid on April 1, 2016. Employee contributions to the plan during the year ended December 31, 2016 were \$620,437.90.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Town, for the year ended December 31, 2016 was 1.93% of the Town's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2016, the State's contractually required contribution, on-behalf of the Town, to the pension plan for the year ended December 31, 2016 is \$119,741.00, and is payable by April 1, 2017. Based on the PFRS measurement date of June 30, 2015, the State's contractually required contribution, on-behalf of the Town, to the pension plan for the year ended December 31, 2015 was \$151,181.00, which was paid on April 1, 2016.

**Defined Contribution Retirement Program** - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Town contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

For the year ended December 31, 2016, employee contributions totaled \$4,968.65, and the Town's contributions were \$1,398.62. There were no forfeitures during the year.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

**Public Employees' Retirement System** - At December 31, 2016, the Town's proportionate share of the PERS net pension liability was \$34,726,745.00. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2016. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2016 measurement date, the Town's proportion was .1172522228%, which was an increase of .0065855014% from its proportion measured as of June 30, 2015.

At December 31, 2016, the Town's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2016 measurement date is \$3,637,915.00. This expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2016, the Town's contribution to PERS was \$951,437.00, and was paid on April 1, 2016.

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

**Police and Firemen's Retirement System** - At December 31, 2016, the Town's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Town's Proportionate Share of Net Pension Liability	\$ 37,213,295.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Town	<u>3,124,994.00</u>
	<u>\$ 40,338,289.00</u>

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2016. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2016 measurement date, the Town's proportion was .1948079139%, which was a decrease of .0040155249% from its proportion measured as of June 30, 2015. Likewise, at June 30, 2016, the State of New Jersey's proportion, on-behalf of the Town, was .1948079139%, which was a decrease of .0040155249% from its proportion, on-behalf of the Town, measured as of June 30, 2015.

At December 31, 2016, the Town's proportionate share of the PFRS pension expense, calculated by the plan as of the June 30, 2016 measurement date is \$4,072,619.00. This expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2016, the Town's contribution to PFRS was \$1,616,138.00, and was paid on April 1, 2016.

At December 31, 2016, the State's proportionate share of the PFRS pension expense, associated with the Town, calculated by the plan as of the June 30, 2016 measurement date is \$399,135.00. This on-behalf expense is not recognized by the Town because of the regulatory basis of accounting as described in note 1.

**Deferred Outflows of Resources and Deferred Inflows of Resources** - At December 31, 2016, the Town had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 645,812.00	\$ -	\$ 645,812.00	\$ -	\$ 243,939.00	\$ 243,939.00
Changes of Assumptions	7,193,527.00	5,154,347.00	12,347,874.00	-	-	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments	1,324,162.00	2,607,461.00	3,931,623.00	-	-	-
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions	1,387,032.00	643,129.00	2,030,161.00	-	461,915.00	461,915.00
Town Contributions Subsequent to the Measurement Date	520,826.00	794,174.00	1,315,000.00	-	-	-
	<u>\$ 11,071,359.00</u>	<u>\$ 9,199,111.00</u>	<u>\$ 20,270,470.00</u>	<u>-</u>	<u>\$ 705,854.00</u>	<u>\$ 705,854.00</u>

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

**Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)** - \$520,826.00 and \$794,174.00 for PERS and PFRS, respectively, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2017. These amounts were based on an estimated April 1, 2018 contractually required contribution, prorated from the pension plans measurement date of June 30, 2016 to the Town's year end of December 31, 2016.

The Town will amortize the above other deferred outflow of resources and deferred inflows of resources related to pensions over the following number of years:

	<u>PERS</u>		<u>PFRS</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2014	-	-	-	-
June 30, 2015	5.72	-	-	5.53
June 30, 2016	5.57	-	-	5.58
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
June 30, 2016	5.57	-	5.58	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2014	-	5.00	-	5.00
June 30, 2015	-	5.00	-	5.00
June 30, 2016	5.00	-	5.00	-
Changes in Proportion and Differences between Town Contributions and Proportionate Share of Contributions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	6.44	6.17	6.17
June 30, 2015	5.72	5.72	5.53	5.53
June 30, 2016	5.57	5.57	5.58	5.58

**Note 7: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

**Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)** - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

<b>Year Ending Dec 31,</b>	<b><u>PERS</u></b>	<b><u>PFRS</u></b>	<b><u>Total</u></b>
2017	\$ 2,385,559.00	\$ 1,890,513.00	\$ 4,276,072.00
2018	2,385,559.00	1,890,513.00	4,276,072.00
2019	2,712,626.00	2,515,677.00	5,228,303.00
2020	2,293,808.00	1,400,806.00	3,694,614.00
2021	772,981.00	1,574.00	774,555.00
	<u>\$ 10,550,533.00</u>	<u>\$ 7,699,083.00</u>	<u>\$ 18,249,616.00</u>

**Actuarial Assumptions**

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2016. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<b><u>PERS</u></b>	<b><u>PFRS</u></b>
Inflation	3.08%	3.08%
Salary Increases:		
Through 2026	1.65% - 4.15% Based on Age	2.10% - 8.98% Based on Age
Thereafter	2.65% - 5.15% Based on Age	3.10% - 9.98% Based on Age
Investment Rate of Return	7.65%	7.65%
Mortality Rate Table	RP-2000	RP-2000
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2011 - June 30, 2014	July 1, 2010 - June 30, 2013

**Note 7: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)**

For PERS, pre-retirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. Mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

For PFRS, pre-retirement mortality rates were based on the RP-2000 Pre-Retirement mortality tables projected thirteen years using Projection Scale BB and then projected on a generational basis using the plan actuary's modified 2014 projection scales. Post-retirement mortality rates for male service retirements and beneficiaries are based the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Postretirement mortality rates for female service retirements and beneficiaries were based the RP-2000 Combined Healthy Mortality Tables projected thirteen years using Projection Scale BB and then two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Disability mortality rates were based on special mortality tables used for the period after disability retirement.

For PERS and PFRS, in accordance with State statute, the long-term expected rate of return on plan investments (7.65% at June 30, 2016) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's and PFRS's target asset allocation as of June 30, 2016 are summarized in the table that follows on the next page.

Note 7: PENSION PLANS (CONT'D)Actuarial Assumptions (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad U.S. Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds / Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt ex U.S.	5.00%	-0.25%
REIT	5.25%	5.63%
	<u>100.00%</u>	

**Discount Rate** - The discount rate used to measure the total pension liability at June 30, 2016 was 3.98% for PERS and 5.55% for PFRS. For both PERS and PFRS, the respective single blended discount rates were based on the long-term expected rate of return on pension plan investments of 7.65%, and a municipal bond rate of 2.85% as of June 30, 2016, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rates assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 30% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2034 for PERS and through 2050 for PFRS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2034 for PERS and through 2050 for PFRS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liabilities.

**Note 7: PENSION PLANS (CONT'D)****Sensitivity of Town's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

**Public Employees' Retirement System (PERS)** - The following presents the Town's proportionate share of the net pension liability at June 30, 2016, the plans measurement date, calculated using a discount rate of 3.98%, as well as what the Town's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	<b>1% Decrease (2.98%)</b>	<b>Current Discount Rate (3.98%)</b>	<b>1% Increase (4.98%)</b>
Town's Proportionate Share of the Net Pension Liability	<u>\$ 42,553,574.00</u>	<u>\$ 34,726,745.00</u>	<u>\$ 28,265,020.00</u>

**Police and Firemen's Retirement System (PFRS)** - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Town's annual required contribution. As such, the net pension liability as of June 30, 2016, the plans measurement date, for the Town and the State of New Jersey, calculated using a discount rate of 5.55%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	<b>1% Decrease (4.55%)</b>	<b>Current Discount Rate (5.55%)</b>	<b>1% Increase (6.55%)</b>
Town's Proportionate Share of the Net Pension Liability	\$ 47,983,815.00	\$ 37,213,295.00	\$ 28,430,584.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Town	<u>4,029,450.62</u>	<u>3,124,994.00</u>	<u>2,387,464.03</u>
	<u>\$ 52,013,265.62</u>	<u>\$ 40,338,289.00</u>	<u>\$ 30,818,048.03</u>

**Pension Plan Fiduciary Net Position**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about PERS and PFRS, please refer to the plan's Comprehensive Annual Financial Report (CAFR) which can be found at [www.nj.gov/treasury/pensions](http://www.nj.gov/treasury/pensions).

**Note 7: PENSION PLANS (CONT'D)****Supplementary Pension Information**

In accordance with GASB 68, the following information is also presented for the PERS and PFRS Pension Plans. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

***Schedule of the Town's Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Four Years):***

	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Proportion of the Net Pension Liability	0.1172522228%	0.1106667214%	0.1093580510%	0.1078889232%
Town's Proportionate Share of the Net Pension Liability	\$ 34,726,745.00	\$ 24,842,461.00	\$ 20,474,818.00	\$ 20,619,717.00
Town's Covered Payroll (Plan Measurement Period)	\$ 8,020,816.00	\$ 7,560,484.00	\$ 7,613,672.00	\$ 7,436,832.00
Town's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	432.96%	328.58%	268.92%	277.26%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	40.14%	47.93%	52.08%	48.72%

***Schedule of the Town's Contributions - Public Employees' Retirement System (PERS) (Last Four Years):***

	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Contractually Required Contribution	\$ 1,041,652.00	\$ 951,437.00	\$ 901,532.00	\$ 812,921.00
Town's Contribution in Relation to the Contractually Required Contribution	(1,041,652.00)	(951,437.00)	(901,532.00)	(812,921.00)
Town's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Town's Covered Payroll (Calendar Year)	\$ 8,435,484.00	\$ 8,025,709.00	\$ 7,575,569.00	\$ 7,559,074.00
Town's Contributions as a Percentage of its Covered Payroll	12.35%	11.85%	11.90%	10.75%

**Note 7: PENSION PLANS (CONT'D)****Supplementary Pension Information (Cont'd)*****Schedule of the Town's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Four Years):***

	<u>Measurement Date Ended June 30,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Proportion of the Net Pension Liability	0.1948079139%	0.1988234388%	0.1947839152%	0.1904231602%
Town's Proportionate Share of the Net Pension Liability	\$ 37,213,295.00	\$ 33,117,054.00	\$ 24,502,010.00	\$ 25,315,041.00
State's Proportionate Share of the Net Pension Liability associated with the Town	3,124,994.00	2,904,255.00	2,638,455.00	2,359,669.00
<b>Total</b>	<b>\$ 40,338,289.00</b>	<b>\$ 36,021,309.00</b>	<b>\$ 27,140,465.00</b>	<b>\$ 27,674,710.00</b>
Town's Covered Payroll (Plan Measurement Period)	\$ 6,226,540.00	\$ 6,228,040.00	\$ 6,191,948.00	\$ 5,976,116.00
Town's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	597.66%	531.74%	395.71%	423.60%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.01%	56.31%	62.41%	58.70%

***Schedule of the Town's Contributions - Police and Firemen's Retirement System (PFRS) (Last Four Years):***

	<u>Year Ended December 31,</u>			
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Town's Contractually Required Contribution	\$ 1,588,348.00	\$ 1,616,138.00	\$ 1,496,075.00	\$ 1,389,285.00
Town's Contribution in Relation to the Contractually Required Contribution	(1,588,348.00)	(1,616,138.00)	(1,496,075.00)	(1,389,285.00)
Town's Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Town's Covered Payroll (Calendar Year)	\$ 6,204,379.00	\$ 6,353,688.00	\$ 6,278,210.00	\$ 6,155,418.00
Town's Contributions as a Percentage of its Covered Payroll	25.60%	25.44%	23.83%	22.57%

**Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)***

Changes in Benefit Terms - None

Changes in Assumptions - For 2016, the discount rate changed to 3.98%, the long-term expected rate of return changed to 7.65%, demographic assumptions were revised in accordance with the results of the July 1, 2011 - June 30, 2014 experience study and the mortality improvement scale incorporated the plan actuary's modified MP-2014 projection scale. Further, salary increases were assumed to increase between 1.65% and 4.15% (based on age) through fiscal year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 4.90%. In addition, the social security wage base was set at \$118,500 for 2015, increasing 4.00% per annum, compounded annually and the 401(a)(17) pay limit was set at \$265,000 for 2015, increasing 3.00% per annum, compounded annually. For 2014, the discount rate was 5.39%.

**Note 7: PENSION PLANS (CONT'D)****Other Notes to Supplementary Pension Information (Cont'd)*****Police and Firemen's Retirement System (PFRS)***

Changes in Benefit Terms - None

Changes in Assumptions - For 2016, the discount rate changed to 5.55%, the long-term expected rate of return changed to 7.65%, and the mortality improvement scale incorporated the plan actuary's modified 2014 projection scale. Further, salary increases were assumed to increase between 2.10% and 8.98% (based on age) through fiscal year 2026 and 3.10% and 9.98% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 5.79% and demographic assumptions were revised in accordance with the results of the July 1, 2010 - June 30, 2013 experience study. For 2014, the discount rate was 6.32%.

**Note 8: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**

**Plan Description** - The Town contributes to the State Health Benefits Program ("SHBP"), 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 9 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.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. In 2012, the Town authorized participation in the SHBP's post-retirement benefit program through resolution number 2012-190. The Town provides postemployment health care benefits, at its cost, to all Town retirees who at the date of retirement have not less than twenty-five (25) years of service credit in a State locally administered retirement system and have served at least twenty (20) years as an employee of the Town. Benefits provided include health insurance, dental coverage, and prescription coverage for retirees and their dependents only during the retired employees' life.

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 supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at [www.state.nj.us/treasury/pensions/](http://www.state.nj.us/treasury/pensions/).

**Funding Policy** - Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Town on a monthly basis. The Town funds these benefits on a pay-as-you-go basis and, therefore, does not record accrued expenses related to these benefits. The Town's contributions to SHBP for the years ended December 31, 2016, 2015, and 2014, were \$1,516,988.81, \$1,355,192.53, and \$1,227,808.90, respectively, which equaled the required contributions each year. There were approximately seventy-five (75) retired participants eligible at December 31, 2016.

**Note 9: COMPENSATED ABSENCES**

Under the existing policy of the Town, full-time employees are entitled to accumulate annual unused sick leave and vacation days. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days not used during the year may be accumulated and carried forward, but the carry-forward is limited to the equivalent of one year's accrued vacation days.

The Town compensates employees for unused sick leave and vacation days upon termination or retirement. For unused sick leave, however, the current policy provides one compensated day for every two days accumulated.

The Town does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2016, accrued benefits for compensated absences are valued at \$5,229,107.69.

**Note 10: DEFERRED COMPENSATION SALARY ACCOUNT**

The Town offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Town or its creditors. Since the Town does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Town's financial statements.

**Note 11: CAPITAL DEBT****General Improvement Bonds**

General Improvement Bonds, Series 2007 - On January 15, 2007, the Town issued \$9,450,000.00 of general improvement bonds, with a net interest cost of 3.983%. The bonds were issued for the purpose of funding various capital projects in the Town. On December 8, 2016, the Town issued \$5,020,000.00 in general obligation bonds with an interest rate ranging from 2% to 4% to advance refund \$5,250,000.00 of outstanding 2007 series bonds with an interest rate of 3.983%. The final maturity of the 2016 general improvement refunding bonds is January 15, 2027.

General Improvement Bonds, Series 2010 - On April 1, 2010, the Town issued \$15,608,000.00 of general improvement bonds, with interest rates ranging from 2.0% to 4.0%. The purpose of the bonds is to fund various capital ordinances, specifically 2006-16, 2006-22, 2007-31, 2007-36, 2007-37, and 2008-20. The final maturity of the bonds is April 1, 2029.

General Improvement Refunding Bonds, Series 2011 - On November 1, 2011, the Town issued \$3,660,000.00 in general improvement refunding bonds, with interest rates ranging from 3.0% to 4.0%, to advance refund \$3,750,000.00 outstanding 2002 general improvement bonds with an interest rate of 4.2%. The final maturity of the bonds is February 15, 2017.

**Note 11: CAPITAL DEBT (CONT'D)****General Improvement Bonds (Cont'd)**

The following schedule represents the remaining debt service, through maturity, for the general improvement bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 1,955,000.00	\$ 617,806.39	\$ 2,572,806.39
2018	1,505,000.00	637,630.00	2,142,630.00
2019	1,540,000.00	591,980.00	2,131,980.00
2020	1,550,000.00	539,317.50	2,089,317.50
2021	1,545,000.00	483,980.00	2,028,980.00
2022-2026	7,770,000.00	1,532,267.50	9,302,267.50
2027-2029	3,788,000.00	207,600.00	3,995,600.00
	<u>\$ 19,653,000.00</u>	<u>\$ 4,610,581.39</u>	<u>\$ 24,263,581.39</u>

**General Debt - New Jersey Environmental Infrastructure Loans**

On October 14, 2004, the Town entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$2,490,000.00, at no interest, from the fund loan, and \$835,000.00 at interest rates ranging from 3.0% to 5.0% from the trust loan. The proceeds were used to fund the upgrading of a storm sewer pumping station and construction of a tide gate. Semiannual debt payments are due February 1st and August 1st through 2024.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Environmental Infrastructure loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 170,617.78	\$ 21,143.76	\$ 191,761.54
2018	180,840.48	18,893.76	199,734.24
2019	176,092.58	16,393.76	192,486.34
2020	185,840.48	13,893.76	199,734.24
2021	180,617.78	11,143.76	191,761.54
2022-2024	567,930.86	16,631.28	584,562.14
	<u>\$ 1,461,939.96</u>	<u>\$ 98,100.08</u>	<u>\$ 1,560,040.04</u>

**General Debt - New Jersey Green Acres Loans**

On March 28, 2006, the Town entered into a loan agreement with the New Jersey Department of Environmental Protection to provide \$163,410.00, at an interest rate of 2.0%. The proceeds were used to fund the redevelopment of the Town's little league baseball field. Semiannual debt payments are due January 1st and July 1st through 2026.

**Note 11: CAPITAL DEBT (CONT'D)****General Debt - New Jersey Green Acres Loans (Cont'd)**

In addition, on June 27, 2006, the Town entered into a second loan agreement with the New Jersey Department of Environmental Protection to provide \$470,000.00, at an interest rate of 2.0%. The proceeds were used to fund the Buchmuller Park ice rink. Semiannual debt payments are due March 1st and September 1st through 2026.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Green Acres loans:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 32,765.57	\$ 6,621.88	\$ 39,387.45
2018	33,424.17	5,963.29	39,387.46
2019	34,095.99	5,291.47	39,387.46
2020	34,781.32	4,606.13	39,387.45
2021	35,480.42	3,907.04	39,387.46
2022-2026	<u>168,696.84</u>	<u>8,546.73</u>	<u>177,243.57</u>
	<u>\$ 339,244.31</u>	<u>\$ 34,936.54</u>	<u>\$ 374,180.85</u>

The following schedule represents the Town's summary of debt for the current and two previous years:

	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b><u>Issued</u></b>			
Assessment:			
Notes	\$ 744,883.00	\$ 1,295,531.00	\$ 1,861,152.00
General:			
Bonds, Loans and Notes	43,305,943.27	42,217,214.52	38,734,796.37
Swimming Pool Utility:			
Notes	<u>668,750.00</u>	<u>799,900.00</u>	<u>911,100.00</u>
Total Issued	<u>44,719,576.27</u>	<u>44,312,645.52</u>	<u>41,507,048.37</u>
<b><u>Authorized but not Issued</u></b>			
Assessment:			
Notes			448,920.00
General:			
Bonds, Loans and Notes	952,000.00		2,713,000.00
Swimming Pool Utility:			
Notes	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>
Total Authorized but not Issued	<u>952,100.00</u>	<u>100.00</u>	<u>3,162,020.00</u>
Total Issued and Authorized but not Issued	<u>45,671,676.27</u>	<u>44,312,745.52</u>	<u>44,669,068.37</u>
<b><u>Deductions</u></b>			
General:			
Excess Proceeds from Issuance of Notes	111,719.00	111,719.00	83,569.67
Swimming Pool Utility:			
Excess Proceeds from Issuance of Notes			176,500.00
Self-Liquidating			
Total Deductions	<u>111,719.00</u>	<u>111,719.00</u>	<u>260,069.67</u>
<b>Net Debt</b>	<u>\$ 45,559,957.27</u>	<u>\$ 44,201,026.52</u>	<u>\$ 44,408,998.70</u>

**Note 11: CAPITAL DEBT (CONT'D)****Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 1.025%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 27,305,000.00	\$ 27,305,000.00	
Self-Liquidating	668,850.00		\$ 668,850.00
General	45,002,826.27	111,719.00	44,891,107.27
	<u>\$ 72,976,676.27</u>	<u>\$ 27,416,719.00</u>	<u>\$ 45,559,957.27</u>

Net debt \$45,559,957.27 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$4,444,645,559.00, equals 1.025%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 155,562,594.57
Less: Net Debt	<u>45,559,957.27</u>
Remaining Borrowing Power	<u>\$ 110,002,637.30</u>

**Calculation of "Self-Liquidating Purpose,"  
Swimming Pool Utility Per N.J.S.A. 40:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$ 193,508.65
Deductions:	
Operating and Maintenance Costs	\$ 387,750.00
Debt Service	<u>140,653.71</u>
Total Deductions	<u>528,403.71</u>
Deficit in Revenue	<u>\$ (334,895.06)</u>

A revised Annual Debt Statement should be filed by the Chief Financial Officer.

**Note 12: CAPITAL DEBT REFUNDING**

On December 8, 2016, the Town issued \$5,020,000.00 in general obligation bonds with an interest rate ranging from 2% to 4% to advance refund \$5,250,000.00 of outstanding 2007 series bonds with an interest rate of 3.983%. The net proceeds of \$5,417,220.60 (after payment of issuance costs and receipt of premium) were used to purchase Treasury Securities - State and Local Government Services (SLGS). These securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2007 series bonds. As a result of the current refunding, the Town will reduce its total debt service payments over the next eleven years by \$394,023.61, which results in an economic gain (difference between the present values of the debt service payments of the old and new debt) of \$355,278.38, or 6.77% of the principal amount being refunded. The current refunding meets the requirements of an in-substance defeasance and the liability for the refunded bonds was removed from the Towns' financial statements.

**Note 13: DEFEASED DEBT**

In the current year, the Town defeased certain general obligation bonds by placing the proceeds of new bonds in a separate irrevocable trust fund. The investments and fixed interest earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt is considered defeased and therefore removed as a liability from the Town's financial statements. As of December 31, 2016, the total amount of defeased debt outstanding, but removed from the Town's financial statements, is \$5,250,000.00.

**Note 14: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2016, the following deferred charges are shown on the statement of assets, liabilities, reserves and fund balance of the following fund(s):

<u>Description</u>	<u>Balance</u> <u>December 31, 2016</u>	<u>2017</u> <u>Budget</u> <u>Appropriation</u>
Current Fund:		
Emergency Appropriation (N.J.S.A. 40A:4-46)	\$ 351,173.75	\$ 351,173.75

The appropriation in the 2017 budget as adopted is not less than that required by statutes.

**Note 15: RISK MANAGEMENT**

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

**New Jersey Unemployment Compensation Insurance** - The Town has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Town 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 Town is billed quarterly for amounts due to the State.

**Note 15: RISK MANAGEMENT (CONT'D)**

**New Jersey Unemployment Compensation Insurance (Cont'd)** - The following is a summary of Town contributions, reimbursements to the State for benefits paid and the ending balance of the Town's trust fund for the current and previous two years:

<u>Year</u>	<u>Town Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2016	\$ 125,000.00	\$ 30,751.37		\$ 86,544.64	\$ 101,718.38
2015	125,000.00	29,499.99	\$ 32.53	137,071.08	32,511.65
2014	-	27,969.93	-	172,363.33	15,050.21

It is estimated that unreimbursed payments on behalf of the Town at December 31, 2016 are \$82,209.88.

**Joint Insurance Pool** - The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. As a result, the Town is a member of the Suburban Essex Joint Insurance Fund. The Fund provides its members, including the Town, with the following coverage:

Property Damage  
Boiler and Machinery  
Liability  
Workers' Compensation  
Crime  
Public Officials / Employment Liability

Contributions to the Fund, including a reserve for contingencies, are payable in three installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention, or administrative accounts to assure the payment of the Fund's obligations.

The Town's agreement with the Fund provides that the Fund will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$50,000.00 to \$200,000.00 based on the line of coverage for each insured event.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report for the year ended December 31, 2016, which can be obtained from:

Suburban Essex Joint Insurance Fund  
9 Campus Drive, Suite 16  
Parsippany, NJ 07054

**Note 16: CONTINGENCIES**

**Grantor Agencies** - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Town expects such amount, if any, to be immaterial.

**Litigation** - The Town is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the Town, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

**Note 17: CONCENTRATIONS**

The Town depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the Town is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

**Note 18: SUBSEQUENT EVENTS**

**Tax Appeals** - As of December 31, 2016, several tax appeals were on file against the Town. Based upon information provided by the tax assessor, if such appeals are not settled in favor of the Town, the estimated impact of the tax refunds could be material.

**Authorization of Debt** - Subsequent to December 31, the Town authorized additional bonds and notes as follows:

<u>Purpose</u>	<u>Introduction</u>	<u>Authorization</u>
<b>General Improvements</b>		
Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology and Telecommunications Equipment, and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	06/27/17	\$ 5,690,000.00
Various Improvements to the Swim Center	06/27/17	809,500.00

## **SUPPLEMENTAL EXHIBITS**

**SUPPLEMENTAL EXHIBITS**  
**CURRENT FUND**

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Current Cash - Treasurer  
For the Year Ended December 31, 2016

	<u>Regular</u>	<u>Federal and State Grant Fund</u>
Balance December 31, 2015	\$ 9,690,909.34	\$ 217,880.52
Increased by Receipts:		
Miscellaneous Revenue not Anticipated	\$ 1,043,258.28	
2016 Budget Appropriations	763,757.97	
Tax Collector	102,270,000.00	
Petty Cash Funds	800.00	
Due State of New Jersey - Senior Citizens' and Veterans' Deductions	118,864.38	
Taxes Receivable	432,091.19	
Federal, State, and Other Grants Receivable		\$ 512,728.79
Revenue Accounts Receivable	10,241,648.80	
Due Current Fund		968,725.72
Due Federal and State Grant Fund	140,241.80	
Due Animal Control Fund	5,661.94	
Due Trust - Other Funds	71,611.52	71,286.00
Due Swimming Pool Utility Operating Fund	6,417.03	
Due Swimming Pool Utility Capital Fund	<u>311,883.28</u>	
	<u>115,406,236.19</u>	<u>1,552,740.51</u>
	125,097,145.53	1,770,621.03
Decreased by Disbursements:		
Refund of Prior Years' Revenue	113,128.85	
2016 Budget Appropriations	45,127,184.02	
Petty Cash Funds	800.00	
Maintenance Liens Receivable	3,095.00	
2015 Appropriation Reserves	935,305.37	
Tax Overpayments	108,214.18	
Local District School Taxes Payable	36,953,343.61	
County Taxes Payable	24,283,095.57	
Due County for Added and Omitted Taxes	461,190.90	
Reserve for Tax Appeals	230,546.09	
Due Current Fund		71,911.29
Due Federal and State Grant Fund	827,802.49	
Trust Assessment Fund	551,285.92	
Due Trust - Other Funds	156,927.52	136,286.00
Due General Capital Fund	1,171,266.39	198,892.84
Due Swimming Pool Utility Operating Fund	616,235.46	
Due Swimming Pool Utility Capital Fund	250,000.00	
Reserve for Federal, State and Other Grants - Appropriated		<u>458,454.50</u>
	<u>111,789,421.37</u>	<u>865,544.63</u>
Balance December 31, 2016	<u>\$ 13,307,724.16</u>	<u>\$ 905,076.40</u>

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Current Cash - Collector  
For the Year Ended December 31, 2016

Balance December 31, 2015		\$ 337,533.29
Increased by Receipts:		
Non Budget Revenues	\$ 2,683.33	
Taxes Receivable	100,504,582.05	
Revenue Accounts Receivable	162,434.31	
Prepaid Taxes	800,749.59	
Tax Overpayments	126,713.59	
Due Trust Assessment Fund	552,123.73	
		102,149,286.60
		102,486,819.89
Decreased by Disbursements:		
Payments to Treasurer		102,270,000.00
Balance December 31, 2016		\$ 216,819.89

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
 Schedule of Change Funds  
 As of December 31, 2016

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<u>Office</u>	<u>Amount</u>
Violations Clerk	\$ 500.00
Skating Rink Director	<u>75.00</u>
	<u>\$ 575.00</u>

**Exhibit SA-4**

**CURRENT FUND**  
 Statement of Petty Cash Funds  
 For the Year Ended December 31, 2016

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<u>Office</u>	<u>Received from Treasurer</u>	<u>Returned to Treasurer</u>
Treasurer	\$ 200.00	\$ 200.00
Public Works	200.00	200.00
Police Department	200.00	200.00
Recreation	<u>200.00</u>	<u>200.00</u>
	<u>\$ 800.00</u>	<u>\$ 800.00</u>

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Due from State of New Jersey -  
Senior Citizens' and Veterans' Deductions  
For the Year Ended December 31, 2016

Balance December 31, 2015		\$ 16,191.72
Increased by:		
Accrued in 2016:		
Deductions per Tax Billing:		
Senior Citizens' Deductions	\$ 18,000.00	
Veterans' Deductions	63,250.00	
Disabled Person Deductions	1,500.00	
Surviving Spouse Deductions	500.00	
Widow of Veteran Deductions	<u>35,500.00</u>	
	\$ 118,750.00	
Deductions Allowed by Collector:		
Senior Citizens' Deductions	375.00	
Veterans' Deductions	875.00	
Disabled Person Deductions	125.00	
Widow of Veteran Deductions	<u>625.00</u>	
	<u>2,000.00</u>	
	\$ 120,750.00	
Less:		
Deductions Disallowed by Collector:		
Senior Citizens' Deductions	500.00	
Veterans' Deductions	250.00	
Disabled Person Deductions	<u>250.00</u>	
	<u>1,000.00</u>	
	119,750.00	
	135,941.72	
Decreased by:		
Receipts	118,864.38	
Deductions Disallowed by Collector:		
2015 Taxes:		
Senior Citizens' Deductions	<u>2,135.62</u>	
	<u>121,000.00</u>	
Balance December 31, 2016		<u>\$ 14,941.72</u>

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
 Statement of Taxes Receivable and Analysis of Property Tax Levy  
 For the Year Ended December 31, 2016

Year	Balance December 31, 2015	2016 Levy	Added Taxes	2015 Collections	2016 Collections	Due from State of New Jersey	Overpayments Applied	Cancellations	Balance December 31, 2016
2014	\$ 4,297.74							\$ 4,297.74	
2015	792,613.72		\$ 5,379.42		\$ 745,225.30	\$ 250.00	\$ 17,339.16	32,229.82	\$ 2,948.86
	796,911.46	-	5,379.42	-	745,225.30	250.00	17,339.16	36,527.56	2,948.86
2016		\$ 99,946,391.99	1,762,645.14	\$ 779,423.40	100,191,447.94	119,500.00		70,610.63	548,055.16
	<u>\$ 796,911.46</u>	<u>\$ 99,946,391.99</u>	<u>\$ 1,768,024.56</u>	<u>\$ 779,423.40</u>	<u>\$ 100,936,673.24</u>	<u>\$ 119,750.00</u>	<u>\$ 17,339.16</u>	<u>\$ 107,138.19</u>	<u>\$ 551,004.02</u>
Added Taxes			\$1,765,888.94						
Due State of New Jersey			2,135.62						
Treasurer					\$ 432,091.19				
Collector				\$ 779,423.40	100,504,582.05				
			<u>\$1,768,024.56</u>	<u>\$ 779,423.40</u>	<u>\$100,936,673.24</u>				
<u>Analysis of 2016 Property Tax Levy:</u>									
Tax Yield:									
General Purpose Tax					\$ 98,242,346.93				
Other Added Assessments					1,762,645.14				
2015 Added Assessments			\$ 30,848.17						
2016 Added Assessments			1,658,601.76						
2015 Omitted / Added Assessments			14,595.13						
					<u>1,704,045.06</u>				
						<u>\$ 101,709,037.13</u>			
Tax Levy:									
Local District School Tax					\$ 36,062,683.00				
Minimum Library Tax					1,462,215.31				
County Taxes:									
County Tax			\$ 23,825,376.94						
County Open Space Tax			457,718.63						
Due County for Added and Omitted Taxes			<u>421,832.43</u>						
					24,704,928.00				
Local Tax for Municipal Purposes			36,433,411.52						
Add: Additional Tax Levied			<u>3,045,799.30</u>						
					<u>39,479,210.82</u>				
						<u>\$ 101,709,037.13</u>			

**TOWN OF SECAUCUS**  
CURRENT FUND  
Statement of Maintenance Liens Receivable  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 3,481.33
Increased by:	
Levied in 2016:	
Disbursements - Treasurer	<u>3,095.00</u>
	6,576.33
Decreased by:	
Non Budget Revenues:	
Collections - Collector	<u>890.00</u>
Balance December 31, 2016	<u><u>\$ 5,686.33</u></u>

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Revenue Accounts Receivable  
For the Year Ended December 31, 2016

	Balance	Accrued	Collected by		Interfund	Balance
	December 31, 2015	in 2016	Collector	Treasurer	Accounts Receivable	December 31, 2016
Miscellaneous Revenues:						
Licenses:						
Alcoholic Beverages		\$ 57,134.20		\$ 57,134.20		
Fees and Permits		285,209.78		285,209.78		
Fines and Costs:						
Municipal Court	\$ 69,663.78	780,003.27		763,761.53		\$ 85,905.52
Interest and Costs on Taxes		162,434.31	\$ 162,434.31			
Parking Meters		62,483.45		62,483.45		
Interest on Investments and Deposits	28.04	26,860.37		21,738.95	\$ 5,149.46	
Fees - Recreation		853,338.90		853,338.90		
Consolidated Municipal Property Tax Relief Aid		37,904.00		37,904.00		
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)		1,779,351.00		1,779,351.00		
Uniform Construction Codes Fee		2,213,396.85		2,213,396.85		
Uniform Fire Safety Act		140,622.19		140,622.19		
Hotel & Motel Occupancy Fees		2,265,671.10		2,265,671.10		
Recreation Center Membership Fees		224,247.91		224,247.91		
Payment in Lieu of Taxes		177,048.21		177,048.21		
Cable Franchise Fees		82,016.83		82,016.83		
Parking Lot Fees		1,277,723.90		1,277,723.90		
	<u>\$ 69,691.82</u>	<u>\$ 10,425,446.27</u>	<u>\$ 162,434.31</u>	<u>\$ 10,241,648.80</u>	<u>\$ 5,149.46</u>	<u>\$ 85,905.52</u>
Due Federal and State Grant Fund					\$ 538.78	
Due Trust Assessment Fund					1,208.44	
Due Trust - Other Funds:						
Developers Escrow				\$ 40.83		
Trust Other				505.83		
					546.66	
Due General Capital Fund					2,776.08	
Due Bond and Interest Fund					79.50	
					<u>\$ 5,149.46</u>	

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Federal, State and Other Grants Receivable  
For the Year Ended December 31, 2016

	<u>Balance</u> <u>December 31, 2015</u>	<u>Accrued</u>	<u>Received</u>	<u>Cancellations</u>	<u>Balance</u> <u>December 31, 2016</u>
Federal Grants:					
U.S. Department of Commerce:					
Pass through N.J. Department of Environmental Protection:					
Coastal Zone Management Administration Awards:					
Municipal Public Access Planning Grant Program	\$ 15,000.00		\$ 15,000.00		
U.S. Department of Health and Human Services:					
Drug-Free Communities Support Program Grants:					
Drug-Free Communities Support Program - 2015	125,000.00		123,764.74		\$ 1,235.26
Drug-Free Communities Support Program - 2016		\$ 125,000.00			125,000.00
U.S. Department of Homeland Security:					
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):					
Hazard Mitigation Grant:					
Hazard Mitigation Grant Program - Energy Allocation Initiative	100,000.00				100,000.00
Hazard Mitigation Grant Program - Library/EOC Generator Project	232,854.00				232,854.00
Assistance to Firefighters Grant:					
Assistance to Firefighters Grant Program	61,071.00				61,071.00
Assistance to Firefighters Grant Program - 2014	132,027.00				132,027.00
Assistance to Firefighters Grant Program - 2015		34,858.00			34,858.00
Disaster Grants - Public Assistance:					
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):					
U.S. Department of Homeland Security (FEMA) (PW-05150)	246,819.76		41,832.90		204,986.86
U.S. Department of the Interior:					
Hurricane Sandy Disaster Relief - Coastal Resiliency Grants:					
Hurricane Sandy Coastal Resiliency Competitive Grant Program - 2015	225,000.00				225,000.00
U.S. Department of Transportation:					
National Priority Safety Programs:					
Passed-Through New Jersey Department of Law and Public Safety:					
Click It or Ticket 2016 Seat Belt Mobilization		5,000.00	5,000.00		
Occupant Protection		5,000.00	4,283.92		716.08
Impaired Driving Countermeasure		5,000.00	4,100.11		899.89

(Continued)

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Federal, State and Other Grants Receivable  
For the Year Ended December 31, 2016

	<u>Balance</u> <u>December 31, 2015</u>	<u>Accrued</u>	<u>Received</u>	<u>Cancellations</u>	<u>Balance</u> <u>December 31, 2016</u>
Federal Grants (Cont'd):					
U.S. Department of Transportation (Cont'd):					
Pass through N.J. Department of Environmental Protection:					
Recreational Trails Program:					
2013 Recreational Trails Program	\$ 23,600.00				\$ 23,600.00
<b>Total Federal Grants</b>	<b>1,161,371.76</b>	<b>\$ 174,858.00</b>	<b>\$ 193,981.67</b>	<b>-</b>	<b>1,142,248.09</b>
State Grants:					
N.J. Department of Environmental Protection:					
Municipality Road Mileage:					
Clean Communities Program - 2014	25,156.76				25,156.76
Clean Communities Program - 2016		35,023.37	35,023.37		
State Recycling:					
Recycling Tax Bonus Grant Program (Food Waste Recycling)		23,750.50	23,750.50		
Garden State Preservation Trust (Buchmuller Park)	151,575.00				151,575.00
2016 NJ Electric Vehicle Workplace Charging Grant		20,000.00			20,000.00
Community Stewardship Incentive Program (CSIP) Grant:					
2016 CSIP Reforestation / Tree Planting Grant		30,000.00			30,000.00
N.J. Department of Health and Senior Services:					
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:					
Municipal Court Alcohol Education Rehabilitation Fund - 2016		906.47	906.47		
N.J. Department of Law and Public Safety (Office of the Attorney General):					
Body Armor Replacement Program:					
Body Armor Replacement Fund Program - 2017		5,632.71	5,632.71		

(Continued)

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Federal, State and Other Grants Receivable  
For the Year Ended December 31, 2016

	Balance December 31, 2015	Accrued	Received	Cancellations	Balance December 31, 2016
State Grants (Cont'd):					
N.J. Department of Transportation:					
Fiscal Year 2013 Municipal Aid Program - 5th Street	\$ 76,709.72				\$ 76,709.72
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace	91,007.25				91,007.25
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project	200,000.00		\$ 90,024.87	\$ 57,907.38	52,067.75
Local Aid Infrastructure Fund Program	650,000.00				650,000.00
New Jersey Department of Transportation Fiscal Year 2016 Municipal Aid Program - Paterson Plank Road		\$ 215,096.00			215,096.00
N.J. Department of Treasury:					
Pass through County of Hudson:					
Governor's Council on Alcoholism and Drug Abuse:					
Municipal Alliance on Alcoholism and Drug Abuse - 2013	3.00		3.00		
Municipal Alliance on Alcoholism and Drug Abuse - 2014	5,551.00		5,551.00		
Municipal Alliance on Alcoholism and Drug Abuse - 2016	14,051.00		8,097.00		5,954.00
Municipal Alliance on Alcoholism and Drug Abuse - 2017		14,051.00			14,051.00
<b>Total State Grants</b>	<b>1,214,053.73</b>	<b>344,460.05</b>	<b>168,988.92</b>	<b>57,907.38</b>	<b>1,331,617.48</b>
Other Grants:					
County of Hudson Open Space, Recreation, and Historic Preservation Trust Fund:					
Waterfront Property Acquisition - Farm Road and Oak Lane	300,000.00				300,000.00
Mill Creek Point Park Improvement (PI-09-14)	250,000.00		250,000.00		
Association of New Jersey Environmental Commissions (ANJEC):					
2011 Sustainable Jersey Small Grant	5,000.00		5,000.00		
New Jersey Meadowlands Commission:					
Secaucus High School / Mill Ridge Road	35,000.00		35,000.00		
Williams Foundation Fund at the Tulsa Community Foundation (Secaucus Fire Department)					
	2,200.00				2,200.00
<b>Total Other Grants</b>	<b>592,200.00</b>	<b>-</b>	<b>290,000.00</b>	<b>-</b>	<b>302,200.00</b>
<b>Total Federal, State, and Other Grants</b>	<b>\$ 2,967,625.49</b>	<b>\$ 519,318.05</b>	<b>\$ 652,970.59</b>	<b>\$ 57,907.38</b>	<b>\$ 2,776,065.57</b>
Receipts					
Due Current Fund:					
Collections made by Current Fund			\$ 512,728.79		
Reserve for Federal, State and Other Grants - Unappropriated			140,241.80		
				\$ 57,907.38	
			<u>\$ 652,970.59</u>	<u>\$ 57,907.38</u>	

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
**Statement of Due from / to Current Fund**  
**For the Year Ended December 31, 2016**

Balance December 31, 2015 (Due from)		\$	106,328.34
Increased by:			
Disbursements:			
2016 Budget Appropriations	\$		71,911.29
Collections made by Current Fund:			
Federal, State and Other Grants Receivable			140,241.80
2016 Budget Appropriations:			
Matching Funds for Grants	\$	5,255.00	
Deferred Charges:			
Due Federal and State Grant Fund:			
Expenditure without Appropriation		<u>57,907.38</u>	
			<u>63,162.38</u>
			<u>275,315.47</u>
			381,643.81
Decreased by:			
Receipts:			
Interfunds Received		739,970.42	
Interest on Investments and Deposits		538.78	
Collections made for Current Fund:			
Operations:			
Refund of Prior Years' Expenditures		<u>228,216.52</u>	
			968,725.72
Payments made by Current Fund:			
Reserve for Federal, State and Other Grants - Appropriated			87,832.07
Cancellations of Reserve for Federal, State and Other Grants - Appropriated			<u>3,375.50</u>
			<u>1,059,933.29</u>
Balance December 31, 2016 (Due to)		\$	<u><u>678,289.48</u></u>

**TOWN OF SECAUCUS**  
FEDERAL AND STATE GRANT FUND  
Statement of Deferred Charges  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 57,907.38
Decreased by:	
Due Current Fund:	
2016 Budget Appropriations	<u>\$ 57,907.38</u>

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of 2015 Appropriation Reserves  
For the Year Ended December 31, 2016

	<u>Balance December 31, 2015</u>		<u>Balance after Modification</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
	<u>Encumbrances</u>	<u>Reserved</u>			
<b>OPERATIONS - WITHIN "CAPS"</b>					
General Government Functions:					
Administrative and Executive					
Salaries and Wages		\$ 511.00			
Other Expenses	\$ 63,834.63	21,618.34	\$ 85,452.97	\$ 34,569.62	\$ 50,883.35
Mayor and Council					
Salaries and Wages		10,720.52			
Other Expenses		817.50	817.50		817.50
Council of Mayor's Contribution		17,400.00	17,400.00	1,373.75	16,026.25
Municipal Clerk					
Other Expenses	8,931.44	5,523.22	14,454.66	8,811.64	5,643.02
Elections					
Other Expenses		97.84	97.84		97.84
Treasurer's Office					
Salaries and Wages		4,677.83			
Other Expenses	13,625.35	6,324.60	19,949.95	12,165.88	7,784.07
Collection of Taxes					
Salaries and Wages		613.82			
Other Expenses	234.80	2,189.15	2,423.95	234.80	2,189.15
Assessment of Taxes					
Salaries and Wages		154.90			
Other Expenses	139.53	3,096.95	3,236.48	1,739.53	1,496.95
Legal Services and Costs					
Other Expenses	160,969.16	73,601.83	131,512.21	36,376.90	95,135.31
Tax Litigation					
Other Expenses	128,505.00	21,523.56	150,028.56	35,436.75	114,591.81
Engineering Services and Costs					
Other Expenses	35,862.50	69,284.73	105,147.23	14,487.00	90,660.23
Land Use Administration:					
Planning Board					
Salaries and Wages		19.68			
Other Expenses	3,345.25	541.53	3,886.78		3,886.78
Board of Adjustment					
Other Expenses	785.00		785.00	455.00	330.00
Insurance					
Other Insurance Premiums		57,899.27	7,917.50		7,917.50
Group Insurance Plan for Employees			103,058.78	2,264.02	100,794.76
Public Safety Functions:					
Police					
Salaries and Wages		40,486.97	500.00	500.00	
Other Expenses	49,600.39	89,052.93	137,243.32	92,590.31	44,653.01
Other Expenses - Purchase of Police Vehicles and Equipment	40,582.00	4,351.19	44,933.19	40,582.00	4,351.19
Communications and Security					
Salaries and Wages		1,656.94			
Other Expenses	33,091.64	4,228.94	37,320.58	24,188.72	13,131.86
Emergency Management Services					
Other Expenses	476.64	1,198.58	1,675.22	944.99	730.23
Fire Official					
Other Expenses		731.17	731.17		731.17
Fire					
Other Expenses	18,823.63	94,635.39	128,459.02	90,142.43	38,316.59
School Crossing Guards					
Other Expenses		90.00	1,500.00	1,500.00	

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of 2015 Appropriation Reserves  
For the Year Ended December 31, 2016

	<u>Balance December 31, 2015</u>		<u>Balance after Modification</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
	<u>Encumbrances</u>	<u>Reserved</u>			
<b>OPERATIONS - WITHIN "CAPS" (CONT'D)</b>					
<b>Public Works Functions:</b>					
Road Repair and Maintenance					
Other Expenses	\$ 46,523.63	\$ 81,363.04	\$ 127,886.67	\$ 101,478.63	\$ 26,408.04
Garbage and Trash Removal					
Other Expenses					
Contractual	17,361.56	76,736.52	94,098.08	89,672.38	4,425.70
Sewer Systems					
Salaries and Wages		691.28			
Other Expenses	4,480.00	4,220.40	8,700.40	4,480.00	4,220.40
Public Buildings and Grounds					
Other Expenses	72,204.83	1,182.49	123,387.32	74,989.97	48,397.35
<b>Health and Human Services Functions:</b>					
Board of Health					
Salaries and Wages		125.50			
Other Expenses	257.15	1,538.06	1,795.21	682.15	1,113.06
Environmental Commission					
Salaries and Wages					
Other Expenses	99.00	1,255.57	1,354.57	181.68	1,172.89
Department of Social Services					
Salaries and Wages		12,733.25			
Other Expenses	1,043.06	8,238.71	9,281.77	6,603.52	2,678.25
Exceptional People of Secaucus with Disabilities					
Other Expenses		1,348.30	1,348.30		1,348.30
Community Shuttle Bus Program					
Other Expenses		38.20	38.20		38.20
<b>Parks and Recreation Functions:</b>					
Recreational Activities					
Other Expenses	4,477.50	4,222.45	8,699.95	7,590.45	1,109.50
Parks and Playgrounds					
Salaries and Wages		3,537.30			
Other Expenses	4,094.50	25,522.16	29,616.66	14,920.34	14,696.32
Supervision of Playground Activities					
Other Expenses	36,013.14	12,056.22	48,069.36	42,839.23	5,230.13
Cultural Affairs Activities					
Other Expenses	336.00	5,263.39	900.80	900.80	
<b>Municipal Court Functions:</b>					
Municipal Court					
Salaries and Wages		14,924.26			
Other Expenses	21,636.78	4,193.52	25,830.30	20,491.38	5,338.92
Public Defender					
Other Expenses	3,575.00	5,600.00	9,175.00	5,175.00	4,000.00
<b>Other Common Operating Functions (Unclassified):</b>					
Anniversary of Holiday					
Other Expenses	3,304.52	15,900.35	12,234.43	8,094.12	4,140.31
<b>Utility Expenses and Bulk Purchases:</b>					
Electricity - All Departments		18,263.49	88,406.83	88,406.83	
Street Lighting		10,335.08	26,335.08	26,256.34	78.74
Telephone		109.28	7,609.28	5,583.38	2,025.90
Municipal Water Service		5,997.71	5,854.37	2,054.13	3,800.24
Gasoline - All Departments		5,814.42	5,814.42	52.01	5,762.41
Fire Hydrant Services		2,652.88	2,652.88		2,652.88
Postage - All Departments	37.01	2,298.24	61.21	61.21	

(Continued)

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of 2015 Appropriation Reserves  
For the Year Ended December 31, 2016

	<u>Balance December 31, 2015</u>		<u>Balance after Modification</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
	<u>Encumbrances</u>	<u>Reserved</u>			
<b>OPERATIONS - WITHIN "CAPS" (CONT'D)</b>					
Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):					
State Uniform Construction Code:					
Construction Official					
Other Expenses	\$ 37,053.53	\$ 3,208.91	\$ 40,262.44	\$ 35,962.75	\$ 4,299.69
Office of Inspections					
Salaries and Wages		4,221.91			
Other Expenses	244.59	813.41	1,058.00	244.59	813.41
Total Operations within "CAPS"	<u>811,548.76</u>	<u>867,454.68</u>	<u>1,679,003.44</u>	<u>935,084.23</u>	<u>743,919.21</u>
Contingent	-		-	-	-
Total Operations Including Contingent - within "CAPS"	<u>811,548.76</u>	<u>867,454.68</u>	<u>1,679,003.44</u>	<u>935,084.23</u>	<u>743,919.21</u>
Detail:					
Salaries and Wages	-	95,075.16	500.00	500.00	-
Other Expenses	811,548.76	772,379.52	1,678,503.44	934,584.23	743,919.21
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</b>					
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System		57,619.14	57,619.14		57,619.14
Social Security System (O.A.S.I.)		42.78	42.78		42.78
Defined Contribution Retirement Program		2,981.29	2,981.29	221.14	2,760.15
Total Deferred Charges and Statutory Expenditures - Municipal within "CAPS"	-	<u>60,643.21</u>	<u>60,643.21</u>	<u>221.14</u>	<u>60,422.07</u>
Total General Appropriations for Municipal Purposes within "CAPS"	<u>811,548.76</u>	<u>928,097.89</u>	<u>1,739,646.65</u>	<u>935,305.37</u>	<u>804,341.28</u>
<b>OPERATIONS - EXCLUDED FROM "CAPS"</b>					
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>					
Flood Control	81,756.66		81,756.66	77,045.07	4,711.59
Kane Stadium Renovations	3,028.00	38,981.46	42,009.46	13,615.00	28,394.46
Streetscape at Secaucus Plaza		7,475.10	7,475.10	7,475.10	
Paving of Various Streets	66,920.81	129,010.26	195,931.07	195,931.07	
Renovation of Various Buildings and Grounds	65,313.98	23,724.83	89,038.81	85,764.81	3,274.00
Total Capital Improvements - Excluded from "CAPS"	<u>217,019.45</u>	<u>199,191.65</u>	<u>416,211.10</u>	<u>379,831.05</u>	<u>36,380.05</u>
Total General Appropriations	<u>\$ 1,028,568.21</u>	<u>\$ 1,127,289.54</u>	<u>\$ 2,155,857.75</u>	<u>\$ 1,315,136.42</u>	<u>\$ 840,721.33</u>
Disbursements				\$ 935,305.37	
Accounts Payable				72,864.29	
Due General Capital Fund				<u>306,966.76</u>	
				<u>\$ 1,315,136.42</u>	

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Prepaid Taxes  
For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 779,423.40
Increased by:		
Receipts - Collector	800,749.59	<u>800,749.59</u>
		1,580,172.99
Decreased by:		
Application to Taxes Receivable	779,423.40	<u>779,423.40</u>
Balance December 31, 2016		<u><u>\$ 800,749.59</u></u>

## Exhibit SA-14

**CURRENT FUND**  
Statement of Tax Overpayments  
For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 10,179.84
Increased by:		
Operations	\$ 7,159.32	
Receipts - Collector	<u>126,713.59</u>	
		<u>133,872.91</u>
		144,052.75
Decreased by:		
Disbursements	108,214.18	
Application to Taxes Receivable:	<u>17,339.16</u>	
		<u>125,553.34</u>
Balance December 31, 2016		<u><u>\$ 18,499.41</u></u>

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
 Statement of Local District School Taxes Payable  
 For the Year Ended December 31, 2016

---

Balance December 31, 2015		\$ 1,229,366.60
Increased by:		
Calendar Year 2016 Levy		<u>36,062,683.00</u>
		37,292,049.60
Decreased by:		
Disbursements		<u>36,953,343.61</u>
Balance December 31, 2016		<u><u>\$ 338,705.99</u></u>

**CURRENT FUND**  
 Statement of County Taxes Payable  
 For the Year Ended December 31, 2016

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2016 Levy:		
County Tax	\$ 23,825,376.94	
County Open Space Tax	<u>457,718.63</u>	
		\$ 24,283,095.57
Decreased by:		
Disbursements		<u><u>\$ 24,283,095.57</u></u>

**TOWN OF SECAUCUS**  
**CURRENT FUND**  
Statement of Due County for Added and Omitted Taxes  
For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 461,190.90
Increased by:		
County Share of 2016 Levy:		
2015 Added Assessments	\$ 7,532.89	
2016 Added Assessments	410,735.51	
2015 Omitted / Added Assessments	<u>3,564.03</u>	
		<u>421,832.43</u>
		883,023.33
Decreased by:		
Disbursements		<u>461,190.90</u>
Balance December 31, 2016		<u><u>\$ 421,832.43</u></u>

**TOWN OF SECAUCUS**  
CURRENT FUND  
Statement of Accounts Payable  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 8,426.34
Increased by:	
2015 Appropriation Reserves	<u>72,864.29</u>
Balance December 31, 2016	<u><u>\$ 81,290.63</u></u>

CURRENT FUND  
Statement of Reserve for Tax Appeals  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 730,891.67
Decreased by:	
Disbursements	<u>230,546.09</u>
Balance December 31, 2016	<u><u>\$ 500,345.58</u></u>

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal, State and Other Grants - Unappropriated  
For the Year Ended December 31, 2016

	<u>Balance</u> <u>December 31, 2015</u>	<u>Federal and</u> <u>State Grants</u> <u>Receivable</u>	<u>Realized</u> <u>as Revenue</u> <u>in 2016</u>	<u>Cancellations</u>	<u>Balance</u> <u>December 31, 2016</u>
Federal Grants:					
U.S. Department of Health and Human Services:					
Drug-Free Communities Support Program Grants:					
Drug-Free Communities Support Program - 2016		\$ 125,000.00	\$ 125,000.00		
Assistance to Firefighters Grant:					
Assistance to Firefighters Grant Program - 2015		34,858.00	34,858.00		
U.S. Department of Transportation:					
National Priority Safety Programs:					
Passed-Through New Jersey Department of Law and Public Safety:					
Click It or Ticket 2016 Seat Belt Mobilization		5,000.00	5,000.00		
Occupant Protection		5,000.00	5,000.00		
Impaired Driving Countermeasure		5,000.00	5,000.00		
<b>Total Federal Grants</b>	-	174,858.00	174,858.00	-	-
State Grants:					
N.J. Department of Environmental Protection:					
Municipality Road Mileage:					
Clean Communities Program - 2016		35,023.37	35,023.37		
State Recycling:					
Recycling Tonnage Grant - 2016	\$ 228,216.52		228,216.52		
Recycling Tax Bonus Grant Program (Food Waste Recycling)		23,750.50	23,750.50		
2016 NJ Electric Vehicle Workplace Charging Grant		20,000.00	20,000.00		
Community Stewardship Incentive Program (CSIP) Grant:					
2016 CSIP Reforestation / Tree Planting Grant		30,000.00	30,000.00		
N.J. Department of Health and Senior Services:					
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:					
Municipal Court Alcohol Education Rehabilitation Fund - 2015	412.53		412.53		
Municipal Court Alcohol Education Rehabilitation Fund - 2016		906.47			906.47

(Continued)

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal, State and Other Grants - Unappropriated  
For the Year Ended December 31, 2016

	<u>Balance</u> <u>December 31, 2015</u>	<u>Federal and</u> <u>State Grants</u> <u>Receivable</u>	<u>Realized</u> <u>as Revenue</u> <u>in 2016</u>	<u>Cancellations</u>	<u>Balance</u> <u>December 31, 2016</u>
State Grants (Cont'd):					
N.J. Department of Law and Public Safety (Office of the Attorney General):					
Body Armor Replacement Program:					
Body Armor Replacement Fund Program - 2016	\$ 5,972.62		\$ 5,972.62		
Body Armor Replacement Fund Program - 2017		\$ 5,632.71			\$ 5,632.71
N.J. Department of Transportation:					
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project	200,000.00		142,092.62	\$ 57,907.38	
New Jersey Department of Transportation Fiscal Year 2016 Municipal Aid Program - Paterson Plank Road		215,096.00	215,096.00		
N.J. Department of Treasury:					
Pass through County of Hudson:					
Governor's Council on Alcoholism and Drug Abuse:					
Municipal Alliance on Alcoholism and Drug Abuse - 2017		14,051.00	14,051.00		
Total State Grants	<u>434,601.67</u>	<u>344,460.05</u>	<u>714,615.16</u>	<u>57,907.38</u>	<u>6,539.18</u>
Total Federal, State, and Other Grants	<u>\$ 434,601.67</u>	<u>\$ 519,318.05</u>	<u>\$ 889,473.16</u>	<u>\$ 57,907.38</u>	<u>\$ 6,539.18</u>
Statement of Federal, State and Other Grants Receivable				<u>\$ 57,907.38</u>	

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal, State and Other Grants - Appropriated  
For the Year Ended December 31, 2016

	Balance December 31, 2015		Transferred from 2016 Budget Appropriations	Paid or Charged	Encumbrances	Due Current Fund - Cancellations	Balance December 31, 2016							
	Reserved	Encumbrances												
Federal Grants:														
U.S. Department of Agriculture:														
Pass through N.J. Department of Environmental Protection:														
Cooperative Forestry Assistance:														
Green Communities Grant - 2013														
	\$	3,000.00				\$	3,000.00							
U.S. Department of Commerce:														
Pass through N.J. Department of Environmental Protection:														
Coastal Zone Management Administration Awards:														
Municipal Public Access Planning Grant Program														
		9,051.15		\$	199.90		\$	8,851.25						
U.S. Department of Health and Human Services:														
Drug-Free Communities Support Program Grants:														
Drug-Free Communities Support Program - 2015														
		118,171.99	\$	1,750.12										
Drug-Free Communities Support Program - 2016														
			\$	125,000.00		96,350.80	\$	2,088.47						
						9,876.31		21,482.84						
								115,123.69						
U.S. Department of Homeland Security:														
Pass through N.J. Department of Law and Public Safety (Office of the Attorney General):														
Hazard Mitigation Grant:														
Hazard Mitigation Grant Program - Energy Allocation Initiative														
						27,205.40								
Hazard Mitigation Grant Program - Library/EOC Generator Project														
		398,617.10				20,197.94		7,007.46						
						16,001.96		8,797.00						
								373,818.14						
Assistance to Firefighters Grant:														
Assistance to Firefighters Grant Program - 2014														
		19,740.26				15,474.35		4,265.91						
Assistance to Firefighters Grant Program - 2015														
				36,600.00				36,600.00						
Disaster Grants - Public Assistance:														
U.S. Department of Homeland Security (FEMA) (PW-05150)														
		288,314.04						288,314.04						
U.S. Department of the Interior:														
Hurricane Sandy Disaster Relief - Coastal Resiliency Grants:														
Hurricane Sandy Coastal Resiliency Competitive Grant Program - 2015														
		265,015.29				40,250.00		176,750.00						
								48,015.29						
U.S. Department of Transportation:														
National Priority Safety Programs:														
Passed-Through New Jersey Department of Law and Public Safety:														
Click It or Ticket 2016 Seat Belt Mobilization														
				5,000.00				5,000.00						
Occupant Protection														
				5,000.00		5,000.00								
Impaired Driving Countermeasure														
				5,000.00		5,000.00								
Total Federal Grants		1,101,909.83		28,955.52		176,600.00		208,351.26		194,642.93		3,000.00		901,471.16

(Continued)

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal, State and Other Grants - Appropriated  
For the Year Ended December 31, 2016

	Balance December 31, 2015		Transferred from 2016 Budget Appropriations	Paid or Charged	Encumbrances	Due Current Fund - Cancellations	Balance December 31, 2016
	Reserved	Encumbrances					
State Grants:							
N.J. Department of Community Affairs:							
Recreational Opportunities for Individuals with Disabilities - 2013	\$	1,000.00					\$ 1,000.00
Recreational Opportunities for Individuals with Disabilities - 2014		15,180.00					15,180.00
Recreational Opportunities for Individuals with Disabilities - 2015		3,644.47					3,644.47
N.J. Department of Environmental Protection:							
Municipality Road Mileage:							
Clean Communities Program - 2014		23,023.69		\$ 23,023.69			
Clean Communities Program - 2015				2,831.68	\$ 507.86		
Clean Communities Program - 2016			\$ 35,023.37	14,090.78	2,282.32		18,650.27
State Recycling:							
Recycling Tonnage Grant - 2013					2,322.03		
Recycling Tonnage Grant - 2014		13,788.50		14,728.44			
Recycling Tonnage Grant - 2016			228,216.52	124,310.94			103,905.58
Recycling Tax Bonus Grant Program (Food Waste Recycling)			23,750.50	23,750.00		\$ 0.50	
2016 NJ Electric Vehicle Workplace Charging Grant			20,000.00				20,000.00
Community Stewardship Incentive Program (CSIP) Grant:							
2016 CSIP Reforestation / Tree Planting Grant			30,000.00	30,000.00			
Garden State Preservation Trust (Buchmuller Park)		151,575.00					151,575.00
N.J. Department of Health and Senior Services:							
Alcohol, Education, Rehabilitation and Enforcement Trust Fund:							
Municipal Court Alcohol Education Rehabilitation Fund		755.09					755.09
Municipal Court Alcohol Education Rehabilitation Fund - 2013		527.75					527.75
Municipal Court Alcohol Education Rehabilitation Fund - 2015			412.53				412.53
N.J. Department of Law and Public Safety (Office of the Attorney General):							
Body Armor Replacement Program:							
Body Armor Replacement Program Fund - 2008		840.28		840.28			
Body Armor Replacement Program Fund - 2009		1,940.66		1,940.66			
Body Armor Replacement Program Fund - 2010		2,628.64		2,628.64			
Body Armor Replacement Program Fund - 2012		4,452.89		4,452.89			
Body Armor Replacement Program Fund - 2013		5,666.38		5,666.38			
Body Armor Replacement Program Fund - 2014		1,797.69		1,797.69			
Body Armor Replacement Program Fund - 2015		5,982.84		5,982.84			
Body Armor Replacement Fund Program - 2016			5,972.62	2,714.23			3,258.39

(Continued)

**TOWN OF SECAUCUS**  
**FEDERAL AND STATE GRANT FUND**  
Statement of Reserve for Federal, State and Other Grants - Appropriated  
For the Year Ended December 31, 2016

	Balance December 31, 2015		Transferred from 2016 Budget Appropriations	Paid or Charged	Encumbrances	Due Current Fund - Cancellations	Balance December 31, 2016
	Reserved	Encumbrances					
State Grants (Cont'd):							
N.J. Department of Transportation:							
Fiscal Year 2013 Municipal Aid Program - 5th Street	\$ 53,526.30	\$ 12,456.30			\$ 12,456.30		\$ 53,526.30
Fiscal Year 2014 Municipal Aid Program - Luhman Terrace	4,515.58			\$ 1,527.00			2,988.58
Local Aid Infrastructure Fund Program	612,132.25			13,870.42			598,261.83
Luhman Terrace Phase II and Roosevelt Avenue Improvement Project			\$ 142,092.62	52,970.19	54,549.10		34,573.33
New Jersey Department of Transportation Fiscal Year 2016 Municipal Aid Program - Paterson Plank Road			215,096.00				215,096.00
N.J. Department of Treasury:							
Pass through County of Hudson:							
Governor's Council on Alcoholism and Drug Abuse:							
Municipal Alliance on Alcoholism and Drug Abuse - 2013	999.13						999.13
Municipal Alliance on Alcoholism and Drug Abuse - 2015	1,161.15	3,000.00			3,000.00		1,161.15
Municipal Alliance on Alcoholism and Drug Abuse - 2016	15,752.26			10,373.56	127.44		5,251.26
Municipal Alliance on Alcoholism and Drug Abuse - 2017			17,564.00				17,564.00
<b>Total State Grants</b>	<b>920,890.55</b>	<b>22,057.81</b>	<b>718,128.16</b>	<b>337,500.31</b>	<b>75,245.05</b>	<b>\$ 0.50</b>	<b>1,248,330.66</b>
Other Grants:							
County of Hudson Open Space, Recreation, and Historic Preservation Trust Fund:							
Park Improvements to Buchmuller Park		100.70			100.70		
Waterfront Property Acquisition - Farm Road and Oak Lane	300,000.00			435.00			299,565.00
Association of New Jersey Environmental Commissions (ANJEC):							
2012 Sustainable Land Use Planning Grant	375.00					375.00	
New Jersey League of Municipalities Educational Foundation, Inc.:							
Sustainable Jersey Small Grant - 2011	7,986.81						7,986.81
2013 Sustainable Jersey Small Grant - Tree Hazard & Health Assessment Program	500.00						500.00
Williams Foundation Fund at the Tulsa Community Foundation (Secaucus Fire Department)							
	2,200.00						2,200.00
<b>Total Other Grants</b>	<b>311,061.81</b>	<b>100.70</b>	<b>-</b>	<b>435.00</b>	<b>100.70</b>	<b>375.00</b>	<b>310,251.81</b>
<b>Total Federal, State, and Other Grants</b>	<b>\$ 2,333,862.19</b>	<b>\$ 51,114.03</b>	<b>\$ 894,728.16</b>	<b>\$ 546,286.57</b>	<b>\$ 269,988.68</b>	<b>\$ 3,375.50</b>	<b>\$ 2,460,053.63</b>
Disbursements				\$ 458,454.50			
Due Current Fund:							
Payments made by Current Fund				87,832.07			
2016 Budget Appropriations:							
Matching Funds for Grants:							
Fire:							
Other Expenses				\$ 1,742.00			
Cash Match - Human Services Alcohol and Drug Abuse Program (Emergency Appropriation)				3,513.00			
Reserve for Federal and State Grants - Appropriated				889,473.16			
				<b>\$ 894,728.16</b>	<b>\$ 546,286.57</b>		

**SUPPLEMENTAL EXHIBITS**  
**TRUST FUNDS**

**TOWN OF SECAUCUS**  
**TRUST FUNDS**  
Statement of Trust Cash - Treasurer  
For the Year Ended December 31, 2016

	<u>Assessment Fund</u>	<u>Animal Control Fund</u>	<u>Trust - Other</u>
Balance December 31, 2015	\$ 817,666.82	\$ 52,356.57	\$ 1,360,045.95
Increased by Receipts:			
Due from Town Clerk		\$ 8,216.00	
Reserve for Animal Shelter Donations		66,714.22	
Reserve for Animal Control Fund Expenditures		8,680.41	
Due Current Fund	\$ 552,494.36	2,700.00	\$ 162,736.43
Due Federal and State Grant Fund			71,286.00
Due General Capital Fund			245.00
Reserve for Unemployment Compensation Insurance			30,751.37
Reserve for Payroll Deductions Payable			23,953,972.10
Miscellaneous Trust Reserves			747,173.35
	<u>552,494.36</u>	<u>86,310.63</u>	<u>24,966,164.25</u>
	1,370,161.18	138,667.20	26,326,210.20
Decreased by Disbursements:			
Due Current Fund		5,661.94	68,880.42
Reserve for Animal Shelter Donations		44,788.63	
Reserve for Animal Control Fund Expenditures		2,609.35	
Reserve for Unemployment Compensation Insurance			86,544.64
Reserve for Payroll Deductions Payable			23,834,833.22
Reserve for Community Development Block Grant			115,626.74
Miscellaneous Trust Reserves			828,163.79
	<u>-</u>	<u>53,059.92</u>	<u>24,934,048.81</u>
Balance December 31, 2016	<u>\$ 1,370,161.18</u>	<u>\$ 85,607.28</u>	<u>\$ 1,392,161.39</u>

**TOWN OF SECAUCUS**  
 TRUST FUNDS -- ASSESSMENT  
 Analysis of Assessment Cash - Collector  
 For the Year Ended December 31, 2016

		Balance (Deficit) <u>December 31, 2015</u>	<u>Receipts</u> Miscellaneous	<u>Transfers</u> From	To	Balance (Deficit) <u>December 31, 2016</u>
Bond Anticipation Notes:						
Ordinance						
<u>Number</u>						
2002-10	Reconstruction of Castle Road	\$ 590,112.09		\$ 343,614.00	\$ 343,614.64	\$ 590,112.73
2003-02, 2006-07	Construction of Sack Creek	235,863.48		152,034.00	152,034.75	235,864.23
2007-12, 2008-21	Reconstruction of Penhorn Avenue	(9,146.66)		55,000.00	65,621.00	1,474.34
Due Current Fund		837.91	\$ 552,494.36	561,270.39		(7,938.12)
Due General Capital Fund				744,883.00	1,295,531.00	550,648.00
		<u>\$ 817,666.82</u>	<u>\$ 552,494.36</u>	<u>\$ 1,856,801.39</u>	<u>\$ 1,856,801.39</u>	<u>\$ 1,370,161.18</u>

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- ASSESSMENT**  
**Statement of Assessments Receivable**  
**For the Year Ended December 31, 2016**

Ordinance Number	Improvement Description	Date of Confirmation	Annual Installments	Due Dates	Balance December 31, 2015	Due Current Fund - (Collector) Collections	Balance December 31, 2016	Balance Pledged to	
								Bond Anticipation Notes	Reserve
2002-10	Reconstruction of Castle Road	07/27/10	10	10/01/19	\$ 1,373,463.77	\$ 343,614.64	\$ 1,029,849.13	\$ 376,950.00	\$ 652,899.13
2003-02, 2006-07	Construction of Sack Creek	07/20/10	10	10/01/19	608,139.00	152,034.75	456,104.25	245,992.00	210,112.25
2007-12, 2008-21	Reconstruction of Penhorn Avenue	07/30/10	10	10/01/19	225,897.36	56,474.34	169,423.02	121,941.00	47,482.02
					<u>\$ 2,207,500.13</u>	<u>\$ 552,123.73</u>	<u>\$ 1,655,376.40</u>	<u>\$ 744,883.00</u>	<u>\$ 910,493.40</u>

**TOWN OF SECAUCUS**  
TRUST FUNDS -- ASSESSMENT  
Schedule of Assessment Liens  
As of December 31, 2016

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2016</u>	<u>Balance Pledged to Reserve</u>
2007-12, 2008-21	Reconstruction of Penhorn Avenue	<u>\$ 33,887.86</u>	<u>\$ 33,887.86</u>

**TOWN OF SECAUCUS**  
TRUST FUNDS -- ANIMAL CONTROL  
Statement of Due from Town Clerk  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 8,183.60
Increased by:	
Cancellation of Prior Years' Bank Charges Due to Town Clerk:	
Reserve for Animal Control Fund Expenditures	<u>32.40</u>
	8,216.00
Decreased by:	
Receipts	<u><u>\$ 8,216.00</u></u>

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
 Statement of Community Development Block Grant Receivable  
 For the Year Ended December 31, 2016

<hr/>	
Balance December 31, 2015	\$ 152,202.80
Increased by:	
2016 Project Year Award	65,000.00
	217,202.80
Decreased by:	
Cancellations	\$ 5,416.80
Due Federal and State Grant Fund:	
Collections made by Federal and State Grant Fund	71,286.00
	76,702.80
Balance December 31, 2016	\$ 140,500.00
 <u>Analysis of Balance, December 31, 2016</u>	
Year 2015	\$ 75,500.00
Year 2016	65,000.00
	\$ 140,500.00

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- ASSESSMENT**  
 Statement of Due to / (from) Current Fund  
 For the Year Ended December 31, 2016

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Balance December 31, 2015 (Due to)		\$ 837.91
Increased by:		
Receipts:		
Interest on Investments and Deposits	\$ 1,208.44	
Interfunds Received	<u>551,285.92</u>	
		<u>552,494.36</u>
		553,332.27
Decreased by:		
2016 Budget Appropriations:		
Cash Deficit - Reconstruction of Penhorn Avenue	9,146.66	
Collections made by Current Fund:		
Assessments Receivable - Collector	<u>552,123.73</u>	
		<u>561,270.39</u>
Balance December 31, 2016 (Due from)		<u><u>\$ 7,938.12</u></u>

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- ASSESSMENT**  
Statement of Assessment Bond Anticipation Notes  
For the Year Ended December 31, 2016

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2015	Due General Capital Fund - Issued	Due General Capital Fund - Decreased	Balance December 31, 2016
2002-10	Reconstruction of Castle Road	06/22/06	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	\$ 720,564.00	\$ 376,950.00	\$ 720,564.00	\$ 376,950.00
2003-02, 2006-07	Construction of Sack Creek	06/22/06	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	398,026.00	245,992.00	398,026.00	245,992.00
2007-12, 2008-21	Reconstruction of Penhorn Avenue	08/15/08	01/09/15 01/08/16	01/08/16 01/08/17	1.25% 2.00%	176,941.00	121,941.00	176,941.00	121,941.00
						<u>\$ 1,295,531.00</u>	<u>\$ 744,883.00</u>	<u>\$ 1,295,531.00</u>	<u>\$ 744,883.00</u>
Paid by Budget Appropriation								\$ 550,648.00	
Renewals							<u>\$ 744,883.00</u>	<u>744,883.00</u>	
							<u>\$ 744,883.00</u>	<u>\$ 1,295,531.00</u>	

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- ASSESSMENT**  
Statement of Reserve for Assessments and Liens  
For the Year Ended December 31, 2016

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2015</u>	<u>Increased by</u>  <u>Current Budget for Deficit</u>	<u>Balance December 31, 2016</u>
Assessments Receivable:				
2002-10	Reconstruction of Castle Road	\$ 1,243,011.86		\$ 1,243,011.86
2003-02, 2006-07	Construction of Sack Creek	445,976.48		445,976.48
2007-12, 2008-21	Reconstruction of Penhorn Avenue	39,809.70	\$ 9,146.66	48,956.36
Assessment Liens:				
2007-12, 2008-21	Reconstruction of Penhorn Avenue	<u>33,887.86</u>		<u>33,887.86</u>
		<u>\$ 1,762,685.90</u>	<u>\$ 9,146.66</u>	<u>\$ 1,771,832.56</u>

**TOWN OF SECAUCUS**  
 TRUST FUNDS -- ANIMAL CONTROL  
 Statement of Due to Current Fund  
 For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 8,361.94
Increased by:		
Receipts:		
Collections made for Current Fund:		
Miscellaneous Revenue not Anticipated	\$ 2,700.00	
Reserve for Animal Control Fund Expenditures - Statutory Excess	<u>5,265.86</u>	
		<u>7,965.86</u>
		16,327.80
Decreased by:		
Disbursements		<u>5,661.94</u>
Balance December 31, 2016		<u><u>\$ 10,665.86</u></u>

**TOWN OF SECAUCUS**  
TRUST FUNDS -- ANIMAL CONTROL  
Statement of Reserve for Animal Shelter Donations  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 36,247.03
Increased by:	
Receipts	<u>66,714.22</u>
	102,961.25
Decreased by:	
Disbursements	<u>44,788.63</u>
Balance December 31, 2016	<u><u>\$ 58,172.62</u></u>

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- ANIMAL CONTROL**  
 Statement of Reserve for Animal Control Fund Expenditures  
 For the Year Ended December 31, 2016

Balance December 31, 2015		\$ 15,931.20
Increased by:		
Receipts:		
Dog License Fees	\$ 7,836.80	
Cat License Fees	85.00	
Late Fees	265.00	
Miscellaneous	493.61	
	\$ 8,680.41	
Due Town Clerk:		
Cancellation of Prior Years' Bank Charges	32.40	
		8,712.81
		24,644.01
Decreased by:		
Disbursements	2,609.35	
Due Current Fund:		
Statutory Excess	5,265.86	
		7,875.21
Balance December 31, 2016		\$ 16,768.80

Animal License Fees Collected

<u>Year</u>	<u>Amount</u>
2014	\$ 8,552.80
2015	8,216.00
	\$ 16,768.80

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
Statement of Due from / (to) Current Fund  
For the Year Ended December 31, 2016

	<u>Fire Penalties</u>	<u>Payroll Tax Escrow</u>	<u>Payroll</u>	<u>Unemployment Insurance</u>	<u>Trust Other</u>	<u>Community Development Block Grant</u>
Balance December 31, 2015	\$ 16,440.86	\$ (71,009.70)	\$ 121.67	\$ 133.83	\$ 405,582.78	\$ (160,585.06)
Increased by:						
2016 Budget Appropriation:						
Unemployment				125,000.00		
Disbursements:						
Interfunds Returned			8,271.67		2,608.75	
Collections made by Current Fund						
	<u>16,440.86</u>	<u>(71,009.70)</u>	<u>8,393.34</u>	<u>125,133.83</u>	<u>408,191.53</u>	<u>(160,585.06)</u>
Decreased by:						
Receipts:						
Interest on Investments and Deposits					505.83	
Interfunds Received			8,271.67	125,000.00	23,655.85	
Collections made for Current Fund:						
Non Budget Revenues						
	<u>-</u>	<u>-</u>	<u>8,271.67</u>	<u>125,000.00</u>	<u>24,161.68</u>	<u>-</u>
Balance December 31, 2016	<u>\$ 16,440.86</u>	<u>\$ (71,009.70)</u>	<u>\$ 121.67</u>	<u>\$ 133.83</u>	<u>\$ 384,029.85</u>	<u>\$ (160,585.06)</u>

(Continued)

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
 Statement of Due from / (to) Current Fund  
 For the Year Ended December 31, 2016

	<u>Affordable Housing</u>	<u>Developers' Escrow</u>	<u>Secaucus Revitalization Program Donations</u>	<u>Premium on Tax Sale</u>	<u>Municipal Public Defender</u>	<u>Recreation Trust</u>	<u>Tree Planting</u>
Balance December 31, 2015	\$ (2,608.75)	\$ (33.23)	\$ (15,375.00)	\$ (4,100.00)	\$ (25,271.01)	\$ (128,672.81)	\$ (3,354.15)
Increased by:							
2016 Budget Appropriation:							
Unemployment							
Disbursements:							
Interfunds Returned					58,000.00		
Collections made by Current Fund							
	<u>(2,608.75)</u>	<u>(33.23)</u>	<u>(15,375.00)</u>	<u>(4,100.00)</u>	<u>32,728.99</u>	<u>(128,672.81)</u>	<u>(3,354.15)</u>
Decreased by:							
Receipts:							
Interest on Investments and Deposits		40.83					
Interfunds Received							
Collections made for Current Fund:							
Non Budget Revenues							5,262.25
	<u>-</u>	<u>40.83</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,262.25</u>
Balance December 31, 2016	<u>\$ (2,608.75)</u>	<u>\$ (74.06)</u>	<u>\$ (15,375.00)</u>	<u>\$ (4,100.00)</u>	<u>\$ 32,728.99</u>	<u>\$ (128,672.81)</u>	<u>\$ (8,616.40)</u>

(Continued)

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
Statement of Due from / (to) Current Fund  
For the Year Ended December 31, 2016

	<u>Auction Licenses</u>	<u>Comcast Cablevision</u>	<u>Land Sale Deposit</u>	<u>Fire Department</u>	<u>D.W.I. Surcharges</u>	<u>Parking Offenses Adjudication Act</u>	<u>Totals</u>
Balance December 31, 2015	\$ (5,120.00)	\$ (23.05)	\$ (8,000.00)	\$ (50,883.01)	\$ 7,583.75	\$ (4,263.86)	\$ (49,436.74)
Increased by:							
2016 Budget Appropriation:							
Unemployment							125,000.00
Disbursements:							
Interfunds Returned							68,880.42
Collections made by Current Fund					2,731.10		2,731.10
	<u>(5,120.00)</u>	<u>(23.05)</u>	<u>(8,000.00)</u>	<u>(50,883.01)</u>	<u>10,314.85</u>	<u>(4,263.86)</u>	<u>147,174.78</u>
Decreased by:							
Receipts:							
Interest on Investments and Deposits							546.66
Interfunds Received							156,927.52
Collections made for Current Fund:							
Non Budget Revenues							5,262.25
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>162,736.43</u>
Balance December 31, 2016	<u>\$ (5,120.00)</u>	<u>\$ (23.05)</u>	<u>\$ (8,000.00)</u>	<u>\$ (50,883.01)</u>	<u>\$ 10,314.85</u>	<u>\$ (4,263.86)</u>	<u>\$ (15,561.65)</u>

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
 Statement of Due from / (to) Federal and State Grant Fund  
 For the Year Ended December 31, 2016

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Balance December 31, 2015 (Due from)		\$ 2,970.65
Increased by:		
Collections made by Federal and State Grant Fund		71,286.00
		74,256.65
Decreased by:		
Receipts:		
Interfunds Received	\$ 71,286.00	
Payments made by Federal and State Grant Fund:		
Reserve for Community Development Block Grant	65,000.00	
		136,286.00
Balance December 31, 2016 (Due to)		\$ 62,029.35

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
Statement of Reserve for Unemployment Compensation Insurance  
For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 32,511.65
Increased by:		
Receipts:		
Employee Contributions	\$ 30,751.37	
Due Current Fund:		
2016 Budget Appropriation	<u>125,000.00</u>	
		<u>155,751.37</u>
		188,263.02
Decreased by:		
Disbursements:		
Claims Paid		<u>86,544.64</u>
Balance December 31, 2016		<u><u>\$ 101,718.38</u></u>

**TOWN OF SECAUCUS**  
TRUST FUNDS -- OTHER  
Statement of Reserve for Payroll Deductions Payable  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 114,980.77
Increased by:	
Receipts	<u>23,953,972.10</u>
	24,068,952.87
Decreased by:	
Disbursements	<u>23,834,833.22</u>
Balance December 31, 2016	<u><u>\$ 234,119.65</u></u>

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
Statement of Reserve for Community Development Block Grant  
For the Year Ended December 31, 2016

Balance December 31, 2015		\$ 152,202.80
Increased by:		
2016 Project Year Award		65,000.00
		217,202.80
Decreased by:		
Cancellations	\$ 5,416.80	
Disbursements	115,626.74	
Due Federal and State Grant Fund:		
Payments made by Federal and State Grant Fund	65,000.00	
		186,043.54
Balance December 31, 2016		\$ 31,159.26
 <u>Analysis of Balance, December 31, 2016</u>		
Year 2015		\$ 31,159.26

**TOWN OF SECAUCUS**  
**TRUST FUNDS -- OTHER**  
Statement of Miscellaneous Trust Other Reserves  
For the Year Ended December 31, 2016

	Balance December 31, 2015	Increased by			Decreased by Disbursements	Balance December 31, 2016
		Receipts	Due General Fund	Due Current Fund		
Reserve for:						
Affordable Housing	\$ 340,714.29	\$ 119,137.19			\$ 63,040.03	\$ 396,811.45
Bid Bond / Film Deposit	50,675.00	9,500.00			56,175.00	4,000.00
Developers' Escrow	58,048.36	25,070.80			15,000.00	68,119.16
Curb Cutting / Street Opening Deposits	179,747.00	12,624.00			13,624.00	178,747.00
Forfeited Funds	28,616.90	10,141.14				38,758.04
Deposits for Redemption of Tax Title Lien Certificates		366,914.22			366,914.22	
Parking Offense Adjudication Act (POAA)	12,695.61	3,196.00				15,891.61
Premium on Tax Sale	324,400.00	77,400.00			153,000.00	248,800.00
Municipal Public Defender	3,158.01	17,145.00				20,303.01
Recreation Trust	96,326.64	75,790.00	\$ 245.00		110,095.50	62,266.14
Volunteer Fire Department Donations	3,094.51	28,555.00			22,934.88	8,714.63
D.W.I. Surcharges	21,031.05			\$ 2,731.10		23,762.15
Fire Penalties	47,580.07	1,700.00			27,380.16	21,899.91
	<u>\$ 1,166,087.44</u>	<u>\$ 747,173.35</u>	<u>\$ 245.00</u>	<u>2,731.10</u>	<u>\$ 828,163.79</u>	<u>\$ 1,088,073.10</u>

**SUPPLEMENTAL EXHIBITS**  
**GENERAL CAPITAL FUND**

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of General Capital Cash  
For the Year Ended December 31, 2016

Balance December 31, 2015		\$ 2,519,336.37
Increased by Receipts:		
Due Current Fund	\$ 234,436.83	
Due Trust Other Fund	245.00	
Due Trust Assessment Fund	744,883.00	
Due Swimming Pool Utility Capital Fund	909,987.00	
Bond Anticipation Notes	21,851,759.00	
General Serial Bonds	5,020,000.00	
General Capital Surplus	<u>586,701.67</u>	
		<u>29,348,012.50</u>
		31,867,348.87
Decreased by Disbursements:		
Due Current Fund	506,470.97	
Due Trust Other Fund	245.00	
Due Trust Assessment Fund	1,295,531.00	
Due Swimming Pool Utility Operating Fund	6,963.24	
Due Swimming Pool Utility Capital Fund	1,676,003.70	
Bond Anticipation Notes	18,496,874.00	
Improvement Authorizations	<u>9,433,068.24</u>	
		<u>31,415,156.15</u>
Balance December 31, 2016		<u><u>\$ 452,192.72</u></u>

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Year Ended December 31, 2016

	Balance or (Deficit) December 31, 2015	Receipts			Disbursements			Transfers		Balance or (Deficit) December 31, 2016
		Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Excess Proceeds from Bond Anticipation Notes	\$ 111,719.00									\$ 111,719.00
Due Current Fund	978,875.01			\$ 234,436.83			\$ 506,470.97	\$ 1,772,975.75	\$ 1,039,605.64	(26,529.24)
Due Federal and State Grant Fund	(527,193.19)								198,892.84	(328,300.35)
Due Trust Assessment Fund				744,883.00			1,295,531.00			(550,648.00)
Due Trust Other Fund				245.00			245.00			
Due Swimming Pool Utility Operating Fund	(9,111.00)						6,963.24			(16,074.24)
Due Swimming Pool Utility Capital Fund	(110,087.00)			909,987.00			1,676,003.70			(876,103.70)
Contracts Payable	1,685,223.55							1,685,223.55	1,461,760.01	1,461,760.01
Capital Improvement Fund	6,339.25							1,338,000.00	1,331,660.75	
General Capital Surplus	132,784.27			586,701.67				521,030.06		198,455.88
Improvement Authorizations:										
Ordinance Number	Description									
2000-25	Various Public Improvements							19,396.56	19,396.56	
2008-20	Various Improvements and Acquisition of New Equipment							640.37	640.37	
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	\$ 1,899,212.00				\$ 2,010,408.00			111,196.00	
2011-19	Reconstruction of Shetik Field	886,344.00				919,172.00			32,828.00	
2011-23	Undertaking of Various Infrastructure Improvements	447,368.00				473,684.00		1,035.63	27,351.63	
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	1,617,000.00				1,665,500.00			48,500.00	
2012-25	Municipal Buildings Voice and Data Communication Systems	452,676.00				490,400.00			37,724.00	
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment	550,099.00				571,000.00			20,901.00	
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	3,095,750.00			\$ 152,521.09	3,237,000.00		23,363.99	317,135.08	
2013-17	Various Capital Improvements	583,110.00				605,710.00			22,600.00	
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	2,723,000.00			132,599.13	2,723,000.00		81,749.64	219,574.17	5,225.40
2014-09	Various Public Improvements and Acquisitions	24,500.00				23,974.00		1,026.00	500.00	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	1,904,000.00			7,100.00	1,904,000.00		29,645.08	36,745.08	

(Continued)

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Analysis of General Capital Cash  
 For the Year Ended December 31, 2016

		Receipts				Disbursements			Transfers		Balance or (Deficit) December 31, 2016
		Balance or (Deficit) December 31, 2015	Bond Anticipation Notes	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
Improvement Authorizations (Cont'd):											
Ordinance Number	Description										
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment		\$ 809,000.00				\$ 809,000.00				
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	\$ 18,649.97	333,000.00			\$ 18,649.97	333,000.00				
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	207,636.51	2,755,000.00			1,281,481.77	2,755,000.00		\$ 1,231,446.66		\$ 157,601.40
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment		3,796,200.00			2,271,215.67		\$ 1,188,604.12	190,000.00		526,380.21
2016-22	Various Public Improvements					164,477.17		580,429.08	48,000.00		(696,906.25)
2016-23	Refunding Bond Ordinance			\$ 5,020,000.00		5,381,049.44		59,980.62	421,030.06		
2016-24	Various Public Improvements							614,387.40	1,100,000.00		485,612.60
		<u>\$ 2,519,336.37</u>	<u>\$ 21,851,759.00</u>	<u>\$ 5,020,000.00</u>	<u>\$ 2,476,253.50</u>	<u>\$ 9,433,068.24</u>	<u>\$ 18,496,874.00</u>	<u>\$ 3,485,213.91</u>	<u>\$ 7,917,487.85</u>	<u>\$ 7,917,487.85</u>	<u>\$ 452,192.72</u>

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Statement of Deferred Charges to Future Taxation - Funded  
 For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 23,720,340.52
Increased by:		
2016 Refunding Bonds Issued		<u>5,020,000.00</u>
		28,740,340.52
Decreased by:		
2016 Budget Appropriation to Pay:		
General Serial Bonds	\$ 1,830,000.00	
New Jersey Environmental Infrastructure Loans Payable	174,036.28	
New Jersey Green Acres Loans Payable	<u>32,119.97</u>	
General Improvement Bonds Refunded	\$ 2,036,156.25	
	<u>5,250,000.00</u>	
		<u>7,286,156.25</u>
Balance December 31, 2016		<u><u>\$ 21,454,184.27</u></u>

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Statement of Deferred Charges to Future Taxation - Unfunded  
 For the Year Ended December 31, 2016

Ordinance Number	Improvement Description	Balance December 31, 2015	Increased by		Decreased by		Transferred to Deferred Taxation - Funded	Analysis of Balance, December 31, 2016		
			2016 Authorizations	Notes Paid by Budget Appropriation	Authorizations Canceled	Funded by Capital Surplus		Balance December 31, 2016	Financed by Bond Anticipation Notes	Expenditures
General Improvements:										
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	\$ 1,970,483.50		\$ 111,196.00				\$ 1,859,287.50	\$ 1,859,287.50	
2011-19	Reconstruction of Shetik Field	919,022.83		32,828.00				886,194.83	886,194.83	
2011-23	Undertaking of Various Infrastructure Improvements	473,683.70		26,316.00				447,367.70	447,367.70	
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	1,622,004.30		48,500.00				1,573,504.30	1,573,504.30	
2012-25	Municipal Buildings Voice and Data Communication Systems	490,400.00		37,724.00				452,676.00	452,676.00	
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment	570,500.00		20,901.00				549,599.00	549,599.00	
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	3,228,566.76		141,250.00				3,087,316.76	3,087,316.76	
2013-17	Various Capital Improvements	605,710.00		22,600.00				583,110.00	583,110.00	
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	2,711,658.74						2,711,658.74	2,711,658.74	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	1,904,000.00						1,904,000.00	1,904,000.00	
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment	801,125.17						801,125.17	801,125.17	
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	333,000.00						333,000.00	333,000.00	
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	2,755,000.00						2,755,000.00	2,755,000.00	
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment		\$ 3,796,200.00					3,796,200.00	3,796,200.00	
2016-22	Various Public Improvements		952,000.00					952,000.00	\$ 696,906.25	\$ 255,093.75

(Continued)

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Statement of Deferred Charges to Future Taxation - Unfunded  
 For the Year Ended December 31, 2016

Ordinance Number	Improvement Description	Increased by		Decreased by		Transferred to Deferred Taxation - Funded	Analysis of Balance, December 31, 2016				
		Balance December 31, 2015	2016 Authorizations	Notes Paid by Budget Appropriation	Authorizations Canceled		Funded by Capital Surplus	Balance December 31, 2016	Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
General Improvements (Cont'd):											
2016-23	Refunding Bond Ordinance		\$ 5,445,000.00		\$ 169.40	\$ 424,830.60	\$ 5,020,000.00				
		<u>\$ 18,385,155.00</u>	<u>\$ 10,193,200.00</u>	<u>\$ 441,315.00</u>	<u>\$ 169.40</u>	<u>\$ 424,830.60</u>	<u>\$ 5,020,000.00</u>	<u>\$ 22,692,040.00</u>	<u>\$ 21,740,040.00</u>	<u>\$ 696,906.25</u>	<u>\$ 255,093.75</u>
Bond Anticipation Notes								\$ 21,851,759.00			
Less: Excess Proceeds from Bond Anticipation Notes - Ordinances:											
2010-39							\$ 39,924.50				
2011-19							149.17				
2011-23							0.30				
2012-07							43,495.70				
2012-34							500.00				
2013-06							8,433.24				
2014-08							11,341.26				
2014-25							<u>7,674.83</u>				
								111,719.00			
								<u>\$ 21,740,040.00</u>			
Improvement Authorizations Unfunded										\$ 944,300.76	
Less: Unexpended Proceeds of Bond Anticipation Notes Issued - Ordinances:											
2014-08									\$ 5,225.40		
2015-17									157,601.40		
216-11									<u>526,380.21</u>		
										<u>\$ 689,207.01</u>	
										<u>\$ 255,093.75</u>	

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of Due to (from) Current Fund  
For the Year Ended December 31, 2016

Balance December 31, 2015 (Due to)		\$ 978,875.01
Increased by:		
Receipts:		
Interest on Investments and Deposits	\$ 2,776.08	
Interfunds Received	<u>231,660.75</u>	
		\$ 234,436.83
2016 Anticipated Budget Revenue:		
General Capital Surplus		100,000.00
Payments made by Current Fund:		
Improvement Authorizations		<u>939,605.64</u>
		<u>1,274,042.47</u>
		2,252,917.48
Decreased by:		
Disbursements:		
2016 Budget Appropriations	199,504.21	
2015 Appropriation Reserves	<u>306,966.76</u>	
		506,470.97
2016 Budget Appropriations:		
Capital Improvement Fund	1,331,660.75	
Payment of Bond Anticipation Notes and Capital Notes	<u>441,315.00</u>	
		<u>1,772,975.75</u>
		<u>2,279,446.72</u>
Balance December 31, 2016 (Due from)		<u><u>\$ 26,529.24</u></u>

**TOWN OF SECAUCUS**  
GENERAL CAPITAL FUND  
Statement of Due from Federal and State Grant Fund  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 527,193.19
Decreased by:	
Payments made by Federal and State Grant Fund:	
Improvement Authorizations	<u>198,892.84</u>
Balance December 31, 2016	<u><u>\$ 328,300.35</u></u>

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of Due from Trust Assessment Fund  
For the Year Ended December 31, 2016

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Receipts:		
Collections made for Trust Assessment Fund:		
Bond Anticipation Notes	\$	744,883.00
Decreased by:		
Disbursements		<u>1,295,531.00</u>
Balance December 31, 2016	\$	<u><u>550,648.00</u></u>

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Statement of Bond Anticipation Notes  
 For the Year Ended December 31, 2016

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2015</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2016</u>
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	01/14/11	01/09/15 01/08/16	01/08/16 01/06/17	1.25% 2.00%	\$ 2,010,408.00	\$ 1,899,212.00	\$ 2,010,408.00	\$ 1,899,212.00
2011-19	Reconstruction of Shetik Field	01/13/12	01/09/15 01/08/16	01/08/16 01/06/17	1.25% 2.00%	919,172.00	886,344.00	919,172.00	886,344.00
2011-23	Undertaking of Various Infrastructure Improvements	01/13/12	01/09/15 01/08/16	01/08/16 01/06/17	1.25% 2.00%	473,684.00	447,368.00	473,684.00	447,368.00
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	06/15/12	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	1,665,500.00	1,617,000.00	1,665,500.00	1,617,000.00
2012-25	Municipal Buildings Voice and Data Communication Systems	01/11/13	01/09/15 01/08/16	01/08/16 01/06/17	1.25% 2.00%	490,400.00	452,676.00	490,400.00	452,676.00
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment	01/11/13	01/09/15 01/08/16	01/08/16 01/06/17	1.25% 2.00%	571,000.00	550,099.00	571,000.00	550,099.00
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	06/14/13	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	3,237,000.00	3,095,750.00	3,237,000.00	3,095,750.00
2013-17	Various Capital Improvements	07/03/13	04/16/15 04/14/16	04/15/16 04/14/17	0.65% 0.90%	605,710.00	583,110.00	605,710.00	583,110.00
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	06/13/14	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	2,723,000.00	2,723,000.00	2,723,000.00	2,723,000.00
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	06/12/15	06/12/15 06/10/16 12/10/15	06/10/16 05/01/17 08/10/16 08/10/17	0.49% 0.92% 1.50% 2.00%	723,010.00 1,180,990.00	723,010.00 1,180,990.00	723,010.00 1,180,990.00	723,010.00 1,180,990.00

(Continued)

**TOWN OF SECAUCUS**  
 GENERAL CAPITAL FUND  
 Statement of Bond Anticipation Notes  
 For the Year Ended December 31, 2016

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2015	Increased	Decreased	Balance December 31, 2016
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment	12/10/15	12/10/15 08/10/16	08/10/16 08/10/17	1.50% 2.00%	\$ 809,000.00	\$ 809,000.00	\$ 809,000.00	\$ 809,000.00
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	12/10/15	12/10/15 08/10/16	08/10/16 08/10/17	1.50% 2.00%	333,000.00	333,000.00	333,000.00	333,000.00
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	12/10/15	12/10/15 08/10/16	08/10/16 08/10/17	1.50% 2.00%	2,755,000.00	2,755,000.00	2,755,000.00	2,755,000.00
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	08/10/16	08/10/16	08/10/17	2.00%	_____	3,796,200.00	_____	3,796,200.00
						<u>\$ 18,496,874.00</u>	<u>\$ 21,851,759.00</u>	<u>\$ 18,496,874.00</u>	<u>\$ 21,851,759.00</u>
Issued for Cash							\$ 3,796,200.00		
Paid by 2016 Budget Appropriation								\$ 441,315.00	
Renewals							<u>18,055,559.00</u>	<u>18,055,559.00</u>	
							<u>\$ 21,851,759.00</u>	<u>\$ 18,496,874.00</u>	

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Statement of General Serial Bonds  
 For the Year Ended December 31, 2016

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2016		Interest Rate	Balance December 31, 2015	Increased - Receipts	Decreased	Balance December 31, 2016
			Date	Amount					
General Improvement Bonds	01/15/07	\$ 9,450,000.00	01/15/17	\$ 525,000.00	3.983%	\$ 6,300,000.00		\$ 5,775,000.00	\$ 525,000.00
General Improvement Bonds	04/01/10	15,608,000.00	04/01/17	620,000.00	3.000%				
			04/01/18	1,000,000.00	3.000%				
			04/01/19	1,040,000.00	3.000%				
			04/01/20	1,050,000.00	3.250%				
			04/01/21	1,050,000.00	3.500%				
			04/01/22	1,050,000.00	3.625%				
			04/01/23	1,050,000.00	3.750%				
			04/01/24	1,050,000.00	4.000%				
			04/01/25	1,050,000.00	4.000%				
			04/01/26	1,100,000.00	4.000%				
			04/01/27	1,100,000.00	4.000%				
			04/01/28	1,100,000.00	4.000%				
			04/01/29	1,098,000.00	4.000%	13,908,000.00		550,000.00	13,358,000.00
General Improvement Refunding Bonds	11/01/11	3,660,000.00	02/15/17	750,000.00	4.000%	1,505,000.00		755,000.00	750,000.00
General Improvement Refunding Bonds	12/08/16	5,020,000.00	01/15/17	60,000.00	2.000%				
			01/15/18	505,000.00	2.000%				
			1/15/19-20	500,000.00	4.000%				
			1/15/21-25	495,000.00	4.000%				
			1/15/26-27	490,000.00	4.000%				
							\$ 5,020,000.00		5,020,000.00
						<u>\$ 21,713,000.00</u>	<u>\$ 5,020,000.00</u>	<u>\$ 7,080,000.00</u>	<u>\$ 19,653,000.00</u>
Paid by Budget Appropriation								\$ 1,830,000.00	
Deferred Charged to Future Taxation - Funded:									
General Improvement Refunding Bonds							\$ 5,020,000.00		
General Improvement Bonds - Refunded								5,250,000.00	
							<u>\$ 5,020,000.00</u>	<u>\$ 7,080,000.00</u>	



**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of New Jersey Green Acres Loans Payable  
For the Year Ended December 31, 2016

<u>Purpose</u>		<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Loans</u>		<u>Interest Rate</u>	<u>Balance December 31, 2015</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2016</u>
				<u>Outstanding December 31, 2016</u>	<u>Date</u>				
Little League Field Redevelopment Project	(a)	03/28/06	\$ 163,410.00	2017	\$ 8,453.01	2.0%	\$ 95,806.25	\$ 8,286.46	\$ 87,519.79
				2018-2026	79,066.78				
Buchmuller Park Ice Rink Project	(b)	06/27/06	470,000.00	2017	24,312.56	2.0%	275,558.03	23,833.51	251,724.52
				2018-2026	227,411.96				
							<u>\$ 371,364.28</u>	<u>\$ 32,119.97</u>	<u>\$ 339,244.31</u>

(a) payable each January 1 and July 1

(b) payable each March 30 and September 30

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**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of Improvement Authorizations  
For the Year Ended December 31, 2016

Ordinance Number	Improvement Description	Date	Ordinance		Balance December 31, 2015	
			Amount		Funded	Unfunded
General Improvements:						
2000-25	Various Public Improvements	10/24/00	\$ 1,500,000.00			
2008-20	Various Improvements and Acquisition of New Equipment	07/10/08	1,500,000.00			
2011-23	Undertaking of Various Infrastructure Improvements	09/27/11	525,000.00			
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	03/26/13	4,450,000.00			
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment	04/22/14	2,859,500.00			
2014-09	Various Public Improvements and Acquisitions	04/22/14	1,200,000.00	\$	24,500.00	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	04/22/14	2,000,000.00			
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine	04/14/15	350,000.00		\$	18,649.97
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment	05/12/15	2,900,000.00			207,636.51
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment	04/26/16	3,986,200.00			
2016-22	Various Public Improvements	09/13/16	1,000,000.00			
2016-23	Refunding Bond Ordinance	09/13/16	5,445,000.00			
2016-24	Various Public Improvements	10/11/16	1,100,000.00			
					<u>24,500.00</u>	<u>226,286.48</u>
					<u>\$ 24,500.00</u>	<u>\$ 226,286.48</u>

Disbursements  
Deferred Charges to Future Taxation - Unfunded  
Due Current Fund  
Due Federal and State Grant Fund  
General Capital Surplus

2016 Authorizations							
Capital Improvement Fund	Deferred Charges to Future Taxation - Unfunded	Transferred from Contracts Payable	Paid or Charged	Transferred to Contracts Payable	Cancellations	Balance December 31, 2016	
						Funded	Unfunded
		\$ 19,396.56		\$ 19,396.56			
		640.37		640.37			
		1,035.63		1,035.63			
		175,885.08	\$ 152,521.09	23,363.99			
		219,574.17	132,599.13	81,749.64			\$ 5,225.40
		500.00	23,974.00	1,026.00			
		36,745.08	7,100.00	29,645.08			
			18,649.97				
		1,231,446.66	1,281,481.77				157,601.40
\$ 190,000.00	\$ 3,796,200.00		2,524,293.12	935,526.67			526,380.21
48,000.00	952,000.00		504,981.53	239,924.72			255,093.75
	5,445,000.00		5,381,049.44	59,980.62	\$ 3,969.94		
1,100,000.00			544,916.67	69,470.73		\$ 485,612.60	
1,338,000.00	10,193,200.00	1,685,223.55	10,571,566.72	1,461,760.01	3,969.94	485,612.60	944,300.76
\$ 1,338,000.00	\$ 10,193,200.00	\$ 1,685,223.55	\$ 10,571,566.72	\$ 1,461,760.01	\$ 3,969.94	\$ 485,612.60	\$ 944,300.76
			\$ 9,433,068.24				
			939,605.64		\$ 169.40		
			198,892.84				
					3,800.54		
			\$ 10,571,566.72		\$ 3,969.94		

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of Contracts Payable  
For the Year Ended December 31, 2016

Balance December 31, 2015	\$ 1,685,223.55
Increased by:	
Transferred from Improvement Authorizations	1,461,760.01
	3,146,983.56
Decreased by:	
Transferred to Improvement Authorizations	1,685,223.55
Balance December 31, 2016	\$ 1,461,760.01

Schedule of Contracts Payable, December 31, 2016

Ordinance Number	Name	Amount
2000-25	Johnston Communications	\$ 19,396.56
2008-20	A Team Concrete Inc.	640.37
2011-23	A Team Concrete Inc.	1,035.63
2013-06	Hugerich Construction, Inc.	1,467.79
2013-06	J.C. Contracting, Inc.	5,669.31
2013-06	Star Insurance Company	16,226.89
2014-08	Micro Pave Systems	15,000.00
2014-08	Mark Construction, Inc.	51,809.04
2014-08	J.A. Alexander	14,569.30
2014-08	SHI International Corp.	371.30
2014-09	Pal-Pro Contractors, LLC	500.00
2014-09	Ipex Home Supply	526.00
2014-10	Minervini, Vandermark Architect	29,645.08
2016-11	A Team Concrete Inc.	10,135.45
2016-11	4 Clean Up Inc.	9,418.21
2016-11	Ellas Environmental LLC	3,125.00
2016-11	PRP Environmental Services LLC	23,015.00
2016-11	Roofing Sales	5,477.31
2016-11	United Rentals	1,173.30
2016-11	RCP Shelters Inc.	28,215.00
2016-11	PSE&G Company	15,850.84
2016-11	Jan Fence Inc.	15,555.00
2016-11	Arrow Hockey & Sport Corp.	9,880.00
2016-11	Athletica	26,000.00
2016-11	Regional Communication Inc.	15,449.04
2016-11	Pierce Manufacturing, Inc.	729,985.54
2016-11	Motorola Solutions, Inc.	7,835.00
2016-11	General Sales Administration	11,495.98
2016-11	Archonix Systems LLC	22,916.00
2016-22	AJM Contractors Inc.	219,595.17
2016-22	Alvaro Stairs LLC	2,750.00
2016-22	Ellas Environmental LLC	3,080.00
2016-22	Building Specialties	1,855.40
2016-22	Ferguson Enterprises, Inc.	8,400.00
2016-22	Cooper Electric Supply Co.	4,244.15
2016-23	Phoenix Advisors LLC	8,500.00
2016-23	Rogut McCarthy LLC	18,730.62
2016-23	Bowman & Company LLP	15,000.00
2016-23	Bank of New York Mellon	1,000.00
2016-23	Causey, Demgen & Moore	1,750.00
2016-23	Standard & Poors Financial Svc.	13,500.00
2016-23	McElwee & Quinn LLC	1,500.00
2016-24	JTG Construction, Inc.	43,798.66
2016-24	A Team Concrete Inc.	14,908.90
2016-24	AJM Contractors Inc.	10,763.17
		\$ 1,461,760.01

**TOWN OF SECAUCUS**  
GENERAL CAPITAL FUND  
Statement of Capital Improvement Fund  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 6,339.25
Increased by:	
Due Current Fund:	
2016 Budget Appropriation	<u>1,331,660.75</u>
	1,338,000.00
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>\$ 1,338,000.00</u>

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
Statement of Bonds and Notes Authorized but not Issued  
For the Year Ended December 31, 2016

Ordinance Number	Improvement Description	Balance December 31, 2015	2016 Authorizations	Notes Paid from Note Cash	Funded by Budget Appropriation	Funded by Capital Surplus	Authorizations Canceled	Bonds Issued	Bond Anticipation Notes Issued	Balance December 31, 2016
General Improvements:										
2010-39	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			\$ 2,010,408.00	\$ 111,196.00				\$ 1,899,212.00	
2011-19	Reconstruction of Shetik Field			919,172.00	32,828.00				886,344.00	
2011-23	Undertaking of Various Infrastructure Improvements			473,684.00	26,316.00				447,368.00	
2012-07	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			1,665,500.00	48,500.00				1,617,000.00	
2012-25	Municipal Buildings Voice and Data Communication Systems			490,400.00	37,724.00				452,676.00	
2012-34	Various Improvements to Parks and the Acquisition of a New Fire Truck, Including Original Apparatus and Equipment			571,000.00	20,901.00				550,099.00	
2013-06	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			3,237,000.00	141,250.00				3,095,750.00	
2013-17	Various Capital Improvements			605,710.00	22,600.00				583,110.00	
2014-08	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, Including Original Apparatus and Equipment			2,723,000.00					2,723,000.00	
2014-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine			1,904,000.00					1,904,000.00	
2014-25	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery and New Automotive Vehicles, Including Original Apparatus and Equipment			809,000.00					809,000.00	
2015-10	Renovation of the Ice Rink and the Acquisition of a Zamboni Machine			333,000.00					333,000.00	
2015-17	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communications and Signal Systems Equipment and New Automotive Vehicles and a New Fire Engine, including Original Apparatus and Equipment			2,755,000.00					2,755,000.00	
2016-11	Various Public Improvements and the Acquisition of New Additional or Replacement Equipment and Machinery, New Communication and Signal Systems Equipment, New Information Technology Equipment and New Automotive Vehicles and a New Fire Truck, including Original Apparatus and Equipment		\$ 3,796,200.00						3,796,200.00	

(Continued)

**TOWN OF SECAUCUS**  
**GENERAL CAPITAL FUND**  
 Statement of Bonds and Notes Authorized but not Issued  
 For the Year Ended December 31, 2016

Ordinance Number	Improvement Description	Balance December 31, 2015	2016 Authorizations	Notes Paid from Note Cash	Funded by Budget Appropriation	Funded by Capital Surplus	Authorizations Canceled	Bonds Issued	Bond Anticipation Notes Issued	Balance December 31, 2016
General Improvements (Cont'd):										
2016-22	Various Public Improvements		\$ 952,000.00							\$ 952,000.00
2016-23	Refunding Bond Ordinance		5,445,000.00			\$ 424,830.60	\$ 169.40	\$ 5,020,000.00		
		-	\$ 10,193,200.00	\$ 18,496,874.00	\$ 441,315.00	\$ 424,830.60	\$ 169.40	\$ 5,020,000.00	\$ 21,851,759.00	\$ 952,000.00

**SUPPLEMENTAL EXHIBITS**  
**SWIMMING POOL UTILITY FUND**

**TOWN OF SECAUCUS**  
Statement of Swimming Pool Utility Fund Cash - Treasurer  
For the Year Ended December 31, 2016

	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2015	\$ 692,982.53	\$ 123,583.32
Increased by Receipts:		
Swimming Pool Utility Revenue	\$ 193,363.53	
Due Current Fund	408,762.34	\$ 250,000.00
Due General Capital Fund		876,103.70
Due Swimming Pool Utility Operating Fund		519,214.10
	602,125.87	1,645,317.80
	1,295,108.40	1,768,901.12
Decreased by Disbursements:		
2016 Budget Appropriations	153,799.31	
Due Current Fund	6,417.03	311,883.28
Due General Capital Fund		241,237.00
Due Swimming Pool Capital Fund	519,068.98	
2015 Appropriation Reserves	15,057.56	
Improvement Authorizations		348,771.27
	694,342.88	901,891.55
Balance December 31, 2016	\$ 600,765.52	\$ 867,009.57

**TOWN OF SECAUCUS**  
 SWIMMING POOL UTILITY CAPITAL FUND  
 Analysis of Swimming Pool Utility Capital Cash  
 For the Year Ended December 31, 2016

	Balance or (Deficit) <u>December 31, 2015</u>	<u>Receipts</u>		<u>Disbursements</u>		<u>Transfers</u>		Balance or (Deficit) <u>December 31, 2016</u>
		<u>Miscellaneous</u>		<u>Improvement Authorizations</u>	<u>Miscellaneous</u>	<u>From</u>	<u>To</u>	
Due Current Fund	\$ 161,883.28	\$ 250,000.00		\$ 311,883.28				\$ 100,000.00
Due General Capital Fund	110,087.00	876,103.70		241,237.00	\$ 668,750.00	\$ 799,900.00		876,103.70
Due Swimming Pool Utility Operating Fund	(519,068.98)	519,214.10			131,150.00			(131,004.88)
Capital Improvement Fund	1,100.00							1,100.00
Contracts Payable	38,250.00				38,250.00			
General Improvements:								
<u>Ordinance Number</u>	<u>Description</u>							
2005-33	Various Improvements at Swim Center				156,000.00	156,000.00		
2007-08	Install Pool Filtration System	(100.00)			78,500.00	78,500.00		(100.00)
2012-08	Various Improvements to the Swim Center	4,432.02		\$ 3,489.69	128,400.00	128,400.00		942.33
2013-07	Various Improvements to, and the Acquisition of Various New Equipment, Machinery, and Furnishings				76,000.00	76,000.00		
2015-18	Various Improvements to the Swim Center	327,000.00		345,281.58	361,000.00	399,250.00		19,968.42
		<u>\$ 123,583.32</u>	<u>\$ 1,645,317.80</u>	<u>\$ 348,771.27</u>	<u>\$ 553,120.28</u>	<u>\$ 1,638,050.00</u>	<u>\$ 1,638,050.00</u>	<u>\$ 867,009.57</u>

**TOWN OF SECAUCUS**  
SWIMMING POOL UTILITY CAPITAL FUND  
Schedule of Fixed Capital  
As of December 31, 2016

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<u>Account</u>	<u>Balance</u> <u>December 31, 2016</u>
Swim Center	\$ 380,000.00
Swimming Pool and Filtration System	<u>642,516.67</u>
	<u>\$ 1,022,516.67</u>

**TOWN OF SECAUCUS**  
 SWIMMING POOL UTILITY CAPITAL FUND  
 Schedule of Fixed Capital Authorized and Uncompleted  
 As of December 31, 2016

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance December 31, 2016</u>
General Improvements:				
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 140,000.00	\$ 140,000.00
2015-18	Various Improvements to the Swim Center	05/12/15	380,000.00	<u>380,000.00</u>
				<u>\$ 520,000.00</u>

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
Statement of Due to Current Fund  
For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 60,310.03
Increased by:		
Receipts:		
Interfunds Received	\$ 408,762.34	
Payments made by Current Fund:		
2016 Budget Appropriations	<u>207,473.12</u>	
		<u>616,235.46</u>
		676,545.49
Decreased by:		
Disbursements:		
Interfunds Returned	6,417.03	
2016 Current Fund Budget Appropriation:		
Deficit (General Budget)	<u>307,517.14</u>	
		<u>313,934.17</u>
Balance December 31, 2016		<u><u>\$ 362,611.32</u></u>

**TOWN OF SECAUCUS**  
SWIMMING POOL UTILITY OPERATING FUND  
Statement of Due to General Capital Fund  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 9,111.00
Increased by:	
Payments made by General Capital Fund:	
Accrued Interest on Notes	<u>6,963.24</u>
Balance December 31, 2016	<u><u>\$ 16,074.24</u></u>

**TOWN OF SECAUCUS**  
SWIMMING POOL UTILITY CAPITAL FUND  
Statement of Due to Current Fund  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 161,883.28
Increased by:	
Receipts	<u>250,000.00</u>
	411,883.28
Decreased by:	
Disbursements	<u>311,883.28</u>
Balance December 31, 2016	<u><u>\$ 100,000.00</u></u>

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
 Statement of Due to General Capital Fund  
 For the Year Ended December 31, 2016

Balance December 31, 2015		\$ 110,087.00
Increased by:		
Receipts:		
Interfund Loans Received	\$ 876,103.70	
Payments made by General Capital Fund:		
Bond Anticipation Notes	<u>799,900.00</u>	
		<u>1,676,003.70</u>
		1,786,090.70
Decreased by:		
Cash Disbursements:		
Interfund Loans Returned	241,237.00	
Collections made by General Capital Fund:		
Bond Anticipation Notes	<u>668,750.00</u>	
		<u>909,987.00</u>
Balance December 31, 2016		<u><u>\$ 876,103.70</u></u>

**TOWN OF SECAUCUS**  
 SWIMMING POOL UTILITY CAPITAL FUND  
 Statement of Due from Swimming Pool Utility Operating Fund  
 For the Year Ended December 31, 2016

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Balance December 31, 2015		\$ 519,068.98
Increased by:		
2016 Budget Appropriation:		
Payment of Bond Anticipation Notes and Capital Notes		<u>131,150.00</u>
		650,218.98
Decreased by:		
Receipts:		
Interfund Liquidation	\$ 519,068.98	
Interest Earned on Deposits	<u>145.12</u>	
		<u>519,214.10</u>
Balance December 31, 2016		<u><u>\$ 131,004.88</u></u>

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
 Statement of 2015 Appropriation Reserves  
 For the Year Ended December 31, 2016

	Balance December 31, 2015		Balance After Transfers	Disbursements- Paid or Charged	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>			
Operating:					
Salaries and Wages		\$ 23,861.71	\$ 23,861.71	\$ 15,057.56	\$ 8,804.15
Other Expenses	\$ 2,438.00	16,135.77	18,573.77		18,573.77
Total Operating	<u>2,438.00</u>	<u>39,997.48</u>	<u>42,435.48</u>	<u>15,057.56</u>	<u>27,377.92</u>
Total Swimming Pool Utility Appropriations	<u>\$ 2,438.00</u>	<u>\$ 39,997.48</u>	<u>\$ 42,435.48</u>	<u>\$ 15,057.56</u>	<u>\$ 27,377.92</u>

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY OPERATING FUND**  
 Statement of Accrued Interest on Notes and Analysis of Balance  
 For the Year Ended December 31, 2016

Balance December 31, 2015	\$ 3,133.22
Increased by:	
Budget Appropriation for:	
Interest on Loans	9,503.71
	12,636.93
Decreased by:	
Due General Capital Fund:	
Payments made by General Capital Fund	6,963.24
Balance December 31, 2016	\$ 5,673.69

Analysis of Accrued Interest, December 31, 2016

<u>Principal</u> <u>Outstanding</u>	<u>Interest</u> <u>Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u> <u>(Days)</u>	<u>Amount</u>
Bond Anticipation Notes:					
\$ 78,000.00	2.00%	01/08/16	12/31/16	358	\$ 1,530.08
39,250.00	0.92%	06/10/16	12/31/16	204	225.96
123,000.00	0.92%	06/10/16	12/31/16	204	708.12
67,500.00	0.92%	06/10/16	12/31/16	204	388.60
361,000.00	2.00%	08/10/16	12/31/16	143	2,820.93
\$ 668,750.00					\$ 5,673.69

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
 Statement of Improvement Authorizations  
 For the Year Ended December 31, 2016

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date</u>	<u>Ordinance Amount</u>	<u>Balance December 31, 2015 Unfunded</u>	<u>Transferred from Contracts Payable</u>	<u>Disbursements - Paid or Charged</u>	<u>Balance December 31, 2016 Unfunded</u>
General Improvements:							
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 140,000.00	\$ 4,432.02		\$ 3,489.69	\$ 942.33
2015-18	Various Improvements to the Swim Center	05/12/15	380,000.00	<u>327,000.00</u>	<u>\$ 38,250.00</u>	<u>345,281.58</u>	<u>19,968.42</u>
				<u>\$ 331,432.02</u>	<u>\$ 38,250.00</u>	<u>\$ 348,771.27</u>	<u>\$ 20,910.75</u>

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
 Statement of Bond Anticipation Notes  
 For the Year Ended December 31, 2016

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2015</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2016</u>
2005-33	Various Improvements at Swim Center	01/19/06	01/09/15 01/08/16	01/08/16 01/06/17	1.25% 2.00%	\$ 156,000.00	\$ 78,000.00	\$ 156,000.00	\$ 78,000.00
2007-08	Install Pool Filtration System	06/22/07	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	78,500.00	39,250.00	78,500.00	39,250.00
2012-08	Various Improvements to the Swim Center	06/15/12	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	128,400.00	123,000.00	128,400.00	123,000.00
2013-07	Various Improvements to, and the Acquisition of Various New Equipment, Machinery, and Furnishings	06/14/13	06/12/15 06/10/16	06/10/16 05/01/17	0.49% 0.92%	76,000.00	67,500.00	76,000.00	67,500.00
2015-18	Various Improvements to the Swim Center	12/10/15	12/10/15 08/10/16	08/10/16 08/10/17	1.50% 2.00%	361,000.00	361,000.00	361,000.00	361,000.00
						<u>\$ 799,900.00</u>	<u>\$ 668,750.00</u>	<u>\$ 799,900.00</u>	<u>\$ 668,750.00</u>
Due Swimming Pool Utility Operating Fund:									
Paid by 2016 Budget Appropriation								\$ 131,150.00	
Renewals							\$ 668,750.00	668,750.00	
							<u>\$ 668,750.00</u>	<u>\$ 799,900.00</u>	
Due General Capital Fund:									
Collections made by General Capital Fund							\$ 668,750.00		
Payments made by General Capital Fund								\$ 799,900.00	
							<u>\$ 668,750.00</u>	<u>\$ 799,900.00</u>	

**TOWN OF SECAUCUS**  
 SWIMMING POOL UTILITY CAPITAL FUND  
 Schedule of Reserve for Deferred Amortization  
 As of December 31, 2016

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<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance December 31, 2016</u>
General Improvements:			
2012-08	Various Improvements to the Swim Center	03/13/12	\$ 7,000.00
2015-18	Various Improvements to the Swim Center	05/12/15	19,000.00
			\$ 26,000.00
			\$ 26,000.00

**TOWN OF SECAUCUS**  
 SWIMMING POOL UTILITY CAPITAL FUND  
 Statement of Reserve for Amortization  
 For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 716,516.67
Increased by:	
Bond Anticipation Notes Paid by Operating Budget	131,150.00
Balance December 31, 2016	\$ 847,666.67

Exhibit SD-16

SWIMMING POOL UTILITY CAPITAL FUND  
 Statement of Contracts Payable  
 For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 38,250.00
Decreased by:	
Transferred to Improvement Authorizations	\$ 38,250.00

**TOWN OF SECAUCUS**  
**SWIMMING POOL UTILITY CAPITAL FUND**  
**Statement of Bonds and Notes Authorized but not Issued**  
**For the Year Ended December 31, 2016**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2015</u>	<u>Notes Paid with Note Cash</u>	<u>Funded by Budget Appropriation</u>	<u>Bond Anticipation Notes Issued</u>	<u>Balance December 31, 2016</u>
2005-33	Various Improvements at Swim Center		\$ 156,000.00	\$ 78,000.00	\$ 78,000.00	
2007-08	Install Pool Filtration System	\$ 100.00	78,500.00	39,250.00	39,250.00	\$ 100.00
2012-08	Various Improvements to the Swim Center		128,400.00	5,400.00	123,000.00	
2013-07	Various Improvements to, and the Acquisition of Various New Equipment, Machinery, and Furnishings		76,000.00	8,500.00	67,500.00	
2015-18	Various Improvements to the Swim Center		361,000.00		361,000.00	
		<u>\$ 100.00</u>	<u>\$ 799,900.00</u>	<u>\$ 131,150.00</u>	<u>\$ 668,750.00</u>	<u>\$ 100.00</u>

**SUPPLEMENTAL EXHIBITS**  
**BOND AND INTEREST ACCOUNT**

**TOWN OF SECAUCUS**  
**BOND AND INTEREST ACCOUNT**  
Statement of Cash - Treasurer  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 54,303.89
Increased by Receipts:	
Due Current Fund	<u>79.50</u>
Balance December 31, 2016	<u><u>\$ 54,383.39</u></u>

**TOWN OF SECAUCUS**  
BOND AND INTEREST ACCOUNT  
Statement of Due to Current Fund  
For the Year Ended December 31, 2016

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Balance December 31, 2015	\$ 172.64
Increased by:	
Receipts:	
Interest on Investments and Deposits	<u>79.50</u>
Balance December 31, 2016	<u><u>\$ 252.14</u></u>

**TOWN OF SECAUCUS**  
**BOND AND INTEREST ACCOUNT**  
 Schedule of Interest Payable  
 As of December 31, 2016

<u>Issue</u>	<u>Issue Date</u>	<u>Coupon Amount</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
Municipal Building	07/15/58	\$ 18.00	294	01/15/79	\$ 18.00
			291 - 295	07/15/79	90.00
School Improvements	03/01/60	23.00	489	unknown	23.00
Sanitary Sewer	07/15/62	18.75	926 - 935	01/15/78	187.50
			838	01/15/86	18.75
General Improvement	07/15/62	16.00	unknown	unknown	16.00
Sanitary Sewer	06/15/63	87.50	397	unknown	87.50
			268	02/15/73	87.50
			282	08/15/79	87.50
			379	08/15/79	87.50
School Improvements	11/01/68	25.00	160 - 162	unknown	75.00
			142	unknown	125.00
			142	08/15/95	125.00
			142	05/01/90	125.00
			142	11/01/90	125.00
			163	11/01/91	25.00
			138	05/01/93	125.00
			158	05/01/94	125.00
Public Improvement	06/01/78	141.25	236 - 237	12/01/85	282.50
			139 - 143	06/01/91	706.25
			139 - 143	12/01/91	706.25
			139 -143	06/01/92	706.25
			169 - 174	12/01/93	847.50
			192 - 193	12/01/93	282.50
			196 - 205	12/01/93	1,412.50
			211 - 215	12/01/93	706.25
			236 - 239	12/01/93	565.00
			240 - 243	12/01/93	113.00
General Obligation	08/15/82	281.25	181 - 183	08/15/85	843.75
			626	08/15/85	281.25
			681 - 682	02/15/88	562.50
			681 - 682	08/15/88	562.50
			681 - 682	02/15/89	562.50
			681 - 682	08/15/89	562.50
			386	08/15/92	281.25
			480	02/15/93	281.25

(Continued)

**TOWN OF SECAUCUS**  
**BOND AND INTEREST ACCOUNT**  
 Schedule of Interest Payable  
 As of December 31, 2016

<u>Issue</u>	<u>Issue Date</u>	<u>Coupon Amount</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
General Obligation (Cont'd)	08/15/82	\$ 281.25	622	08/15/93	\$ 281.25
			622	02/15/95	281.25
			619, 621, 622	08/15/95	843.75
			619, 621	02/15/95	562.50
			620	02/15/98	281.25
			622	02/15/98	281.25
			531	08/15/98	281.25
			620, 622	08/15/98	562.50
			531	02/15/99	281.25
			620, 622	02/15/99	562.50
			727 - 728	02/15/99	562.50
			531	08/15/99	281.25
			620, 622	08/15/99	562.50
			620, 622	02/15/00	562.50
			619 - 620	08/15/00	562.50
			621 - 622	08/15/00	562.50
					\$ 19,131.25
Balance December 31, 2016					\$ 19,131.25

**TOWN OF SECAUCUS**  
**BOND AND INTEREST ACCOUNT**  
 Schedule of Bonds Payable  
 As of December 31, 2016

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<u>Issue</u>	<u>Issue Date</u>	<u>Bond Numbers</u>	<u>Due Date</u>	<u>Amount</u>
General Obligation Bonds, Series 1982	08/15/82	531, 539, 540 619 - 622	08/15/99 08/15/00	\$ 15,000.00 <u>20,000.00</u>
Balance December 31, 2016				<u>\$ 35,000.00</u>

**PART II**  
**SCHEDULE OF FINDINGS AND RECOMMENDATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2016**

**TOWN OF SECAUCUS**  
Schedule of Findings and Recommendations  
For the Year Ended December 31, 2016

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***Schedule of Financial Statement Findings***

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**Finding No. 2016-001**

**Criteria or Specific Requirement**

In accordance with maintaining an internal control environment over financial reporting that is effective in the prevention and / or identification of potential financial statement misstatement and misappropriation, the Town should establish and implement formal oversight procedures for the updating of the detailed fixed asset subsidiary ledger on a timely basis.

**Condition**

The Town's fixed asset subsidiary report was not updated and maintained on a timely basis to reflect the asset additions, deletions, and fixed asset details such as asset tag numbers, vehicle identification numbers, makes, models, etc.

**Context**

Not applicable.

**Effect**

By not establishing and implementing oversight procedures for the updating of the fixed asset subsidiary report on a timely basis, the potential exists for financial statement misstatement and misappropriation.

**Cause**

Although detailed fixed asset subsidiary ledger was provided, the Town remains in the process of reviewing its current policies and procedures, and personnel, over the timely maintenance of the ledger.

**Recommendation**

That the Town continue to establish and implement formal oversight procedures for the updating of the detailed fixed asset subsidiary ledger on a timely basis, which would include the adoption of a formal capitalization threshold defining a general fixed asset.

**View of Responsible Officials and Planned Corrective Action**

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

**TOWN OF SECAUCUS**  
Summary Schedule of Prior Year Audit Findings  
and Recommendations as Prepared by Management

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This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

**FINANCIAL STATEMENT FINDINGS**

**Finding No. 2015-001**

**Condition**

The Town's fixed asset subsidiary report was not updated and maintained on a timely basis to reflect the asset additions, deletions, and fixed asset details such as asset tag numbers, vehicle identification numbers, makes, models, etc.

**Current Status**

This condition remains as a finding for the year ended December 31, 2016. (see *Finding No. 2016-001*)

**Planned Corrective Action**

The Town remains in the process of reviewing its current policies and procedures, and personnel, over the timely maintenance of the ledger.

**Finding No. 2015-002**

**Condition**

There was an expenditure without an appropriation in the federal and state grant fund and in the current fund. In addition, there was an overexpenditure of appropriations in the current fund.

**Current Status**

This condition has been resolved for the year ended December 31, 2016.

**TOWN OF SECAUCUS**  
 Officials in Office and Surety Bonds

The following officials were in office during the period under audit:

<u>Name</u>	<u>Title</u>	<u>Amount of Surety</u>	<u>Name of Surety</u>
Michael Gonnelli	Mayor	(A)	
James Clancy	Councilman	(A)	
John Gerbasio	Councilman	(A)	
Susan Pirro	Councilwoman	(A)	
Robert Costantino	Councilman	(A)	
William McKeever	Councilman	(A)	
Mark Dehnert	Councilman	(A)	
Michael J. Marra	Town Clerk - Tax Search Officer	(A)	
Gary Jeffas	Town Administrator	(A)	
Nick Goldsack	Chief Financial Officer	\$ 300,000.00	Selective Insurance Co. of America
Lorraine Carr	Tax Collector	325,000.00	Selective Insurance Co. of America
Karen Boylan	Magistrate	(A)	
Mary Martell	Court Administrator	(A)	
John Voli	Director of Recreation	(A)	
Vincent Prieto	Construction Official	(A)	
Edward Giunta	Deputy Assessor	(A)	
Michael Jaeger	Part-Time Assessor	(A)	

(A) Blanket Policy Bond, by Suburban Essex Municipal/Municipal Excess Liability Joint Insurance Fund, for \$1,000,000.00.

13500

**APPRECIATION**

I express my appreciation for the assistance and courtesies rendered by the Town officials during the course of the audit.

Respectfully submitted,

*BOWMAN & COMPANY LLP*

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

*L. Jarred Corn*

L. Jarred Corn  
Certified Public Accountant  
Registered Municipal Accountant

