

TOWNSHIP OF FAIRFIELD

COUNTY OF ESSEX

NEW JERSEY

REPORT ON

EXAMINATION OF ACCOUNTS

FOR THE YEAR 2014

**SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS**

TOWNSHIP OF FAIRFIELD
COUNTY OF ESSEX, NEW JERSEY

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PART I
REPORT ON EXAMINATION
FINANCIAL STATEMENTS
NOTES TO FINANCIAL STATEMENTS
AND
SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2014

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Fairfield
Fairfield, New Jersey 07004

Report on the Financial Statements

We have audited the financial statements - regulatory basis of the various funds and account groups of the Township of Fairfield, in the County of Essex, as of and for the years then ended December 31, 2014 and December 31, 2013, and the related notes to the financial statements - regulatory basis, as listed in the foregoing table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements - regulatory basis in accordance with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements - regulatory basis 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 - regulatory basis based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements - regulatory basis are free from material misstatement.

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

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

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

As described in Note 1, these financial statements - regulatory basis have been prepared in conformity with accounting practices prescribed by 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 demonstrate compliance with the modified accrual basis, with certain exceptions, and the budget laws 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 U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "*Basis for the Adverse Opinion on U.S. Generally Accepted Accounting Principles*" paragraph, the financial statements - regulatory basis referred to in the first paragraph, do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2014 and 2013, and the results of its operations for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements - regulatory basis referred to above, present fairly, in all material respects, the financial position of the various funds of the Township of Fairfield at December 31, 2014 and 2013, and the results of operations and changes in fund balance, where applicable, of such funds, thereof for the years then ended, in accordance with accounting principles on the basis of financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements - regulatory basis that collectively comprise the Township's financial statements. The supplementary schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements - regulatory basis. Such information has been subjected to the auditing procedures applied in the audit of the financial statements - regulatory basis and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules are fairly stated, in all material respects, in relation to the financial statements - regulatory basis taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 2, 2015 on our consideration of the Township of Fairfield's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Fairfield's internal control over financial reporting and compliance.



SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS



JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
October 2, 2015

TOWNSHIP OF FAIRFIELD
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A
Sheet #1

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Regular</u>			
Cash - Treasurer	A-4	\$ 6,544,006.77	\$ 6,541,926.33
Cash - Tax Collector	A-5	1,321.79	1,319.35
Cash - Money Market	A-6	130,382.84	129,620.93
Change Funds	A-7	170.00	170.00
		<u>6,675,881.40</u>	<u>6,673,036.61</u>
Due from State of New Jersey per Ch. 129, P.L. 1976	A-8	12,885.85	12,635.85
		<u>6,688,767.25</u>	<u>6,685,672.46</u>
Receivables and Other Assets with Full Reserves:			
Taxes Receivable	A-9	623,244.61	563,417.05
Tax Title Liens Receivable	A-10	1,217,231.70	1,855,435.04
Property Acquired for Taxes - Assessed Valuation	A-11	4,810,800.00	4,028,500.00
Revenue Accounts Receivable	A-12	35,123.86	22,465.79
Other Accounts Receivable	A-13	16,096.43	
Interfunds Receivable	A-14	195,891.20	234,247.87
		<u>6,898,387.80</u>	<u>6,704,065.75</u>
Deferred Charges:			
Overexpenditure of Appropriations	A-16		3,994.94
Special Emergency Authorization (N.J.S.A. 40A:4-53)	A-17	211,740.00	282,320.00
		<u>211,740.00</u>	<u>286,314.94</u>
		<u>13,798,895.05</u>	<u>13,676,053.15</u>
<u>Federal and State Grant Fund</u>			
Interfunds Receivable	A-15	209,152.95	315,569.69
Federal and State Grants Receivable	A-18	1,127,673.86	693,390.04
		<u>1,336,826.81</u>	<u>1,008,959.73</u>
		<u>\$15,135,721.86</u>	<u>\$14,685,012.88</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Regular</u>			
Appropriation Reserves:			
Encumbered	A-3,19	\$ 146,097.20	\$ 135,569.58
Unencumbered	A-3,19	1,400,102.02	1,162,125.24
Tax Overpayments	A-20	444,604.01	1,163,014.51
Interfunds Payable	A-21	1,340,937.39	1,010,267.33
Special Emergency Note Payable	A-22	211,740.00	282,320.00
Prepaid Taxes	A-27	105,671.51	118,419.86
		<u>3,649,152.13</u>	<u>3,871,716.52</u>
Reserve for Receivables and Other Assets		6,898,387.80	6,704,065.75
Fund Balance	A-1	3,251,355.12	3,100,270.88
		<u>13,798,895.05</u>	<u>13,676,053.15</u>
 <u>Federal and State Grant Fund</u>			
Federal and State Grant Programs			
Appropriated:			
Encumbered	A-28	11,239.78	4,016.50
Unencumbered	A-28	1,321,734.53	1,004,943.23
		<u>1,332,974.31</u>	<u>1,008,959.73</u>
Unappropriated Reserves	A-29	3,852.50	
		<u>1,336,826.81</u>	<u>1,008,959.73</u>
		<u>\$15,135,721.86</u>	<u>\$14,685,012.88</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

COMPARATIVE STATEMENTS OF OPERATIONS AND
CHANGE IN FUND BALANCE - REGULATORY BASIS

A-1

	<u>Ref.</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	A-2	\$ 1,600,000.00	\$ 1,300,000.00
Miscellaneous Revenue Anticipated	A-2a	5,055,122.46	4,530,685.22
Receipts from Current Taxes	A-2b	50,691,843.82	50,502,224.23
Receipts from Delinquent Taxes	A-2b	555,408.18	835,383.74
Nonbudget Revenue	A-2e	302,982.84	591,831.77
Other Credits to Income:			
Prior Year Outstanding Checks Voided			2,647.57
Interfund Credits			63,416.09
Prior Year Senior Citizen Deductions Allowed			1,250.00
Unexpended Balance of Appropriation Reserves	A-19	632,942.93	1,034,343.80
Accounts Payable Cancelled			50,000.00
Increase in Deferred Local School District Tax	A-24	100,558.00	96,159.00
Increase in Deferred Regional High School Tax	A-25	51,608.48	
		<u>58,990,466.71</u>	<u>59,007,941.42</u>
<u>Expenditures and Other Charges</u>			
Budget Appropriations:			
Operations:			
Salaries and Wages		7,090,970.00	6,911,885.00
Other Expenses		8,818,942.05	7,913,960.92
Capital Improvements		284,533.40	140,700.00
Debt Service		1,349,448.13	1,465,360.30
Deferred Charges		114,494.94	107,380.00
Statutory Expenditures		1,423,588.00	1,419,521.00
	A-3	<u>19,081,976.52</u>	<u>17,958,807.22</u>
Interfund Charge	A-2d	190,049.33	
Prior Year Senior Citizen Deductions Disallowed	A-8	6,000.00	4,000.00
Reserve for Other Accounts Receivable	A-13	16,096.43	
Grants Receivable Cancelled	A-21	58,186.09	
Prior Year Paid Taxes Cancelled			845,548.45
Prior Year Revenue Refunded			1,213.49
Decrease in Deferred Regional High School Tax			38,627.70
County Taxes	A-23	13,081,932.39	13,582,105.85
Local School District Taxes	A-24	10,400,059.00	10,198,944.00
Regional High School Taxes	A-25	14,141,483.00	14,038,266.00
Municipal Open Space Tax	A-26	263,599.71	268,965.73
		<u>57,239,382.47</u>	<u>56,936,478.44</u>
Excess in Revenue		1,751,084.24	2,071,462.98
Adjustment to Income before Fund Balance:			
Expenditures Included Above Which Are by Statute			3,994.94
Deferred Charges to Budget of Succeeding Year			2,075,457.92
		<u>1,751,084.24</u>	<u>2,075,457.92</u>
<u>Fund Balance</u>			
Balance January 1	A	<u>3,100,270.88</u>	<u>2,324,812.96</u>
		4,851,355.12	4,400,270.88
Decreased by:			
Utilized as Anticipated Revenue	A-2	<u>1,600,000.00</u>	<u>1,300,000.00</u>
Balance December 31	A	<u>\$ 3,251,355.12</u>	<u>\$ 3,100,270.88</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE - REGULATORY BASIS

A-2

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Anticipated	A-1	<u>\$ 1,600,000.00</u>	<u>\$ 1,600,000.00</u>	\$
Miscellaneous Revenue	A-2a	<u>4,782,463.18</u>	<u>5,055,122.46</u>	<u>272,659.28</u>
Receipts from Delinquent Taxes	A-2b	<u>450,000.00</u>	<u>555,408.18</u>	<u>105,408.18</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes		12,711,972.21		
Minimum Library Tax		862,703.00		
	A-2b,9	<u>13,574,675.21</u>	<u>14,129,769.72</u>	<u>555,094.51</u>
Budget Totals	A-3	20,407,138.39	21,340,300.36	933,161.97
Nonbudget Revenue	A-2e	<u> </u>	<u>302,982.84</u>	<u>302,982.84</u>
		<u>\$20,407,138.39</u>	<u>\$21,643,283.20</u>	<u>\$1,236,144.81</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF MISCELLANEOUS REVENUE - REGULATORY BASIS

A-2a

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Miscellaneous Revenue</u>				
<u>Licenses:</u>				
Alcoholic Beverages	A-12	\$ 46,500.00	\$ 46,556.00	\$ 56.00
Other	A-2c	10,500.00	10,719.00	219.00
Fees and Permits	A-2c	200,000.00	224,332.63	24,332.63
<u>Fines and Costs:</u>				
Municipal Court	A-12	218,000.00	263,844.04	45,844.04
Interest and Costs on Taxes	A-5	200,000.00	171,436.49	(28,563.51)
Interest on Investments and Deposits	A-12	13,000.00	13,149.40	149.40
Comcast Franchise Fees (N.J.S.A. 48:5A-30)	A-12	66,381.03	66,381.03	
Hazardous Chemical Control Fees	A-12	49,600.00	67,809.23	18,209.23
Recycling Fees	A-12	25,000.00	12,809.24	(12,190.76)
Hotel Inspection Fees	A-12	42,000.00	42,570.00	570.00
Engineering Escrow Fees	A-12	10,000.00	9,435.55	(564.45)
Fire Prevention Services	A-12	124,000.00	174,887.47	50,887.47
Cellular Tower Rental	A-14	200,000.00	239,000.39	39,000.39
Site Plan Review	A-12	3,400.00	10,687.78	7,287.78
Verizon FIOS Franchise Fee (N.J.S.A. 48:5A-30)	A-12	55,741.25	55,741.25	
Sewer Utility Operating Surplus - Current Year	A-13	200,000.00	200,000.00	
Consolidated Municipal Property Tax Relief Act	A-12	30,523.00	30,523.00	
Energy Receipts Tax (P.L. 1997, Chapter 162 & 167)	A-12	1,144,372.00	1,144,372.00	
Garden State Trust Pilot	A-12	10,447.00	10,447.00	
Uniform Construction Code Fees	A-12	185,000.00	283,716.00	98,716.00
<u>Special Items:</u>				
Public and Private Revenue Offset with				
Appropriations:				
Body Armor Replacement Fund	A-18	3,283.59	3,283.59	
Municipal Alliance on Alcoholism and Drug Abuse	A-18	84,000.00	84,000.00	
Drunk Driving Enforcement Fund	A-18	7,536.08	7,536.08	
Skyline Auto Exchange	A-18	164,251.48	164,251.48	
Alcohol Education, Rehabilitation and Enforcement Fund	A-18	6,144.34	6,144.34	
Drive Sober or Get Pulled Over	A-18	12,825.00	12,825.00	
New Jersey Department of Transportation:				
Fairfield Avenue, Lincoln Drive, Washington				
Avenue and Lehigh Drive	A-18	95,269.34	95,269.34	
Lehigh Drive	A-18	122,000.00	122,000.00	
Highway Safety Fund	A-18	67,734.48	67,734.48	
Clean Communities	A-18	15,428.14	15,428.14	
Essex County Recreation and Open Space Trust Fund	A-18	150,000.00	150,000.00	
<u>Other Special Items:</u>				
Uniform Fire Safety Act	A-12	146,071.07	143,749.61	(2,321.46)
Guaranty Agreement for the Payment of Library				
Debt Service:				
1984 Bonds	A-12	22,700.00	21,350.00	(1,350.00)
ECIA Annual Payment	A-12	110,000.00	110,000.00	
Hotel and Motel Occupancy Fees	A-12	625,000.00	657,377.52	32,377.52
FEMA Reimbursements for Super Storm Sandy	A-12	47,429.38	47,429.38	
Assessment Trust Fund Surplus	A-14	39,920.00	39,920.00	
<u>Interfunds Receivable:</u>				
General Capital Fund	A-2d	37,754.00	37,754.00	
Water Operating Fund	A-2d	160,752.00	160,752.00	
Developers Escrow Trust Fund	A-2d	29,900.00	29,900.00	
	A-1,2	<u>\$ 4,782,463.18</u>	<u>\$ 5,055,122.46</u>	<u>\$ 272,659.28</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF TAX REVENUE - REGULATORY BASIS

A-2b

	<u>Ref.</u>		
<u>Allocation of Current Taxes</u>			
<u>Collections of Current Taxes:</u>			
Due from State of New Jersey	A-8	\$ 79,750.00	
2014 Collections	A-9	50,467,124.61	
Tax Overpayments Applied	A-9	26,549.35	
2013 Collections	A-27	118,419.86	
	A-1	<u>118,419.86</u>	\$50,691,843.82
<u>Allocated to:</u>			
County Taxes	A-23	13,049,625.56	
County Added Taxes	A-23	32,306.83	
		<u>13,081,932.39</u>	
Local School District Tax	A-24	10,400,059.00	
Regional High School Taxes	A-25	14,141,483.00	
Municipal Open Space Tax	A-26	263,599.71	
		<u>263,599.71</u>	<u>37,887,074.10</u>
Balance for Support of Municipal Budget Appropriations			12,804,769.72
Plus: Appropriation for "Reserve for Uncollected Taxes"	A-3		<u>1,325,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2		<u>\$14,129,769.72</u>
<u>Receipts from Delinquent Taxes</u>			
<u>Collections of Delinquent Taxes:</u>			
Due from State of New Jersey	A-8	\$ 1,000.00	
2014 Collections:			
Taxes	A-9	551,347.64	
Tax Title Liens	A-10	2,966.05	
Tax Overpayments Applied:			
Taxes	A-9	94.49	
	A-1	<u>94.49</u>	<u>\$ 555,408.18</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF OTHER LICENSES
AND FEES AND PERMITS - REGULATORY BASIS

A-2c

	<u>Ref.</u>		
<u>Other Licenses</u>			
Township Clerk:			
Raffle Licenses		\$ 1,020.00	
Amusement Licenses		<u>9,600.00</u>	
	A-12		\$ 10,620.00
Registrar of Vital Statistics:			
Marriage Licenses	A-12		<u>99.00</u>
	A-2a		<u>\$ 10,719.00</u>
 <u>Other Fees and Permits</u>			
Construction Code Official:			
Electrical Filing Fees		\$65,161.00	
Plumbing Fees		25,075.00	
Fire Permits		15,606.00	
Certificate of Occupancy		56,360.00	
Elevator Fees		30,031.00	
Noise Permits		<u>200.00</u>	
	A-12		\$192,433.00
Tax Collector:			
Tax Searches	A-12		100.00
Police Department	A-12		5,309.63
Registrar of Vital Statistics	A-12		4,970.00
Engineering Department:			
Zoning Board of Adjustment Fees		7,200.00	
Planning Board Fees		2,600.00	
Zoning Permits		10,045.00	
Driveway Paving		525.00	
Nonresident Paving		<u>1,150.00</u>	
	A-12		<u>21,520.00</u>
	A-2a		<u>\$224,332.63</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF NET INTERFUND CHARGE TO OPERATIONS - REGULATORY BASIS

A-2d

	<u>Ref.</u>	
<u>Analysis of Net Interfund Account</u> <u>Charge to Operations</u>		
Balance December 31, 2013	A	\$ 234,247.87
Balance December 31, 2014	A	<u>195,891.20</u> 38,356.67
Less: Anticipated in 2014 Budget	A-2a	<u>228,406.00</u>
Net Charge	A-1	<u><u>\$(190,049.33)</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF REVENUE (Continued)
ANALYSIS OF NONBUDGET REVENUE - REGULATORY BASIS

A-2e

	<u>Ref.</u>		
<u>Miscellaneous Revenue Not Anticipated</u>			
Prior Year Appropriation Refunds		\$143,661.75	
Bus Shelter Advertising		3,096.03	
Sale of Municipal Assets		10,894.56	
State of New Jersey:			
Administrative Fee for Senior Citizens' and Veterans' Deductions		1,585.00	
DMV Inspection Fines		2,265.75	
Restitution		220.00	
Subdivision Fees		825.00	
Bid Specifications		1,145.00	
PSE&G Commission		1,325.00	
Copy Fees		26.45	
Sales of Maps		45.00	
Duplicate Tax Bills		86.00	
Miscellaneous		<u>67,402.32</u>	
	A-5		\$232,577.86
<u>Other Sources</u>			
Revenue Accounts Receivable	A-12	17,730.00	
Interfunds Receivable:			
Interest and Costs on Assessments	A-13	3,615.60	
Administrative Fee:			
Outside Employment of Off-Duty Police Officers	A-13	28,184.50	
Other Revenue	A-13	9,805.03	
Statutory Excess - Animal Control Trust Fund	A-13	<u>11,069.85</u>	
			<u>70,404.98</u>
	A-1,2		<u>\$302,982.84</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #1

STATEMENT OF EXPENDITURES - REGULATORY BASIS

	Appropriations		Paid or Charged	Expended		Balance Cancelled	
	Budget	Modified Budget		Encumbered	Reserved		Unencumbered
	\$	\$	\$	\$	\$	\$	
GENERAL GOVERNMENT							
Administrative and Executive:							
Salaries and Wages	117,000.00	117,000.00	111,324.28		5,675.72		
Other Expenses	60,000.00	60,000.00	51,282.66	3,195.23	5,522.11		
Mayor and Council:							
Salaries and Wages	43,270.00	43,270.00	42,419.64		850.36		
Township Clerk:							
Salaries and Wages	144,000.00	145,000.00	144,871.28		128.72		
Other Expenses	68,000.00	68,000.00	56,107.81	2,209.11	9,683.08		
Central Purchasing:							
Other Expenses	28,000.00	28,000.00	26,117.04		1,882.96		
Financial Administration:							
Salaries and Wages	123,000.00	123,000.00	117,784.13		5,215.87		
Other Expenses:							
Annual Audit							
Postage	28,500.00	28,500.00	28,500.00				
Miscellaneous Other Expenses	26,000.00	26,000.00	26,000.00				
Payroll Costs	63,500.00	37,550.00	21,954.41		15,595.59		
Assessment of Taxes:	34,000.00	34,000.00	31,593.64		2,406.36		
Salaries and Wages	71,000.00	73,100.00	73,038.86		61.14		
Other Expenses	45,000.00	28,000.00	24,568.42	525.00	2,906.58		
Collection of Taxes:							
Salaries and Wages	55,000.00	55,000.00	44,938.72		10,061.28		
Other Expenses	32,000.00	32,000.00	27,391.94	3,770.50	837.56		
Legal Services and Costs:							
Other Expenses:							
Miscellaneous	100,000.00	100,000.00	33,480.19	84.00	66,435.81		
Contractual	135,000.00	135,000.00	135,000.00				
Municipal Prosecutor:							
Salaries and Wages	32,000.00	32,000.00	28,480.06		3,519.94		
Engineering Services and Costs:							
Salaries and Wages	125,000.00	125,000.00	104,829.23		20,170.77		
Other Expenses	10,000.00	11,000.00	9,323.37	1,417.33	259.30		
Public Buildings and Grounds:							
Salaries and Wages	70,000.00	70,000.00	65,923.26		4,076.74		
Other Expenses	34,000.00	40,000.00	37,554.28	2,257.01	188.71		

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #2

STATEMENT OF EXPENDITURES - REGULATORY BASIS

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled
	Budget	Modified Budget		Encumbered	Reserved Unencumbered	
APPROPRIATIONS WITHIN "CAPS"						
GENERAL GOVERNMENT						
Municipal Land Use Law (N.J.S. 40:55D-1):						
Planning Board:						
Salaries and Wages	\$ 9,500.00	\$ 9,625.00	\$ 9,623.04	\$ 1,657.18	\$ 1.96	\$ 9,551.40
Other Expenses	14,000.00	14,000.00	2,791.42			
Board of Adjustment:						
Salaries and Wages	9,500.00	9,625.00	9,623.04		1.96	13,086.62
Other Expenses	15,000.00	15,000.00	1,571.18	342.20		400.00
Environmental Commission:						
Salaries and Wages	400.00	400.00				1,000.00
Other Expenses	1,000.00	1,000.00				
Municipal Court:						
Salaries and Wages	162,000.00	162,000.00	144,812.41	657.40		17,187.59
Other Expenses	10,500.00	10,500.00	5,632.74			4,209.86
Insurance:						
General Liability	532,000.00	530,650.00	529,960.98			689.02
Employee Group Health	2,065,000.00	2,065,000.00	2,012,029.39			52,970.61
Employee Group Health - Waivers	45,000.00	130,000.00	130,000.00			
Stream Cleaning:						
Salaries and Wages	15,000.00	15,000.00	12,267.50			2,732.50
Other Expenses	15,000.00	15,000.00	9,179.33			5,820.67
	<u>4,338,170.00</u>	<u>4,389,220.00</u>	<u>4,109,974.25</u>	<u>16,114.96</u>	<u>263,130.79</u>	
PUBLIC SAFETY						
Fire:						
Other Expenses	112,500.00	112,500.00	100,477.60	5,789.63		6,232.77
Police:						
Salaries and Wages	4,500,000.00	4,485,000.00	4,449,850.40			35,149.60
Other Expenses	235,000.00	284,000.00	234,425.83	49,477.32		96.85
First Aid Organization Contribution (N.J.S.A. 40:5-2)	16,000.00	16,000.00	14,324.71			1,675.29
Fire Prevention Bureau:						
Salaries and Wages	182,000.00	182,000.00	178,174.62	2,408.97		3,825.38
Other Expenses	67,000.00	69,200.00	66,659.39			131.64
Emergency Management Services:						
Salaries and Wages	7,200.00	7,200.00	6,500.04			699.96
Other Expenses	30,000.00	30,000.00	19,230.01	621.27		10,148.72
	<u>5,149,700.00</u>	<u>5,185,900.00</u>	<u>5,069,642.60</u>	<u>58,297.19</u>	<u>57,960.21</u>	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #3

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled
	Budget	Modified Budget		Encumbered	Reserved Unencumbered	
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
<u>STREETS AND ROADS</u>						
Road Repairs and Maintenance:						
Salaries and Wages	\$ 495,000.00	\$ 476,000.00	\$ 387,308.73	\$ 4,530.46	\$ 88,691.27	\$
Other Expenses	50,000.00	60,000.00	53,952.37		1,517.17	
Repairs and Maintenance of Vehicles:						
Salaries and Wages	195,000.00	195,000.00	180,337.91		14,662.09	
Other Expenses	135,000.00	135,000.00	95,907.82	11,116.90	27,975.28	
	<u>875,000.00</u>	<u>866,000.00</u>	<u>717,506.83</u>	<u>15,647.36</u>	<u>132,845.81</u>	
<u>HEALTH AND WELFARE</u>						
Board of Health:						
Other Expenses	117,000.00	117,000.00	115,583.80	369.08	1,047.12	
Garbage and Trash Removal:						
Other Expenses - Contractual	875,000.00	775,000.00	603,825.12	60.00	171,114.88	
Human Services:						
Other Expenses	42,000.00	42,000.00	17,612.80	7,600.00	16,787.20	
	<u>1,034,000.00</u>	<u>934,000.00</u>	<u>737,021.72</u>	<u>8,029.08</u>	<u>188,949.20</u>	
<u>RECREATION AND EDUCATION</u>						
Parks and Playgrounds:						
Salaries and Wages	205,000.00	223,000.00	217,920.13		5,079.87	
Other Expenses	20,000.00	25,000.00	18,875.83	536.46	5,587.71	
Camp Wyanokie:						
Other Expenses	2,500.00	2,500.00	2,361.00		139.00	
Park Maintenance:						
Salaries and Wages	160,000.00	144,000.00	123,203.46		20,796.54	
Other Expenses	23,000.00	26,000.00	22,173.99	2,652.15	1,173.86	
Historic Preservation Commission:						
Other Expenses	400.00	400.00			400.00	
	<u>410,900.00</u>	<u>420,900.00</u>	<u>384,534.41</u>	<u>3,188.61</u>	<u>33,176.98</u>	
<u>UNIFORM CONSTRUCTION CODE - APPROPRIATIONS</u>						
<u>OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.4.17)</u>						
Construction Code Officials:						
Salaries and Wages	248,000.00	248,750.00	248,387.31		362.69	
Other Expenses	116,000.00	115,250.00	72,126.66	32,870.01	10,253.33	
	<u>364,000.00</u>	<u>364,000.00</u>	<u>320,513.97</u>	<u>32,870.01</u>	<u>10,616.02</u>	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #4

STATEMENT OF EXPENDITURES - REGULATORY BASIS

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled
	Budget	Modified Budget		Encumbered	Reserved Unencumbered	
<u>UNCLASSIFIED</u>						
Utilities:						
Electricity	\$ 125,000.00	\$ 125,000.00	\$ 100,777.34	\$	\$ 24,222.66	\$
Street Lighting	168,000.00	168,000.00	151,991.76		16,008.24	
Telephone	55,000.00	55,000.00	50,845.68	1,120.05	3,034.27	
Gas - Heating Fuel	41,000.00	53,000.00	51,224.19		1,775.81	
Motor Fuel	221,000.00	218,000.00	179,322.87	10,645.16	28,031.97	
	<u>610,000.00</u>	<u>619,000.00</u>	<u>534,161.84</u>	<u>11,765.21</u>	<u>73,072.95</u>	
Municipal Service Agreements with Homeowners Association	28,000.00	28,000.00	5,169.10		22,830.90	
Salary Adjustment Account	100,000.00	100,000.00			100,000.00	
Compensated Absences	50,000.00	50,000.00	50,000.00			
	<u>12,959,770.00</u>	<u>12,957,020.00</u>	<u>11,928,524.72</u>	<u>145,912.42</u>	<u>882,582.86</u>	
Total Operations						
Detail:						
Salaries and Wages	7,118,870.00	7,090,970.00	6,751,618.05		339,351.95	
Other Expenses	5,840,900.00	5,866,050.00	5,176,906.67	145,912.42	543,230.91	
	<u>3,994.94</u>	<u>3,994.94</u>	<u>3,994.94</u>			
<u>DEFERRED CHARGES</u>						
Overexpenditure of Ordinance Appropriation						
<u>STATUTORY EXPENDITURES</u>						
Contribution to:						
Public Employees' Retirement System	247,928.00	247,928.00	247,928.00			
Police and Firemen's Retirement System	835,692.00	835,692.00	835,692.00			
Social Security System (OASI)	272,000.00	272,000.00	249,935.39	184.78	21,879.83	
Public Employees' Retirement System Early Retirement	21,468.00	21,468.00	21,468.00			
DC Retirement Program	3,500.00	3,500.00	2,399.62		1,100.38	
Unemployment Contribution	43,000.00	43,000.00			43,000.00	
	<u>1,423,588.00</u>	<u>1,423,588.00</u>	<u>1,357,423.01</u>	<u>184.78</u>	<u>65,980.21</u>	
Total General Appropriations Within "CAPS"	<u>14,387,352.94</u>	<u>14,384,602.94</u>	<u>13,289,942.67</u>	<u>146,097.20</u>	<u>948,563.07</u>	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #5

STATEMENT OF EXPENDITURES - REGULATORY BASIS

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled
	Budget	Modified Budget		Encumbered	Reserved Unencumbered	
<u>APPROPRIATIONS EXCLUDED FROM "CAPS"</u>						
<u>OTHER OPERATIONS</u>						
Maintenance of Free Public Library (Ch. 82 and Ch. 541, P.L. 1985)	\$ 862,703.00	\$ 862,703.00	\$ 862,703.00		\$	
Length of Service Awards Program:						
Fire Department	50,000.00	50,000.00			50,000.00	
First Aid Squad	22,000.00	22,000.00			22,000.00	
Tax Appeals	1,500,000.00	1,500,000.00	1,135,961.05		364,038.95	
	<u>2,434,703.00</u>	<u>2,434,703.00</u>	<u>1,998,664.05</u>		<u>436,038.95</u>	
<u>STATE AND FEDERAL PROGRAMS</u>						
<u>OFFSET BY REVENUES</u>						
Clean Communities Program	15,428.14	15,428.14	15,428.14			
Municipal Alliance on Alcoholism and Drug Abuse:						
State Share	84,000.00	84,000.00	84,000.00			
Local Share	14,000.00	14,000.00	14,000.00			
Alcohol Education, Rehabilitation and Enforcement Fund	6,144.34	6,144.34	6,144.34			
Body Armor Replacement Fund	3,283.59	3,283.59	3,283.59			
New Jersey Division of Traffic Highway Safety:						
Comprehensive Traffic Safety Grant	67,734.48	67,734.48	67,734.48			
Drunk Driving Enforcement Fund	7,536.08	7,536.08	7,536.08			
Drive Sober or Get Pulled Over	12,825.00	12,825.00	12,825.00			
Skyline Auto Exchange	164,251.48	164,251.48	164,251.48			
Essex County Recreation and Open Space Trust Fund	150,000.00	150,000.00	150,000.00			
Matching Funds for Grants	22,500.00	22,500.00	7,000.00		15,500.00	
	<u>547,703.11</u>	<u>547,703.11</u>	<u>532,203.11</u>		<u>15,500.00</u>	
Total Operations Excluded from "CAPS"	2,982,406.11	2,982,406.11	2,530,867.16		451,538.95	
Detail:						
Other Expenses	2,982,406.11	2,982,406.11	2,530,867.16		451,538.95	
<u>CAPITAL IMPROVEMENTS</u>						
Capital Improvement Fund	35,000.00	37,750.00	37,750.00			
New Jersey Transportation Trust Fund Authority Act	217,269.34	217,269.34	217,269.34			
	<u>252,269.34</u>	<u>255,019.34</u>	<u>255,019.34</u>			

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-3
Sheet #6

STATEMENT OF EXPENDITURES - REGULATORY BASIS

Appropriations	Appropriations		Paid or Charged	Expended		Balance Cancelled
	Budget	Modified Budget		Encumbered	Reserved Unencumbered	
APPROPRIATIONS EXCLUDED FROM "CAPS"						
DEBT SERVICE						
Payment of Bond Principal	\$ 620,000.00	\$ 620,000.00	\$ 620,000.00	\$	\$	\$
Payment of Bond Anticipation Notes	482,000.00	482,000.00	482,000.00			
Interest on Bonds	195,035.00	195,035.00	195,033.28			1.72
Interest on Notes	52,575.00	52,575.00	52,414.85			160.15
	<u>1,349,610.00</u>	<u>1,349,610.00</u>	<u>1,349,448.13</u>			<u>161.87</u>
DEFERRED CHARGES						
Special Emergency Authorizations - 5 Years	70,580.00	70,580.00	70,580.00			
Deficit in Dedicated Assessment Budget	39,920.00	39,920.00	39,920.00			
	<u>110,500.00</u>	<u>110,500.00</u>	<u>110,500.00</u>			
Total General Appropriations Excluded from "CAPS"	4,694,785.45	4,697,535.45	4,245,834.63		451,538.95	161.87
Reserve for Uncollected Taxes	1,325,000.00	1,325,000.00	1,325,000.00			
Total Appropriations	<u>\$ 20,407,138.39</u>	<u>\$ 20,407,138.39</u>	<u>\$ 18,860,777.30</u>	<u>\$ 146,097.20</u>	<u>\$ 1,400,102.02</u>	<u>\$ 161.87</u>
	A-2	Sheet #7	Sheet #7	A	A	

Reference

TOWNSHIP OF FAIRFIELD
CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3
Sheet #7

		<u>Modified Budget</u>	<u>Paid or Charged</u>
Adopted Budget		\$20,362,518.57	\$
Added by N.J.S. 40A:4-87		44,619.82	
	A-2	20,407,138.39	
 Cash Disbursed:			
Salaries and Wages			7,090,970.00
Matching Funds for Grants	A-28		21,000.00
Other Expenditures			9,493,089.91
	A-4		16,605,059.91
 Deferred Charges:			
Emergency Authorizations	A-16		3,994.94
Special Emergency Authorizations	A-17		70,580.00
Interfunds Payable	A-21		127,670.00
Federal and State Grant Programs	A-28		728,472.45
Reserve for Uncollected Taxes	A-2b		1,325,000.00
	Sheet #6	\$20,407,138.39	\$18,860,777.30
 <u>Analysis of Charges to Operations</u>			
Paid or Charged			\$18,860,777.30
Reserved:			
Encumbered	Sheet #6	\$ 146,097.20	
Unencumbered	Sheet #6	1,400,102.02	
			1,546,199.22
			20,406,976.52
 Less: Reserve for Uncollected Taxes	 Above		 1,325,000.00
	A-1		\$19,081,976.52

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

B
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Assessment Trust Fund</u>			
Cash - Checking	B-4	\$ 9,003.00	\$ 71,496.48
Assessments Receivable:			
Pledged	B-9	4,278.79	5,353.95
Unpledged	B-9	41,266.21	53,715.62
Assessment Liens:			
Pledged	B-10	2,028.61	2,028.61
Unpledged	B-10	2,629.60	2,204.70
Interfunds Receivable	B-12	70,298.91	34,280.86
Prospective Assessments Funded:			
Pledged	B-13	38,970.95	78,890.95
Unpledged	B-13	76,720.00	36,800.00
		<u>245,196.07</u>	<u>284,771.17</u>
<u>Animal Control Trust Fund</u>			
Cash - Checking	B-4	<u>21,531.22</u>	<u>18,123.09</u>
<u>General Trust Fund</u>			
Cash - Checking	B-4	1,425,991.36	1,734,340.20
Cash - New Jersey Cash Management Fund	B-7	249,838.50	249,694.42
		<u>1,675,829.86</u>	<u>1,984,034.62</u>
Due from Municipal Court	B-11	620.00	900.00
Interfunds Receivable	B-12	1,104,889.37	709,670.38
Community Development Block Grant Funds Receivable	B-14	53,540.00	89,177.47
Other Accounts Receivable	B-15	22,500.88	11,811.06
		<u>2,857,380.11</u>	<u>2,795,593.53</u>
<u>Developers' Escrow Trust Fund</u>			
Cash	B-4	<u>600,191.75</u>	<u>782,885.45</u>
		<u>\$ 3,724,299.15</u>	<u>\$ 3,881,373.24</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

B
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Assessment Trust Fund</u>			
Assessment Serial Bonds	B-31	\$ 41,000.00	\$ 81,000.00
Interfunds Payable	B-17	54,145.00	54,145.00
Reserve for Assessments and Liens	B-22	120,615.81	92,720.32
Fund Balance	B-1	29,435.26	56,905.85
		<u>245,196.07</u>	<u>284,771.17</u>
 <u>Animal Control Trust Fund</u>			
Due to State of New Jersey	B-16		11.40
Interfunds Payable	B-17	13,993.98	2,924.13
Reserve for Expenditures	B-23	7,537.24	15,187.56
		<u>21,531.22</u>	<u>18,123.09</u>
 <u>General Trust Fund</u>			
Due to State of New Jersey	B-16	7,199.00	10,600.00
Interfunds Payable	B-17	122,427.83	103,455.39
Due to Municipal Court	B-18	29,206.60	29,206.60
Other Deposits	B-19	871,394.97	780,468.32
Redemption of Tax Title Liens	B-20	19,257.70	52,252.88
Premium on Tax Sale	B-21	459,600.00	384,800.00
Reserves for:			
Municipal Open Space	B-24	944,738.59	981,836.64
Recreation Program Expenditures	B-25	183,904.35	286,324.60
Community Development Block Grant Expenditures	B-26	135,814.00	89,177.47
State Unemployment Insurance Trust Expenditures	B-27	10,046.53	12,305.55
Outside Employment of Off-Duty Police Officers	B-28	64,919.46	64,409.55
Municipal Alliance	B-29	8,871.08	756.53
		<u>2,857,380.11</u>	<u>2,795,593.53</u>
 <u>Developers' Escrow Trust Fund</u>			
Interfunds Payable	B-17	203,260.43	232,003.28
Developers' Escrow Trust Funds	B-30	396,931.32	550,882.17
		<u>600,191.75</u>	<u>782,885.45</u>
		<u>\$ 3,724,299.15</u>	<u>\$ 3,881,373.24</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
TRUST FUND

STATEMENT OF FUND BALANCE
ASSESSMENT TRUST FUND - REGULATORY BASIS

B-1

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 56,905.85
Increased by:		
Collection of Unpledged Assessments	B-22	12,449.41
		<u>69,355.26</u>
Decreased by:		
Due to Current Fund as Anticipated Revenue	B-17	39,920.00
		<u>39,920.00</u>
Balance December 31, 2014	B	<u>\$ 29,435.26</u>

STATEMENT OF REVENUE - REGULATORY BASIS

B-2

	<u>Ref.</u>	<u>Budget Revenue</u>	<u>Realized</u>
Assessment Cash		\$ 80.00	\$ 80.00
Deficit (General Budget)	B-12	<u>39,920.00</u>	<u>39,920.00</u>
	B-3	<u>\$ 40,000.00</u>	<u>\$ 40,000.00</u>

STATEMENT OF EXPENDITURES - REGULATORY BASIS

B-3

	<u>Ref.</u>	<u>Budget Appropriations</u>	<u>Expended</u>
Payment of Bond Principal	B-2,31	<u>\$ 40,000.00</u>	<u>\$ 40,000.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

C

<u>ASSETS AND DEFERRED CHARGES</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
Cash - Checking	C-2	\$ 917,815.70	\$ 1,165,539.44
Cash - Money Market Account	C-3	631,929.94	631,929.94
	C-4	<u>1,549,745.64</u>	<u>1,797,469.38</u>
Note Receivable	C-5	211,740.00	282,320.00
Interfunds Receivable	C-6	371,142.92	276,248.09
Deferred Charges to Future Taxation:			
Funded	C-7	5,884,000.00	6,504,000.00
Unfunded	C-8	3,096,042.23	3,842,370.88
Overexpenditure of Ordinance Appropriation	C-9	<u>77,351.23</u>	<u> </u>
		<u>\$ 11,190,022.02</u>	<u>\$ 12,702,408.35</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds	C-16	\$ 5,884,000.00	\$ 6,504,000.00
Bond Anticipation Notes	C-15	2,022,550.00	2,350,425.00
Tax Appeal Refunding Notes	C-14	1,156,000.00	1,638,000.00
Improvement Authorizations:			
Funded	C-10	630,431.34	784,869.43
Unfunded	C-10	820,984.87	832,781.23
Capital Improvement Fund	C-11	77,150.00	76,900.00
Interfunds Payable	C-12	218,752.65	175,279.53
Reserve for Contributions	C-13	163,174.78	123,174.78
Fund Balance	C-1	<u>216,978.38</u>	<u>216,978.38</u>
		<u>\$ 11,190,022.02</u>	<u>\$ 12,702,408.35</u>
 Bonds and Notes Authorized but Not Issued	 C-17	 <u>\$ 110,590.48</u>	 <u>\$ 47,044.13</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

C-1

	<u>Ref.</u>	
Balance December 31, 2013	C	<u>\$ 216,978.38</u>
Balance December 31, 2014	C	<u><u>\$ 216,978.38</u></u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Operating Fund</u>			
Cash - Checking Account	D-5	\$ 1,222,827.70	\$ 1,049,933.75
Cash - Money Market	D-7	149,059.36	70,498.35
Interfunds Receivable	D-9	126.00	78,346.91
		<u>1,372,013.06</u>	<u>1,198,779.01</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-10	89,091.51	119,734.81
Water Utility Liens	D-11	89,091.51	876.23
		<u>89,091.51</u>	<u>120,611.04</u>
		<u>1,461,104.57</u>	<u>1,319,390.05</u>
<u>Capital Fund</u>			
Cash - Checking Account	D-5	11,303.81	37,337.95
Cash - Money Market	D-7	192,144.23	270,364.23
	D-8	203,448.04	307,702.18
Interfunds Receivable	D-9	253,649.27	103,702.42
Fixed Capital	D-12	4,984,660.95	4,984,660.95
Fixed Capital Authorized and Uncompleted	D-13	1,977,000.00	1,277,000.00
		<u>7,418,758.26</u>	<u>6,673,065.55</u>
		<u>\$ 8,879,862.83</u>	<u>\$ 7,992,455.60</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	D-4,14	\$ 6,433.17	\$ 106,179.91
Unencumbered	D-4,14	290,438.21	298,179.18
Accrued Interest on Bonds	D-15	10,678.00	6,857.09
Accrued Interest on Notes	D-16	101.87	66.54
Water Rent Overpayments	D-17	1,814.08	4,722.75
Interfunds Payable	D-20	342,689.85	297,853.06
		<u>652,155.18</u>	<u>713,858.53</u>
Reserve for Receivables		89,091.51	120,611.04
Fund Balance	D-1	719,857.88	484,920.48
		<u>1,461,104.57</u>	<u>1,319,390.05</u>
<u>Capital Fund</u>			
Serial Bonds	D-25	738,000.00	758,000.00
Refunding Bonds	D-24	138,000.00	247,000.00
Bond Anticipation Notes	D-23	885,250.00	185,250.00
Improvement Authorizations:			
Funded	D-18	120,082.74	120,082.74
Unfunded	D-18	164,181.09	40,267.47
Capital Improvement Fund	D-19	552.00	552.00
Interfunds Payable	D-20		78,220.91
Reserves for:			
Amortization	D-21	4,866,660.95	4,737,660.95
Deferred Reserve for Amortization	D-22	323,650.00	323,650.00
Fund Balance	D-2	182,381.48	182,381.48
		<u>7,418,758.26</u>	<u>6,673,065.55</u>
		<u>\$ 8,879,862.83</u>	<u>\$ 7,992,455.60</u>
Bonds and Notes Authorized but Not Issued	D-26	<u>\$ 10,100.00</u>	<u>\$ 10,100.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

D-1

	<u>Ref.</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income</u>			
Operating Surplus Anticipated	D-3	\$ 38,840.00	\$ 41,900.00
Water Rents	D-3	1,977,575.92	1,908,042.99
Miscellaneous	D-3	43,866.79	56,507.55
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	D-14	290,533.17	176,318.94
		<u>2,350,815.88</u>	<u>2,182,769.48</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operations	D-4	1,850,600.00	1,763,600.00
Debt Service	D-4	162,438.48	169,512.52
Statutory Expenditures	D-4	64,000.00	63,000.00
		<u>2,077,038.48</u>	<u>1,996,112.52</u>
 Excess in Revenue		 273,777.40	 186,656.96
 <u>Fund Balance</u>			
Balance January 1	D	484,920.48	340,163.52
		<u>758,697.88</u>	<u>526,820.48</u>
 Decreased by:			
Utilized as Anticipated Revenue	D-3	38,840.00	41,900.00
 Balance December 31	D	 <u>\$ 719,857.88</u>	 <u>\$ 484,920.48</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

STATEMENT OF FUND BALANCE
CAPITAL FUND - REGULATORY BASIS

D-2

	<u>Ref.</u>	
Balance December 31, 2013	D	<u>\$ 182,381.48</u>
Balance December 31, 2014	D	<u>\$ 182,381.48</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

STATEMENT OF REVENUE - REGULATORY BASIS

D-3

<u>Source</u>	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Operating Surplus Anticipated	D-1	\$ 38,840.00	\$ 38,840.00	\$
Water Rents	D-1,Below	1,908,000.00	1,977,575.92	69,575.92
Miscellaneous	D-1,Below	52,000.00	43,866.79	(8,133.21)
Interfund from Water Capital Fund		<u>78,220.00</u>	<u> </u>	<u>(78,220.00)</u>
 Total Revenue	 D-4	 <u>\$ 2,077,060.00</u>	 <u>\$ 2,060,282.71</u>	 <u>\$ (16,777.29)</u>

Analysis of Water Rents

Consumer Accounts Receivable:

Collections	D-6,10	\$ 1,966,872.00
Interfunds Receivable	D-9	5,104.94
Overpayment Applied	D-10	4,722.75
Water Utility Liens	D-11	<u>876.23</u>
	Above	<u>\$ 1,977,575.92</u>

Analysis of Miscellaneous Revenue

Tax Collector:

Water Penalty		\$ 20,401.28
Meter Charges		5,440.00
Water Connection Fees		5,770.00
Tap-Ins		2,850.00
Inspection Fees		400.00
Swimming Pool Fill Fees		2,960.00
Final Reading Fees		550.00
Temporary Water Fees		150.00
Miscellaneous		<u>1,975.00</u>
	D-6	40,496.28

Interest and Costs on Water Rents	D-9		959.13	
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Interest on Investments and Deposits:

Collections	D-5	\$ 2,018.13
Money Market	D-7	341.01
Interfunds Receivable	D-9	<u>52.24</u>
		<u>2,411.38</u>
	Above	<u>\$ 43,866.79</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
WATER UTILITY

STATEMENT OF EXPENDITURES - REGULATORY BASIS

D-4

<u>Ref.</u>	<u>Budget</u>	<u>Paid or Charged</u>	<u>Expended</u>		<u>Balance Cancelled</u>
			<u>Encumbered</u>	<u>Reserved</u>	
<u>Operating</u>					
Salaries and Wages	\$ 325,000.00	\$ 297,221.55		\$ 27,778.45	\$
Other Expenses	1,520,000.00	1,259,169.60	6,433.17	254,397.23	
Financial Administration:					
Other Expenses	5,600.00	5,600.00			
	<u>1,850,600.00</u>	<u>1,561,991.15</u>	<u>6,433.17</u>	<u>282,175.68</u>	
<u>Debt Service</u>					
Payment of Bond Principal	129,000.00	129,000.00			21.52
Interest on Bonds	32,150.00	32,128.48			
Interest on Notes	1,310.00	1,310.00			
	<u>162,460.00</u>	<u>162,438.48</u>			<u>21.52</u>
<u>Statutory Expenditures</u>					
Contributions to:					
Public Employees' Retirement System	33,000.00	33,000.00		3,262.53	
Social Security System (OASI)	26,000.00	22,737.47		5,000.00	
Unemployment Compensation Insurance	5,000.00	5,000.00		8,262.53	
	<u>64,000.00</u>	<u>55,737.47</u>			
D-1		\$1,780,167.10	\$ 6,433.17	\$ 290,438.21	\$ 21.52
<u>Reference</u>	<u>D-3</u>	<u>Below</u>	<u>D</u>	<u>D</u>	
<u>Ref.</u>					
Cash Disbursed		\$1,713,728.62			
Accrued Interest on Bonds	D-5	32,128.48			
Accrued Interest on Notes	D-15	1,310.00			
Interfunds Payable	D-16	33,000.00			
	D-20				
	Above	<u>\$1,780,167.10</u>			

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E
Sheet #1

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Operating Fund</u>			
Cash - Checking	E-6	\$ 2,272,262.66	\$ 1,819,233.47
Cash - Money Market	E-8	1,159.90	1,103.56
Interfunds Receivable	E-16	186,653.43	186,456.68
		<u>2,460,075.99</u>	<u>2,006,793.71</u>
Receivables with Full Reserves:			
Sewer Rents Receivable	E-11	188,913.86	282,540.63
Sewer Liens Receivable	E-12		3,245.59
		<u>188,913.86</u>	<u>285,786.22</u>
		 <u>2,648,989.85</u>	 <u>2,292,579.93</u>
<u>Assessment Trust Fund</u>			
Cash - Checking Account	E-6,9	63,414.11	63,400.34
Assessments Receivable:			
Unpledged	E-13	19,730.67	19,730.67
Assessment Liens:			
Unpledged	E-14	2,580.60	2,580.60
Assessment Lien Interest and Costs	E-15	428.13	428.13
Interfunds Receivable	E-16	13,698.00	13,698.00
		<u>99,851.51</u>	<u>99,837.74</u>
<u>Capital Fund</u>			
Cash - Checking Account	E-6	711.18	250,015.70
Cash - Money Market	E-8	55,213.61	55,213.61
	E-10	55,924.79	305,229.31
Fixed Capital	E-17	22,123,151.35	21,873,151.35
Fixed Capital Authorized and Uncompleted	E-18	884,100.00	1,134,100.00
		<u>23,063,176.14</u>	<u>23,312,480.66</u>
		 <u>\$ 25,812,017.50</u>	 <u>\$ 25,704,898.33</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

E
Sheet #2

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Operating Fund</u>			
Appropriation Reserves:			
Encumbered	E-5,19	\$ 2,834.21	\$ 23,520.34
Unencumbered	E-5,19	106,644.55	145,045.15
Accrued Interest on Bonds	E-20	6,950.97	7,852.73
Accrued Interest on Notes	E-21	68.06	89.79
Sewer User Overpayments	E-22	26,439.99	7,217.44
Interfunds Payable	E-25	36,711.79	2,916.50
		<u>179,649.57</u>	<u>186,641.95</u>
Reserve for Receivables		188,913.86	285,786.22
Fund Balance	E-1	2,280,426.42	1,820,151.76
		<u>2,648,989.85</u>	<u>2,292,579.93</u>
 <u>Assessment Trust Fund</u>			
Interfunds Payable	E-25	24,989.65	24,975.88
Reserves for:			
Assessment Lien Interest and Costs	E-15	428.13	428.13
Assessments and Liens Receivable	E-26	22,311.27	22,311.27
Fund Balance	E-2	52,122.46	52,122.46
		<u>99,851.51</u>	<u>99,837.74</u>
 <u>Capital Fund</u>			
Serial Bonds	E-31	53,000.00	68,000.00
Refunding Bonds	E-30	427,000.00	498,000.00
Bond Anticipation Notes	E-29	250,000.00	250,000.00
Improvement Authorizations:			
Funded	E-23	16,883.21	16,883.21
Unfunded	E-23	93,324.66	342,812.16
Capital Improvement Fund	E-24	38,530.00	38,530.00
Interfunds Payable	E-25	33,493.63	33,310.65
Reserves for:			
Amortization	E-27	22,097,751.35	22,011,751.35
Deferred Reserve for Amortization	E-28	44,000.00	44,000.00
Fund Balance	E-3	9,193.29	9,193.29
		<u>23,063,176.14</u>	<u>23,312,480.66</u>
		<u>\$ 25,812,017.50</u>	<u>\$ 25,704,898.33</u>
 Bonds and Notes Authorized but Not Issued			
	E-32	<u>\$ 135,500.00</u>	<u>\$ 135,500.00</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

E-1

	<u>Ref.</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income</u>			
Sewer Rents	E-4	\$ 4,723,793.45	\$ 4,591,586.24
Interest on Investments and Deposits	E-4	1,945.36	1,369.64
Miscellaneous	E-4	54,673.59	62,949.44
Other Credits to Income:			
Unexpended Balance of Appropriation			
Reserves	E-19	132,832.24	134,576.85
		<u>4,913,244.64</u>	<u>4,790,482.17</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operations	E-5	4,085,750.00	3,966,680.00
Debt Service	E-5	103,219.98	105,580.44
Statutory Expenditures	E-5	64,000.00	63,000.00
Surplus (General Budget)	E-5	200,000.00	200,000.00
		<u>4,452,969.98</u>	<u>4,335,260.44</u>
Excess in Revenue		460,274.66	455,221.73
 <u>Fund Balance</u>			
Balance January 1	E	<u>1,820,151.76</u>	<u>1,364,930.03</u>
Balance December 31	E	<u>\$ 2,280,426.42</u>	<u>\$ 1,820,151.76</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

STATEMENT OF FUND BALANCE
ASSESSMENT TRUST FUND - REGULATORY BASIS

E-2

	<u>Ref.</u>	
Balance December 31, 2013	E	<u>\$ 52,122.46</u>
Balance December 31, 2014	E	<u>\$ 52,122.46</u>

STATEMENT OF FUND BALANCE
CAPITAL FUND - REGULATORY BASIS

E-3

	<u>Ref.</u>	
Balance December 31, 2013	E	<u>\$ 9,193.29</u>
Balance December 31, 2014	E	<u>\$ 9,193.29</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

STATEMENT OF REVENUE - REGULATORY BASIS

E-4

<u>Source</u>	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess</u>
Sewer Rents	E-1,11	\$ 4,442,100.00	\$ 4,723,793.45	\$ 281,693.45
Interest on Investments and Deposits	E-1,Below	1,000.00	1,945.36	945.36
Miscellaneous	E-1,Below	<u>10,000.00</u>	<u>54,673.59</u>	<u>44,673.59</u>
Total Revenue	E-5	<u>\$ 4,453,100.00</u>	<u>\$ 4,780,412.40</u>	<u>\$ 327,312.40</u>
 <u>Analysis of Sewer Rents</u>				
Collections	D-7,11		\$ 4,701,453.21	
Overpayment Applied	D-11		7,217.44	
Sewer Utility Liens	D-12		3,210.57	
Interfunds Receivable	D-16		<u>11,912.23</u>	
	Above		<u>\$ 4,723,793.45</u>	
 <u>Interest on Investments and Deposits</u>				
Collections	E-6		\$ 1,692.27	
Money Market Account	E-8		56.34	
Interfunds Receivable	E-16		<u>196.75</u>	
	Above		<u>\$ 1,945.36</u>	
 <u>Analysis of Miscellaneous Revenue Realized</u>				
Sewer Connections			\$ 4,400.00	
Sewer Inspections			1,250.00	
Sewer - Penalty			<u>46,798.21</u>	
	E-7		<u>52,448.21</u>	
 <u>Sewer Penalty:</u>				
Sewer Liens	E-12		35.02	
Interfunds Receivable	E-16		<u>2,190.36</u>	
	Above		<u>\$ 54,673.59</u>	

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

STATEMENT OF EXPENDITURES - REGULATORY BASIS

E-5

	Ref.	Budget	Modified Budget	Paid or Charged	Expended		Reserved	Unencumbered	Balance Cancelled
					Encumbered	Unencumbered			
<u>Operating</u>									
Salaries and Wages		\$ 325,000.00	\$ 325,000.00	\$ 297,536.10	\$ 2,834.21	\$ 27,463.90	\$ 27,463.90	\$	
Other Expenses		330,000.00	331,004.00	257,227.64		70,942.15			
Financial Administration:									
Other Expenses		5,600.00	5,600.00	5,600.00					
Regional Sewerage Authority Share									
of Costs	E-1	3,425,150.00	3,424,146.00	3,424,146.00					
		<u>4,085,750.00</u>	<u>4,085,750.00</u>	<u>3,984,509.74</u>	<u>2,834.21</u>	<u>98,406.05</u>			
<u>Debt Service</u>									
Payment of Bond Principal		86,000.00	86,000.00	86,000.00					28.50
Interest on Bonds		15,550.00	15,550.00	15,521.50					101.52
Interest on Notes		1,800.00	1,800.00	1,698.48					130.02
	E-1	<u>103,350.00</u>	<u>103,350.00</u>	<u>103,219.98</u>					
<u>Statutory Expenditures</u>									
Contributions to:									
Public Employees' Retirement System		33,000.00	33,000.00	33,000.00					
Social Security System (OASDI)		26,000.00	26,000.00	22,761.50				3,238.50	
Unemployment Compensation Insurance		5,000.00	5,000.00					5,000.00	
	E-1	<u>64,000.00</u>	<u>64,000.00</u>	<u>55,761.50</u>				<u>8,238.50</u>	
Surplus (General Budget)	E-1	200,000.00	200,000.00	200,000.00					
		<u>\$ 4,453,100.00</u>	<u>\$ 4,453,100.00</u>	<u>\$ 4,343,491.22</u>	<u>\$ 2,834.21</u>	<u>\$ 106,644.55</u>		<u>\$ 130.02</u>	
Reference		E-4		Below	E	E		E	

Ref.

Cash Disbursed	E-6	\$ 4,293,271.24
Accrued Interest on Bonds	E-20	15,521.50
Accrued Interest on Notes	E-21	1,698.48
Interfunds Payable	E-25	33,000.00
	Above	\$ 4,343,491.22

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

F

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Operating Fund</u>			
Cash - Checking	F-5	\$ 97,261.02	\$ 31,534.43
Cash - Money Market	F-7	7,764.58	551.98
Interfunds Receivable	F-9	1,000.80	69,506.78
		<u>106,026.40</u>	<u>101,593.19</u>
 <u>Capital Fund</u>			
Cash - Checking Account	F-5	804.25	(196.55)
Cash - Money Market	F-7	10,806.00	18,000.00
	F-8	11,610.25	17,803.45
Interfunds Receivable	F-9	1,584.98	1,584.98
Fixed Capital	F-10	1,548,406.45	1,548,406.45
Fixed Capital Authorized and Uncompleted	F-11	374,000.00	374,000.00
		<u>1,935,601.68</u>	<u>1,941,794.88</u>
		<u>\$ 2,041,628.08</u>	<u>\$ 2,043,388.07</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>Operating Fund</u>			
Appropriation Reserves:			
Unencumbered	F-4,12	\$ 19,333.01	\$ 27,719.07
Accrued Interest on Bonds	F-13	1,632.23	2,015.84
Interfunds Payable	F-16	15,812.83	895.00
		<u>36,778.07</u>	<u>30,629.91</u>
Fund Balance	F-1	69,248.33	70,963.28
		<u>106,026.40</u>	<u>101,593.19</u>
 <u>Capital Fund</u>			
Serial Bonds	F-20	125,000.00	155,000.00
Improvement Authorizations:			
Funded	F-14,15	48,678.68	48,678.68
Unfunded	F-15	69,299.97	69,299.97
Capital Improvement Fund	F-15	3,350.00	3,350.00
Interfunds Payable	F-16	1,000.80	7,194.00
Reserves for:			
Preliminary Study	F-17	7,280.80	7,280.80
Amortization	F-18	1,656,406.45	1,626,406.45
Deferred Amortization	F-19	23,000.00	23,000.00
Fund Balance	F-2	1,584.98	1,584.98
		<u>1,935,601.68</u>	<u>1,941,794.88</u>
		<u>\$ 2,041,628.08</u>	<u>\$ 2,043,388.07</u>
 Bonds and Notes Authorized but Not Issued	 F-21	 \$ 118,000.00	 \$ 118,000.00

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

F-1

	<u>Ref.</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	F-3	\$ 6,769.00	\$ 62,000.00
Membership Fees	F-3	155,605.00	159,787.30
Nonbudget Revenue	F-3	28,335.98	42,357.52
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	F-12	24,319.07	7,637.49
		<u>215,029.05</u>	<u>271,782.31</u>
 <u>Expenditures</u>			
Budget Appropriations:			
Operations	F-4	165,200.00	194,500.00
Debt Service	F-4	34,275.00	28,574.84
Statutory Expenditures	F-4	10,500.00	10,500.00
		<u>209,975.00</u>	<u>233,574.84</u>
Excess in Revenue		5,054.05	38,207.47
 <u>Fund Balance</u>			
Balance January 1	F	70,963.28	94,755.81
		<u>76,017.33</u>	<u>132,963.28</u>
Decreased by:			
Utilized as Anticipated Revenue	F-3	6,769.00	62,000.00
Balance December 31	F	<u>\$ 69,248.33</u>	<u>\$ 70,963.28</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

STATEMENT OF FUND BALANCE
CAPITAL FUND - REGULATORY BASIS

F-2

	<u>Ref.</u>	
Balance December 31, 2013	F	<u>\$1,584.98</u>
Balance December 31, 2014	F	<u>\$1,584.98</u>

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

STATEMENT OF REVENUE - REGULATORY BASIS

F-3

	<u>Ref.</u>	<u>Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
<u>Revenue</u>				
Fund Balance Utilized	F-1	\$ 6,769.00	\$ 6,769.00	\$
Membership Fees	F-1,6	159,700.00	155,605.00	(4,095.00)
Interfunds Receivable:				
Current Fund		13,737.00		(13,737.00)
General Trust Fund		48,575.00		(48,575.00)
Swimming Pool Capital Fund		<u>7,194.00</u>		<u>(7,194.00)</u>
 Budget Totals	 F-4	 235,975.00	 162,374.00	 (73,601.00)
 Nonbudget Revenue	 F-1,Below		 <u>28,335.98</u>	 <u>28,335.98</u>
		 <u>\$235,975.00</u>	 <u>\$ 190,709.98</u>	 <u>\$ (45,265.02)</u>
 <u>Nonbudget Revenue Realized</u>				
Guest Passes			\$ 7,495.00	
Nursery School Fees			5,075.00	
Concession Rent			10,143.00	
Pool Parties			833.75	
Swimming Team Fees			2,700.00	
Miscellaneous			<u>2,002.00</u>	
	F-6		28,248.75	
 Interest on Deposits:				
Collections	F-5	67.83		
Money Market Account	F-7	18.60		
Interfunds Receivable	F-9	<u>0.80</u>		
			<u>87.23</u>	
	Above		 <u>\$ 28,335.98</u>	

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

STATEMENT OF EXPENDITURES - REGULATORY BASIS

F-4

	Ref.	Budget	Expended		Balance Cancelled
			Paid or Charged	Reserved Unencumbered	
<u>Operating</u>					
Salaries and Wages		\$ 97,400.00	\$ 97,350.50	\$ 49.50	\$ 25,000.00
Other Expenses		89,400.00	53,116.49	11,283.51	
Financial Administration:					
Other Expenses	F-1	3,400.00	3,400.00		
		<u>190,200.00</u>	<u>153,866.99</u>	<u>11,333.01</u>	<u>25,000.00</u>
<u>Debt Service</u>					
Payment of Bond Principal		30,000.00	30,000.00		
Interest on Bonds		4,275.00	4,275.00		1,000.00
Interest on Notes	F-1	1,000.00			<u>1,000.00</u>
		<u>35,275.00</u>	<u>34,275.00</u>		
<u>Statutory Expenditures</u>					
Contributions to:					
Social Security System (OASI)		7,500.00		7,500.00	
Public Employees' Retirement System		2,500.00	2,500.00		
Unemployment Compensation					
Insurance		500.00		500.00	
	F-1	<u>10,500.00</u>	<u>2,500.00</u>	<u>8,000.00</u>	
		<u>\$235,975.00</u>	<u>\$190,641.99</u>	<u>\$ 19,333.01</u>	<u>\$26,000.00</u>
<u>Reference</u>		<u>F-3</u>	<u>Below</u>	<u>F</u>	
		<u>Ref.</u>			
Cash Disbursed		F-5	\$ 183,866.99		
Accrued Interest on Bonds		F-13	4,275.00		
Interfunds Payable		F-16	2,500.00		
		Above	<u>\$ 190,641.99</u>		

See accompanying notes to financial statements.

TOWNSHIP OF FAIRFIELD
PUBLIC ASSISTANCE TRUST FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

G

<u>ASSETS</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
Cash	G-1	<u>\$ 1,180.18</u>	<u>\$ 1,180.06</u>
 <u>LIABILITIES AND FUND BALANCE</u>			
Reserve for Public Assistance Expenditures	G-2	<u>\$ 1,180.18</u>	<u>\$ 1,180.06</u>

See accompanying notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF FAIRFIELD

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Fairfield is governed by the Small Municipality Plan of the Optional Municipal Charter Law. The Township Council consists of four members, one of which is appointed Council President on an annual basis. The Mayor and each Council member are elected in a general election for a term of three years. Each Council member, including the Mayor, carries the power of one legislative vote.

Governmental Accounting Standards Board (GASB) Statement No. 14 establishes certain standards for defining and reporting on the financial reporting entity. In accordance with these standards, the reporting entity should include the primary government and those component units which are fiscally accountable to the primary government.

The financial statements of the Township of Fairfield include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by the provisions of N.J.S. 40A:5-5. The financial statements, however, do not include the operations of the Municipal Library, which is a separate entity subject to a separate examination.

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the recognized standard setting body for establishing governmental accounting and financial reporting principles. The GASB establishes three fund types and two account groups to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP).

The accounting policies of the Township of Fairfield conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. These principles are a "Modified Accrual Basis of Accounting" which differs from accounting principles generally accepted in the United States of America (GAAP) for governmental entities. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township of Fairfield accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP:

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

Trust Funds - The records of receipts, disbursements and custodianship of monies in accordance with the purpose for which each account was created are maintained in Trust Funds. These include the Assessment Trust Fund, Animal Control Trust Fund, General Trust Fund and Developers' Escrow Trust Fund.

General Capital Fund - The receipts and expenditure records for the acquisition of general infrastructure and other capital facilities, other than those acquired in the Current Fund, are maintained in this Fund, as well as, related long-term debt accounts.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Description of Funds (Continued)

Utilities Funds - Water, Sewer and Swimming Pool Utilities are treated as separate entities. Each maintains its own Operating and Capital Funds which reflect revenue, expenditures, stewardship, acquisitions of utility infrastructure and other capital facilities, debt service, long-term debt and other related activity.

Public Assistance Trust Fund - Receipts and disbursements of funds that provide assistance to certain residents of the Township of Fairfield pursuant to the provisions of Title 44 of the New Jersey statutes are maintained in the Public Assistance Trust Fund.

Free Public Library - Budget Appropriations and State Aid are transferred to the Free Public Library bank account and are expended with the approval of the Library for its purposes. Interest on investments, Library fines and other revenue are retained by the Library and expended therefrom. The Library is the subject of a separate report.

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

Capital Fixed Assets - These accounts reflect estimated valuations of land, buildings and certain movable fixed assets of the Township as discussed under the caption of "Basis of Accounting".

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, differ in certain respects from accounting principles generally accepted in the United States of America. The accounting system is maintained on the modified accrual basis with certain exceptions. Significant accounting policies in New Jersey are summarized as follows:

Property Taxes and Other Revenue

Property taxes and other revenue are realized when collected in cash or approved by regulation for accrual from certain sources of the State of New Jersey and the Federal Government. Accruals of taxes and other revenue are otherwise deferred as to realization by the establishment of offsetting reserve accounts. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Grant Revenue

Federal and State grants, entitlements or shared revenue received for purposes normally financed through the Current Fund are recognized when anticipated in the Township of Fairfield budget. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual.

Expenditures

Expenditures for general and utility operations are generally recorded on the accrual basis. Unexpended appropriation balances, except for amounts which may have been cancelled by the governing body or by statutory regulation, are automatically recorded as liabilities at December 31st of each year, under the title of "Appropriation Reserves".

Grant appropriations are charged upon budget adoption to create spending reserves.

Budgeted transfers to the Capital Improvement Fund are recorded as expenditures to the extent permitted by law.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Expenditures (Continued)

Expenditures from Trust and Capital Funds are recorded upon occurrence and charged to accounts statutorily established for specific purposes.

Budget Appropriations for interest on General Capital Long-Term Debt is raised on the cash basis and is not accrued on the records; interest on Utility Debt is raised on the accrual basis and so recorded.

GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Encumbrances

As of January 1, 1986 all local units were required by Technical Accounting Directive No. 85-1, as promulgated by the Division of Local Government Services, to maintain an encumbrance accounting system. The directive states that contractual orders outstanding at December 31st are reported as expenditures through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves

Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

Compensated Absences

Expenditures relating to obligations for unused vested accumulated sick, vacation and compensatory pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes

Property Acquired for Taxes (Foreclosed Property) is recorded in the Current Fund at the assessed valuation during the year when such property was acquired by deed or foreclosure and is offset by a corresponding reserve account. GAAP requires such property to be recorded in the Capital Fixed Assets at market value on the date of acquisition.

Self-Insurance Contributions

Contributions to self-insurance funds are charged to budget appropriations. GAAP requires that payments be accounted for as an operating transfer and not as an expenditure.

Interfunds Receivable

Interfunds Receivable in the Current Fund are generally recorded with offsetting reserves which are established by charges to operations. Collections are recognized as income in the year that the receivables are realized. Interfunds Receivable of all other funds are recorded as accrued and are not offset with reserve accounts. Interfunds Receivable of one fund are offset with Interfunds Payable of the opposite fund. GAAP does not require the establishment of an offsetting reserve.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Inventories of Supplies

Materials and supplies purchased by all funds are recorded as expenditures.

An annual inventory of materials and supplies for the Water, Sewer and Swimming Pool Utilities are required, by regulation, to be prepared by Township personnel for inclusion on the Water, Sewer and Swimming Pool Utilities Operating Fund balance sheet. Annual changes in valuations, offset with a Reserve Account, are not considered as affecting results of operations. Materials and supplies of other funds are not inventoried nor included on their respective balance sheets.

Capital Fixed Assets

General:

In accordance with Technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from GAAP, the Township of Fairfield has developed a fixed asset accounting and reporting system.

GAAP requires that fixed assets be capitalized at historical or estimated historical cost if actual historical cost is not available. Depreciation on utility fixed assets should also be recorded.

Fixed assets used in governmental operations (capital fixed assets) are accounted for in the Capital Fixed Assets. Public domain ("infrastructure") capital fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

Acquisitions of land, buildings, machinery, equipment and other capital assets are recorded on a perpetual fixed asset record.

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

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

Utilities:

Capital acquisitions, including utility infrastructure costs of the Water, Sewer and Swimming Pool Utilities, are recorded at cost upon purchase or project completion in the Fixed Capital Account of the utilities. The Fixed Capital Accounts are adjusted for dispositions or abandonments. The accounts include movable fixed assets of the Utility but are not specifically identified and are considered as duplicated in the Capital Fixed Assets. The duplication is considered as insignificant on its effect on the financial statements taken as a whole.

Utility improvements that may have been constructed by developers are not recorded as additions to Fixed Capital.

Fixed Capital of the Utilities are offset by accumulations in Amortization Reserve Accounts. The accumulations represent costs of fixed assets purchased with budgeted funds or acquired by gift as well as grants, developer contributions or liquidations of related bonded debt and other liabilities incurred upon fixed asset acquisition.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Capital Fixed Assets (Continued)

The Fixed Capital Accounts reflected herein are as recorded in the records of the municipality and do not necessarily reflect the true condition of such Fixed Capital. The records consist of a control account only. Detailed records are not maintained.

D. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Township of Fairfield presents the financial statements listed in the table of contents which are required by the Division of Local Government Services and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS

A. Cash and Cash Equivalents

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey, which are insured by the Federal Deposit Insurance Corporation (FDIC) or any other agencies of the United States that insures deposits or the State of New Jersey Cash Management Fund.

The State of New Jersey Cash Management Fund is authorized by statute and regulations of the State Investment Council to invest in fixed income and debt securities which mature or are redeemed within one year. Twenty-five percent of the Fund may be invested in eligible securities which mature within two years provided, however, the average maturity of all investments in the Fund shall not exceed one year. Collateralization of Fund investments is generally not required.

In addition, by regulation of the Division of Local Government Services, municipalities are allowed to deposit funds in the Municipal Bond Insurance Association (MBIA) through their investment management company, the Municipal Investors Service Corporation.

In accordance with the provisions of the Governmental Unit Deposit Protection Act of New Jersey, public depositories are required to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal five percent of the average daily balance of public funds or

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

All collateral must be deposited with the Federal Reserve Bank, The Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

B. Investments

New Jersey statutes permit the Township to purchase the following types of securities:

Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America. This includes instruments such as Treasury bills, notes and bonds.

2. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued)

- . Government money market mutual funds.
- . Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase, and has a fixed rate of interest not dependent on any index or external factors.
- . Bonds or other obligations of the local unit or school districts of which the local unit is a part.
- . Any other obligations with maturities not exceeding 397 days, as permitted by the Division of Investments.
- . Local government investment pools, such as New Jersey CLASS, and the New Jersey Arbitrage Rebate Management Program.
- . New Jersey State Cash Management Fund.
- . Repurchase agreements of fully collateralized securities, subject to special conditions.

In addition, a variety of state laws permit local governments to invest in a wide range of obligations issued by state governments and its agencies.

As of December 31, 2014, the Township had funds invested and on deposit in checking, governmental money market funds, certificates of deposit and New Jersey Cash Management Accounts. The amount of the Township's cash and cash equivalents on deposit as of December 31, 2014 was \$15,687,071.78. These funds constitute "deposits with financial institutions" as defined by GASB Statement No. 40. There were no securities categorized as investments as defined by GASB Statement No. 40.

3. TAXES AND TAX TITLE LIENS RECEIVABLE

Property assessments are determined on true values and taxes are assessed based upon these values. The residential tax bill includes the levies for the Township, County and School purposes. Certified adopted budgets are submitted to the County Board of Taxation by each taxing district. The tax rate is determined by the board upon the filing of these budgets.

The tax bills are mailed by the Tax Collector annually in June and are payable in four quarterly installments due the first of August and November of the current year and a preliminary billing due the first of February and May of the subsequent year. The August and November billings represent the third and fourth quarter installments and are calculated by taking the total year tax levy less the preliminary first and second quarter installments due February and May. The preliminary levy is based on one-half of the current year's total tax.

Tax installments not paid by the above due dates are subject to interest penalties determined by a resolution of the governing body. The rate of interest in accordance with the aforementioned resolution is 8% per annum on the first \$1,500.00 of delinquency and 18% on any delinquency in excess of \$1,500.00. The resolution also sets a grace period of ten days before interest is calculated. In addition, any delinquency in excess of \$10,000.00 at the end of the calendar year is subject to a 6% penalty on the unpaid balance.

Taxes unpaid on the 11th day of the eleventh month in the fiscal year when the taxes become in arrears are subject to the tax sale provisions of the New Jersey statutes. The municipality may institute in rem foreclosure proceedings after six months from the date of the sale if the lien has not been redeemed.

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

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

Comparative Schedule of Tax Rates

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Tax Rate	<u>\$1.956</u>	<u>\$1.937</u>	<u>\$1.886</u>	<u>\$1.627</u>	<u>\$1.556</u>
Apportionment of Tax Rate:					
Municipal	\$0.483	\$0.467	\$0.457	\$0.374	\$0.386
Municipal Open Space	0.010	0.010	0.010	0.010	0.010
County	0.482	0.496	0.470	0.407	0.394
County Open Space	0.015	0.016	0.016	0.015	0.015
Local School	0.395	0.384	0.372	0.321	0.313
Regional High School	0.538	0.529	0.525	0.468	0.438
Library	0.033	0.035	0.036	0.032	

Assessed Valuations

<u>Year</u>	<u>Amount</u>
2014	\$ 2,629,496,403.00
2013	2,654,422,440.00
2012	2,687,207,540.00
2011	3,087,558,937.00
2010	3,110,363,948.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2014	\$ 51,560,096.21	\$ 50,691,843.82	98.31 %
2013	51,462,791.50	50,502,224.23	98.13
2012	50,755,185.63	49,637,048.77	97.79
2011	50,282,463.68	48,964,710.89	97.38
2010	48,474,513.60	47,224,535.31	97.42

3. TAXES AND TAX TITLE LIENS RECEIVABLE (Continued)

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2014	\$1,217,231.70	\$ 623,244.61	\$1,840,476.31	3.57 %
2013	1,885,906.62	563,417.05	2,449,323.67	4.76
2012	1,829,829.43	727,870.93	2,557,700.36	5.09
2011	1,927,917.86	595,375.30	3,587,093.75	7.13
2010	1,146,828.40	1,261,134.62	2,407,963.02	4.97

4. PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens, on the basis of the last assessed valuation of such properties in the year of acquisition, was as follows:

<u>Year</u>	<u>Amount</u>
2014	\$ 4,810,800.00
2013	4,028,500.00
2012	6,137,614.00
2011	4,989,914.00
2010	574,463.00

5. WATER CONSUMER ACCOUNTS RECEIVABLE

The Township of Fairfield maintains a utility fund for the billing and collection of water rents. Billings are done on a quarterly basis.

A comparison of Water Utility billings and collections for the past five (5) years are as follows:

<u>Year</u>	<u>Billing</u>	<u>Collections*</u>
2014	\$ 1,946,056.39	\$ 1,976,699.69
2013	1,937,810.15	1,907,888.26
2012	1,934,095.39	1,911,303.95
2011	1,805,174.57	1,828,331.91
2010	1,413,343.63 **	1,734,053.41

*Collections include amounts that were levied in prior years.

** Represents three quarters of billings. A change to the accounting system in the year 2010 recorded the 4th quarter billing of \$426,591.00 in January of 2011.

6. SEWER RENTALS RECEIVABLE

The Township of Fairfield maintains a utility fund for the billing and collection of sewer user charges. Billings are done on a quarterly basis.

A comparison of billings and collections for the past five (5) years are as follows:

<u>Year</u>	<u>Billing</u>	<u>Collection*</u>
2014	\$ 4,626,956.11	\$ 4,720,582.88
2013	4,676,232.95	4,591,586.24
2012	4,489,102.70	4,495,199.71
2011	4,439,810.86	4,471,538.86
2010	3,235,533.51 **	4,241,823.87

*Collections include amounts that were levied in prior years.

** Represents three quarters of billings. A change to the accounting system in the year 2010 recorded the 4th quarter billing of \$1,022,796.25 in January of 2011.

7. SWIMMING POOL UTILITY

Swimming Pool Utility membership and guest fee collections for the past five (5) years are as follows:

<u>Year</u>	<u>Membership</u>	<u>Guests</u>
2014	\$155,605.00	\$ 7,495.00
2013	159,787.30	22,185.00
2012	181,275.00	13,060.00
2011	197,812.00	4,045.00
2010	208,650.00	6,208.00

8. FUND BALANCES APPROPRIATED

	<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budgets of Succeeding Year</u>
Current Fund:	2014	\$ 3,251,355.12	\$ 1,828,000.00
	2013	3,100,270.88	1,600,000.00
	2012	2,324,812.96	1,300,000.00
	2011	2,847,218.55	1,300,000.00
	2010	2,060,103.05	1,200,000.00
Water Utility Operating Fund:	2014	719,857.88	185,375.00
	2013	484,920.48	38,840.00
	2012	340,163.52	41,900.00
	2011	347,069.23	127,050.00
	2010	347,069.23	-

8. FUND BALANCES APPROPRIATED (Continued)

	<u>Year</u>	<u>Balance December 31</u>	<u>Utilized in Budgets of Succeeding Year</u>
Sewer Utility Operating Fund:	2014	\$2,280,426.42	\$ -
	2013	1,820,151.76	-
	2012	1,364,930.03	-
	2011	1,003,749.97	-
	2010	452,252.93	-
Swimming Pool Utility Operating Fund:	2014	69,248.33	66,910.00
	2013	70,963.28	6,769.00
	2012	84,480.81	62,000.00
	2011	63,382.87	32,200.00
	2010	3,468.65	-

9. PENSION PLANS

Description of Systems

Substantially all of the Township's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Public Employees' Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS). These systems are sponsored and administered by the New Jersey Division of Pensions and Benefits. The Public Employees' Retirement System and the Police and Firemen's Retirement System is considered a cost-sharing multiple-employer plan.

Public Employees' Retirement System:

The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another State-administered retirement system or other state or local jurisdiction.

Significant Legislation

P.L. 2011, c. 78, effective June 28, 2011, made various changes to the manner in which PERS operates and to the benefit provisions of that system.

This new legislation's provisions impacting employee pension and health benefits include:

- New members of PERS hired on or after June 28, 2011 (Tier 5 members), will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of 1/4 to 1 percent for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 62 to 65 for Tier 5 members.

9. PENSION PLANS (Continued)

Significant Legislation (Continued)

- Active member contribution rates will increase. PERS active member rates increase from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years. For Fiscal Year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contributions for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.

In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Police and Firemen's Retirement System:

The Police and Firemen's Retirement System (PFRS) was established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees. Members may opt for Service Retirement if over age 55 or Special Retirement at any age if they have a minimum of 25 years of service or 20 years of service if enrolled in the PFRS as of January 18, 2000. Retirement benefits vary depending on age and years of service.

Chapter 428, Public Law of 1999, effective January 18, 2000, allows a member, age 55 and older with 20 or more years of service, to retire with a benefit equaling 50% of final compensation, in lieu of the regular retirement allowance available to the member. Final compensation means the compensation received by the member in the last twelve months of creditable service preceding retirement.

In addition, a member of the system as of the effective date of this law may retire with 20 or more years of service with a retirement allowance of 50% of final compensation, regardless of age, and, if required to retire because of attaining the mandatory retirement age of 65, an additional 3% of final compensation for every additional year of creditable service up to 25 years.

Significant Legislation

P.L. 2011, c.78, effective June 28, 2011, made various changes to the manner in which PFRS operates and to the benefit provision of that system.

This new legislation's provision impacting employee pension and health benefits include:

- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60 percent instead of 65 percent of the member's final compensation plus 1 percent for each year of creditable service over 25 years but not to exceed 30 years.

9. PENSION PLANS (Continued)

Contributions Required and Made

Contributions made by employees for PERS and PFRS are currently 6.92% and 10.0% of their base wages, respectively. Employer contributions are actuarially determined on an annual basis by the Division of Pensions. Contributions to the plan for the past three (3) years are as follows:

Year	PERS		PFRS	
	Township	Employees	Township	Employees
2014	\$ 247,928.00	\$ 196,938.59	\$ 835,692.00	\$ 346,303.81
2013	242,075.00	187,591.42	874,943.00	330,267.00
2012	311,287.00	175,190.58	890,929.00	335,110.60

The Township of Fairfield, in accordance with the provisions of Public Law 2009, c. 19 (S21), elected by resolution of the governing body to defer the 50% of their 2009 normal and accrued pension liability for the PERS and PFRS pension retirement system obligation in the amount of \$496,879.00. This deferred pension liability will be repaid over a 15 year period which started in April 2012.

10. DEFINED CONTRIBUTION RETIREMENT PROGRAM

Description of System

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$1,500.00 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

If the eligible elected or appointed official will earn less than \$5,000.00 annually, the official may choose to waive participation in the DCRP for that office or position. This waiver is irrevocable.

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

This retirement program is a new pension system where the value of the pension is based on the amount of the contribution made by the employee and employer and through investment earnings. It is similar to a Deferred Compensation Program where the employee has a portion of tax deferred salary placed into an account that the employee manages through investment options provided by the employer.

The law requires that three classes of employees enroll in the DCRP, detailed as follows:

- All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may remain in the Public Employees' Retirement System (PERS).
- A Governor appointee with the advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.
- Employees enrolled in the PERS on or after July 1, 2007 or employees enrolled in the PFRS after May 21, 2010 who earn salary in excess of established "maximum compensation" limits.
- Employees otherwise eligible to enroll in the PERS on or after November 2, 2008 who do not earn the minimum salary for PERS Tier 3, but who earn salary of at least \$5,000.00.

10. DEFINED CONTRIBUTION RETIREMENT PROGRAM (Continued)

Description of System (Continued)

- Employees otherwise eligible to enroll in the PERS after May 21, 2010, who do not work the minimum number of hours per week required for PERS Tier 4 or Tier 5 enrollment (32 hours per week) but who earn salary of at least \$5,000.00 annually.

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

Contributions Required and Made

Contributions made by employees for DCRP are currently at 5.5% of their base wages. Member contributions are matched by a 3.0% employer contribution.

During the year 2014, there were four officials or employees enrolled in the DCRP.

11. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION

Plan Description

The Township of Fairfield, by contractual agreement, provides medical benefits which include health and dental insurance coverage and prescription benefits to employees and their spouse after retirement with twenty-five years of full-time service with the municipality. These benefits are similar to health benefits provided to current employees.

Actuarial Valuation

An actuarial computation for the annual payment for currently retired employees and the future costs for those employees has not been prepared.

12. MUNICIPAL DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Pursuant to N.J.S.A. 40A:2-8.1, bond anticipation notes, which are issued to temporarily finance capital projects, cannot be renewed past the third anniversary unless an amount equal to at least the first legally required installment is paid prior to each anniversary and must be paid off within ten years and five months or retired by the issuance of bonds.

Summary of Municipal Debt (Excluding Current and Operating Debt)

	<u>Year 2014</u>	<u>Year 2013</u>	<u>Year 2012</u>
<u>Issued</u>			
General:			
Bonds and Notes	\$ 9,062,550.00	\$ 10,492,425.00	\$ 11,078,815.00
Assessments:			
Bonds and Notes	41,000.00	81,000.00	175,145.00
Water Utility:			
Bonds and Notes	1,761,250.00	1,190,250.00	1,251,050.00
Sewer Utility:			
Bonds and Notes	730,000.00	816,000.00	654,000.00
Swimming Pool Utility:			
Bonds and Notes	125,000.00	155,000.00	179,000.00
	<u>11,719,800.00</u>	<u>12,734,675.00</u>	<u>13,338,010.00</u>
 <u>Authorized but Not Issued</u>			
General:			
Bonds and Notes	110,590.48	47,044.13	409,354.13
Water Utility:			
Bonds and Notes	10,100.00	10,100.00	103,300.00
Sewer Utility:			
Bonds and Notes	135,500.00	135,500.00	135,500.00
Swimming Pool Utility:			
Bonds and Notes	118,000.00	118,000.00	118,000.00
	<u>374,190.48</u>	<u>310,644.13</u>	<u>766,154.13</u>
 Total Debt	 <u>12,093,990.48</u>	 <u>13,045,319.13</u>	 <u>14,104,164.13</u>
 Less: Cash on Hand:			
General	193,098.25	92,398.25	238,505.06
Assessment	0.44	80.44	57,425.44
	<u>193,098.69</u>	<u>92,478.69</u>	<u>295,930.50</u>
 Net Bonds and Notes Issued and Authorized but Not Issued	 <u>\$11,900,891.79</u>	 <u>\$12,952,840.44</u>	 <u>\$13,808,233.63</u>

12. MUNICIPAL DEBT (Continued)

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 indicates a statutory net debt of 0.361%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School	\$ 720,000.00	\$ 720,000.00	\$
Regional High School	6,625,571.78	6,625,571.78	
Water Utility	1,771,350.00	1,436,234.60	335,115.40
Sewer Utility	865,500.00	865,500.00	
Swimming Pool Utility	243,000.00		243,000.00
General	<u>9,214,140.48</u>	<u>193,098.69</u>	<u>9,021,041.79</u>
	<u>\$ 19,439,562.26</u>	<u>\$ 9,840,405.07</u>	<u>\$ 9,599,157.19</u>

Net debt, \$9,599,157.19, divided by Average Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, \$2,661,256,667.67 equals 0.361%.

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

3 1/2% of Equalized Valuation Basis	\$ 93,143,983.37
Net Debt	<u>9,599,157.19</u>
Remaining Borrowing Power	<u>\$ 83,544,826.18</u>

School Debt Deductions

Local School Debt is deductible up to the extent of 2.50% of the Average Equalized Assessed Valuations of real property for the Local School District. As of December 31, 2014, local school district debt was the sum of \$720,000.00 and is fully deductible. Regional High School Debt is deductible in full. Regional High School Debt apportioned to the Township of Fairfield as of December 31, 2014 was the sum of \$6,625,571.78.

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

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year	\$ 2,060,282.71
Deductions:	
Operating and Maintenance Costs	\$ 1,914,600.00
Debt Service per Water Utility Operating Fund	<u>162,438.48</u>
	<u>2,077,038.48</u>
Deficit in Revenue	<u>\$ (16,755.77)</u>
Total Debt Service	<u>\$ 162,438.48</u>
Deficit Smaller of Deficit in Revenue or Total Debt Service	<u>\$ (16,755.77)</u>

There being a deficit in the Water Utility revenue, the utility is not "self-liquidating" for Debt Statement purposes.

Since there is a deficit, the Water Utility Debt is not deductible to the extent of 20 times the deficit amount.

12. MUNICIPAL DEBT (Continued)

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

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 4,780,412.40
Deductions:		
Operating and Maintenance Costs	\$ 4,149,750.00	
Debt Service per Sewer Utility Operating Fund	<u>103,219.98</u>	
		<u>4,252,969.98</u>
Excess in Revenue		<u>\$ 527,442.42</u>

There being an excess in revenue, all Sewer Utility Debt is deductible for Debt Statement purposes.

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

Surplus and Cash Receipts from Fees, Rents or Other Charges for Year		\$ 190,709.98
Deductions:		
Operating and Maintenance Costs	\$ 175,700.00	
Debt Service per Swimming Pool Utility Operating Fund	<u>34,275.00</u>	
		<u>209,975.00</u>
Deficit in Revenue		<u>\$ (19,265.02)</u>
Total Debt Service		<u>\$ 34,275.00</u>
Deficit Smaller of Deficit in Revenue or Total Debt Service		<u>\$ (19,265.02)</u>

There being a deficit in the Swimming Pool Utility revenue, the utility is not "self-liquidating" for Debt Statement purposes.

Since there is a deficit, the Swimming Pool Utility Debt is not deductible to the extent of 20 times the deficit amount.

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

As of December 31, 2014, the Township's long-term debt is as follows:

General Capital Bonds

Serial Bonds:

\$3,808,000.00, 2004 Bonds due in annual installments of \$388,000.00 to \$390,000.00 through July 2016, interest at 3.65%	\$ 778,000.00
\$5,316,000.00, 2013 Bonds due in annual installments of \$235,000.00 to \$410,000.00 through August 2028, interest at 2.00% to 4.00%	<u>5,106,000.00</u>
	<u>\$ 5,884,000.00</u>

12. MUNICIPAL DEBT (Continued)

Special Assessment Bonds

\$356,000.00, 2005 Bonds due in annual installments of \$41,000.00 through March 2015, interest at 4.10% \$ 41,000.00

Water Utility Bonds

Serial Bonds:

\$758,000.00, 2013 Bonds due in annual installments of \$20,000.00 to \$40,000.00 through August 2033, interest at 2.00% to 4.60% \$ 738,000.00

Refunding Bonds:

\$666,000.00, 2009 Bonds due in annual installments of \$138,000.00 through January 2015, interest at 2.50% 138,000.00

\$876,000.00

Sewer Utility Bonds

Serial Bonds:

\$163,000.00, 2004 Bonds due in annual installments of \$10,000.00 to \$15,000.00 through July 2018, interest at 3.65% \$ 53,000.00

Refunding Bonds:

\$760,000.00, 2009 Bonds due in annual installments of \$55,000.00 to \$80,000.00 through January 2020, interest at 2.50% to 4.00% 427,000.00

\$ 480,000.00

Swimming Pool Utility Bonds

\$257,000.00, 2004 Bonds due in annual installments of \$17,000.00 to \$20,000.00 through July 2018, interest at 3.65% \$ 77,000.00

\$58,000.00, 2013 Bonds due in annual installments of \$8,000.00 to \$10,000.00 through August 2019, interest at 1.75% to 4.05% 48,000.00

\$ 125,000.00

12. MUNICIPAL DEBT (Continued)

Tax Appeal Refunding Note

Outstanding Tax Appeal Refunding Notes are summarized as follows:

	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	0.75 %	\$ 576,000.00
	0.75	280,000.00
	0.49	<u>300,000.00</u>
		<u>\$ 1,156,000.00</u>

Special Emergency Note

Outstanding Special Emergency Note is summarized as follows:

	<u>Interest Rate</u>	<u>Amount</u>
Current Fund	1.00%	<u>\$ 211,740.00</u>

Bond Anticipation Notes

Outstanding Bond Anticipation Notes are summarized as follows:

	<u>Interest Rate</u>	<u>Amount</u>
General Capital Fund	0.49 %	\$ 573,800.00
	0.49	736,250.00
	0.49	<u>712,500.00</u>
		<u>\$ 2,022,550.00</u>
Water Capital Fund	0.49	\$ 185,250.00
	0.49	<u>700,000.00</u>
		<u>\$ 885,250.00</u>
Sewer Capital Fund	0.49	<u>\$ 250,000.00</u>

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

<u>Original Notes Issued</u>	<u>Legal Installments Due</u>	<u>Permanent Funding Required as of May 1</u>
2012	2015 - 2022	2023
2013	2016 - 2023	2024
2014	2017 - 2024	2025

12. MUNICIPAL DEBT (Continued)

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

Calendar Year	Total	General		Special Assessment		Water Utility		Sewer Utility		Swimming Pool Utility	
		Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 938,715.50	\$ 625,000.00	\$ 176,912.00	\$ 41,000.00	\$ 840.50	\$ 20,000.00	\$ 24,258.00	\$ 15,000.00	\$ 1,934.50	\$ 30,000.00	\$ 3,770.50
2016	889,062.50	623,000.00	157,977.00			40,000.00	23,858.00	10,000.00	1,387.00	30,000.00	2,840.50
2017	635,105.50	385,000.00	139,115.00			40,000.00	23,058.00	15,000.00	1,022.00	30,000.00	1,910.50
2018	620,128.00	385,000.00	131,415.00			40,000.00	22,258.00	13,000.00	474.50	27,000.00	980.50
2019	578,333.00	385,000.00	123,715.00			40,000.00	21,458.00	40,000.00		8,000.00	160.00
2020	561,673.00	385,000.00	116,015.00			40,000.00	20,658.00	40,000.00			
2021	551,048.00	385,000.00	106,390.00			40,000.00	19,658.00	40,000.00			
2022	538,298.00	385,000.00	94,840.00			40,000.00	18,458.00	40,000.00			
2023	525,548.00	385,000.00	83,290.00			40,000.00	17,258.00	40,000.00			
2024	512,798.00	385,000.00	71,740.00			40,000.00	16,058.00	40,000.00			
2025	525,048.00	410,000.00	60,190.00			40,000.00	14,858.00	40,000.00			
2026	509,298.00	410,000.00	45,840.00			40,000.00	13,458.00	40,000.00			
2027	491,298.00	410,000.00	29,440.00			40,000.00	11,858.00	40,000.00			
2028	389,298.00	325,000.00	13,040.00			40,000.00	10,258.00	40,000.00			
2029	48,658.00					40,000.00	8,658.00	40,000.00			
2030	47,008.00					40,000.00	7,008.00	40,000.00			
2031	45,308.00					40,000.00	5,308.00	40,000.00			
2032	43,548.00					40,000.00	3,548.00	40,000.00			
2033	39,748.00					38,000.00	1,748.00				
	<u>\$ 6,489,921.50</u>	<u>\$ 5,884,000.00</u>	<u>\$ 1,349,919.00</u>	<u>\$ 41,000.00</u>	<u>\$ 840.50</u>	<u>\$ 738,000.00</u>	<u>\$ 283,682.00</u>	<u>\$ 53,000.00</u>	<u>\$ 4,818.00</u>	<u>\$ 125,000.00</u>	<u>\$ 9,662.00</u>

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

12. MUNICIPAL DEBT (Continued)

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

Calendar Year	Total	Water Utility		Sewer Utility	
		Principal	Interest	Principal	Interest
2015	\$ 219,118.75	\$ 138,000.00	\$ 1,725.00	\$ 67,000.00	\$ 12,393.75
2016	90,456.25			80,000.00	10,456.25
2017	83,231.25			75,000.00	8,231.25
2018	80,981.25			75,000.00	5,981.25
2019	78,356.25			75,000.00	3,356.25
2020	55,928.13			55,000.00	928.13
	<u>\$ 608,071.88</u>	<u>\$ 138,000.00</u>	<u>\$ 1,725.00</u>	<u>\$ 427,000.00</u>	<u>\$ 41,346.88</u>

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

12. MUNICIPAL DEBT (Continued)

Bonds and Notes Authorized but Not Issued

	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2012</u>
General Capital Fund:			
General Improvements	\$ 110,590.48	\$ 47,044.13	\$409,354.13
Water Utility Capital Fund:			
General Improvements	10,100.00	10,100.00	103,300.00
Sewer Utility Capital Fund:			
General Improvements	135,500.00	135,500.00	135,500.00
Swimming Pool Utility Capital Fund:			
General Improvements	<u>118,000.00</u>	<u>118,000.00</u>	<u>118,000.00</u>
	<u>\$374,190.48</u>	<u>\$ 310,644.13</u>	<u>\$766,154.13</u>

13. INTERFUND RECEIVABLES AND PAYABLES

As of December 31, 2014, interfund receivables and payables that resulted from various interfund transactions were as follows:

<u>Fund</u>	<u>Due from</u> <u>Other Funds</u>	<u>Due to</u> <u>Other Funds</u>
Current Fund	\$ 195,891.20	\$ 1,340,937.39
Federal and State Grant Fund	209,152.95	
Assessment Trust Fund	70,298.91	54,145.00
Animal Control Trust Fund		13,993.98
General Trust Fund	1,104,889.37	122,427.83
Developers' Escrow Trust Fund		203,260.43
General Capital Fund	371,142.92	218,752.65
Water Operating Fund	126.00	342,689.85
Water Capital Fund	253,649.27	
Sewer Operating Fund	186,653.43	36,711.79
Sewer Assessment Trust Fund	13,698.00	24,989.65
Sewer Capital Fund		33,493.63
Swimming Pool Operating Fund	1,000.80	15,812.83
Swimming Pool Capital Fund	1,584.98	1,000.80
Payroll Fund	128.00	
	<u>\$2,408,215.83</u>	<u>\$2,408,215.83</u>

14. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING YEARS' BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2014, the following deferred charges are shown on the balance sheet of the Current Fund:

	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>2015 Budget</u> <u>Appropriation</u>	<u>To be</u> <u>Raised in</u> <u>Subsequent</u> <u>Budget</u>
<u>Current Fund</u>			
Special Emergency Authorization (N.J.S.A. 40A:4-53)	\$211,740.00	\$70,580.00	\$141,160.00
<u>General Capital Fund</u>			
Overexpenditure of Ordinance Appropriation	77,351.23	77,351.23	

15. DEFERRED SCHOOL TAXES

The Local School District Tax and the Regional High School Tax were raised on the school year basis and liability deferred by statute, resulting in school taxes payable set forth in liabilities computed as follows:

	<u>Local</u> <u>School District</u> <u>Balance</u> <u>Dec. 31, 2014</u>	<u>Regional</u> <u>High School</u> <u>Balance</u> <u>Dec. 31, 2014</u>
*Balance of Tax	\$ 5,200,025.50	\$ 7,070,741.50
Amount Deferred	<u>5,200,025.50</u>	<u>7,070,741.50</u>
Tax Payable (Cash Liability)	<u>\$ -</u>	<u>\$ -</u>

*Required for school operations for the six month period following December 31st.

16. DEFERRED COMPENSATION PLAN

The Township of Fairfield offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq., and the Internal Revenue Code, Section 457. The plan, available to all municipal employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Statutory and regulatory requirements governing the establishment and operation of Deferred Compensation Plans have been codified in the New Jersey Administrative Code under the reference N.J.A.C. 5:37.

The "Small Business Job Protective Act of 1996" revised several provisions of Section 457 of the Internal Revenue Code. A provision of the act required that all existing plans be modified to provide that the funds be held for the exclusive benefit of the participating employees and their beneficiaries.

The Township of Fairfield authorized such modifications to their plan by resolution of the Township Council adopted September 28, 1998.

The Administrator for the Township of Fairfield's Deferred Compensation Plan is AXA Equitable Life Insurance Company.

17. RISK MANAGEMENT

The Township of Fairfield is a member of the Suburban Essex Joint Insurance Fund with respect to General Liability, Property, Workers' Compensation and Employer Liability.

Members may be subject to additional assessments and are also responsible for their respective share of the fund's liabilities, should the fund be dissolved.

Payment to this Fund for the year 2014 was the sum of \$505,900.98.

18. CONTINGENT LIABILITY

A. Compensated Absences

The Township of Fairfield has an accrued sick policy plan whereby eligible employees may receive one-half of accumulated sick time not to exceed twenty days. Employees are compensated for unused vacation days.

It is estimated that the sum of \$575,462.63 would be payable to seventy-one officials and employees as of December 31, 2014 for accumulated vacation and sick days. This amount was not verified by audit.

A provision for the above is not reflected on the financial statements of the Township.

B. Tax Appeal

As of September 1, 2015, there were 143 tax appeals pending before the New Jersey Tax Court with an assessed valuation of \$386,804,800.00. Potential liability was undeterminable.

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

C. Federal and State Awards

The Township participates in several federal and state grant programs which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the Township has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable at December 31, 2014 may be impaired. In the opinion of management, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying statutory basis financial statements for such contingencies.

D. Arbitrage Rebate Calculation

In 1985, under the Tax Reform Act, the Arbitrage Rebate Law went into effect requiring issuers of tax exempt debt obligations to rebate to the Federal Government all of the earnings in excess of the yield on investments of proceeds of such debt issuances (the "rebate arbitrage"). The Rebate Regulations apply to obligations issued after August 31, 1986. The arbitrage rebate liability must be calculated every installment computation date (last day of the fifth bond year) or earlier if the bonds are retired, defeased or refunded and pay at least 90% of the rebatable arbitrage (plus any earnings thereon) within 60 days after such date.

E. Payments in Lieu of Taxes (PILOT)

Under N.J.S.A. 40A:20-12, each municipality is required to annually remit to the County five percent (5%) of the annual service charge for each long-term PILOT financial agreement entered into by the municipality.

18. CONTINGENT LIABILITY (Continued)

F. Litigation

There is no significant litigation or any contingent liabilities, unasserted claims or assessments or statutory violations which would affect the financial position or results of operations of the Township.

19. SECONDARY MARKET DISCLOSURE

Solely for purposes of complying with Rule 1602-12 of the Securities and Exchange Commission, as amended and interpreted from time to time (the "Rule"), and provided that the Bonds are not exempt from the Rule and provided that the Bonds are not exempt from the requirements in accordance with Paragraph (d) of the Rule, for so long as the Bonds remain outstanding (unless the Bonds have been wholly defeased), the municipality shall provide for the benefit of the holders of the Bonds and the beneficial owners thereof various financial documents relating to the financial conditions of the Municipal Securities Rulemaking Board through the Electronic Municipal Access Data Port (the "MSRB").

20. SUBSEQUENT EVENT

The Township of Fairfield has evaluated subsequent events that occurred after the balance sheet date, but before October 2, 2015. No items were determined to require disclosure.

TOWNSHIP OF FAIRFIELD
CURRENT FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

A-4

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>	
Balance December 31, 2013	A	\$ 6,541,926.33		\$
Increased by Receipts:				
Collector	A-5	\$ 55,493,949.48		\$
Interfunds Receivable	A-14, 15	546,523.00	164,602.83	
Federal and State Grants Receivable	A-18		198,919.29	
Interfunds Payable	A-21	1,281,740.96		
Township's Matching Funds for Grants	A-28		21,000.00	
Unappropriated Reserves	A-29		3,852.50	
Contra Item:				
Petty Cash Fund	Contra	<u>1,300.00</u>		
		<u>57,323,513.44</u>		<u>388,374.62</u>
		63,865,439.77		388,374.62
Decreased by Disbursements:				
Budget Appropriations	A-3	16,605,059.91		
Other Accounts Receivable	A-13	16,096.43		
Interfunds Receivable	A-14	1,161,259.32		
Appropriation Reserves	A-19	664,751.89		
Tax Overpayments	A-20	879,635.31		
Interfunds Payable	A-21	451,442.23		
Special Emergency Note Payable	A-22	70,580.00		
County Taxes	A-23	13,081,932.39		
Local School District Tax	A-24	10,299,501.00		
Regional High School Taxes	A-25	14,089,874.52		
Federal and State Grant Programs:				
Appropriated	A-28		388,374.62	
Contra Item	Contra	<u>1,300.00</u>		
		<u>57,321,433.00</u>		<u>388,374.62</u>
Balance December 31, 2014	A	<u>\$ 6,544,006.77</u>		<u>\$ -</u>
<u>Bank Reconciliation December 31, 2014</u>				
Balance per Statements:				
PNC Bank:				
Account #81-0142-8686		\$ 5,308,927.89		
TD Bank:				
Account #3452885534		<u>1,853,975.25</u>		
		7,162,903.14		
Plus: In-Transit Items		<u>5,787.11</u>		
		7,168,690.25		
Less: Outstanding Checks		\$ 621,424.09		
In-Transit Items		<u>3,259.39</u>		
		<u>624,683.48</u>		
		<u>\$ 6,544,006.77</u>		

TOWNSHIP OF FAIRFIELD
CURRENT FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TAX COLLECTOR

A-5

	<u>Ref.</u>			
Balance December 31, 2013	A		\$	1,319.35
Increased by Receipts:				
Interest and Costs on Taxes	A-2a	\$ 171,436.49		
Miscellaneous Revenue Not Anticipated	A-2e	232,577.86		
Due from State of New Jersey (Ch. 129, P.L. 1976)	A-8	74,500.00		
Taxes Receivable	A-9	51,018,472.25		
Tax Title Liens	A-10	2,966.05		
Revenue Accounts Receivable	A-12	3,700,459.11		
Tax Overpayments	A-20	187,868.65		
Prepaid Taxes	A-27	<u>105,671.51</u>		
				<u>55,493,951.92</u>
				<u>55,495,271.27</u>
Decreased by Disbursements:				
Payments to Treasurer	A-4			<u>55,493,949.48</u>
Balance December 31, 2014	A		\$	<u><u>1,321.79</u></u>
<u>Bank Reconciliation December 31, 2014</u>				
Balance per Statement:				
PNC Bank:				
Account #345-3103645			\$	2,256.29
Less: In-Transit Items				<u>934.50</u>
			\$	<u><u>1,321.79</u></u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

CASH - MONEY MARKET ACCOUNT

A-6

	<u>Ref.</u>	
Balance December 31, 2013	A	\$129,620.93
Increased by:		
Accrued Interest	A-12	<u>761.91</u>
Balance December 31, 2014	A	<u>\$130,382.84</u>
 <u>Bank Reconciliation December 31, 2014</u>		
Balance per Statement:		
Columbia Bank,		
Fairfield, New Jersey:		
Account #024804518		
		<u>\$130,382.84</u>

CHANGE FUNDS

A-7

	<u>Ref.</u>	
Balance December 31, 2013	A	<u>\$ 170.00</u>
Balance December 31, 2014	A	<u>\$ 170.00</u>
 <u>Analysis of Balance</u>		
Tax Collector		\$ 100.00
Municipal Court		50.00
Police Department		<u>20.00</u>
		<u>\$ 170.00</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

DUE FROM STATE OF NEW JERSEY
PER CHAPTER 129, P.L. 1976

A-8

	<u>Ref.</u>		
Balance December 31, 2013	A		\$ 12,635.85
Increased by:			
Deductions per Tax Billings:			
Senior Citizens		\$ 7,750.00	
Disabled		500.00	
Veterans		<u>72,000.00</u>	
		80,250.00	
Less: Deductions Disallowed by Tax Collector:			
Senior Citizen	\$ 750.00		
Veterans	<u>250.00</u>		
		<u>1,000.00</u>	
		79,250.00	
Plus: Deductions Allowed by Tax Collector:			
Senior Citizens	250.00		
Veterans	<u>250.00</u>		
		<u>500.00</u>	
	A-2b	79,750.00	
2013 Deductions Allowed by Tax Collector:			
Senior Citizens	A-2b A-9	<u>1,000.00</u>	<u>80,750.00</u>
			<u>93,385.85</u>
Decreased by:			
2013 Deductions Disallowed by Tax Collector	A-1	6,000.00	
Collections	A-5	<u>74,500.00</u>	
			<u>80,500.00</u>
Balance December 31, 2014	A		<u>\$ 12,885.85</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

TAX TITLE LIENS

A-10

	<u>Ref.</u>		
Balance December 31, 2013	A		\$ 1,855,435.04
Increased by:			
Transfers from Taxes Receivable	A-9	\$ 75,679.46	
Interest and Cost Accrued by Tax			
Sale of December 10, 2014		<u>35.50</u>	
	Reserve		<u>75,714.96</u>
			<u>1,931,150.00</u>
Decreased by:			
Collections	A-2b,5	2,966.05	
Transfers to Property Acquired for Taxes	A-11	<u>710,952.25</u>	
			<u>713,918.30</u>
Balance December 31, 2014	A		<u><u>\$ 1,217,231.70</u></u>

PROPERTY ACQUIRED FOR TAXES
AT ASSESSED VALUATION

A-11

	<u>Ref.</u>		
Balance December 31, 2013	A		\$ 4,028,500.00
Increased by:			
Transfers from:			
Taxes Receivable	A-9	\$ 11,439.19	
Tax Title Liens	A-10	<u>710,952.25</u>	
		<u>722,391.44</u>	
Plus: Adjustment to Assessed Valuation		<u>59,908.56</u>	
			<u>782,300.00</u>
Balance December 31, 2014	A		<u><u>\$ 4,810,800.00</u></u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-12
Sheet #1

REVENUE ACCOUNTS RECEIVABLE

<u>Source</u>	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Accruals</u>	<u>Collections</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
<u>Budget Revenue</u>					
Clerk:					
ABC Licenses	A-2a	\$	46,556.00	\$ 46,556.00	\$
Other Licenses	A-2c		10,620.00	10,620.00	
Hotel Inspection Fees	A-2a		42,570.00	42,570.00	
Construction Code Official:					
Building Permits	A-2a		283,716.00	283,716.00	
Other Fees and Permits	A-2c		192,433.00	192,433.00	
Collector:					
Fees and Permits	A-2c		100.00	100.00	
Police:					
Fees and Permits	A-2c		5,309.63	5,309.63	
Registrar of Vital Statistics:					
Marriage Licenses	A-2c		99.00	99.00	
Fees and Permits	A-2c		4,970.00	4,970.00	
Magistrate:					
Fines and Costs	A-2a	22,465.79	276,502.11	263,844.04	35,123.86
Fire Inspector:					
Fire Prevention Fees	A-2a		174,887.47	174,887.47	
Hazardous Chemical Control Fees	A-2a		67,809.23	67,809.23	
Engineer:					
Recycling Fees	A-2a		12,809.24	12,809.24	
Fees and Permits	A-2c		21,520.00	21,520.00	
Escrow Fees	A-2a		9,435.55	9,435.55	
Site Plan	A-2a		10,687.78	10,687.78	
State of New Jersey:					
Consolidated Municipal Property Tax					
Relief Aid	A-2a		30,523.00	30,523.00	
Energy Receipts Tax	A-2a		1,144,372.00	1,144,372.00	
Uniform Fire Safety Fees	A-2a		143,749.61	143,749.61	
Hotel and Motel Occupancy Fees	A-2a		657,377.52	657,377.52	
Garden State Trust Pilot	A-2a		10,447.00	10,447.00	
Other:					
Comcast Franchise Fees	A-2a		66,381.03	66,381.03	
Verizon FIOS Franchise Fee	A-2a		55,741.25	55,741.25	
Interest on Investments	A-2a		13,149.40	13,149.40	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-12
Sheet #2

REVENUE ACCOUNTS RECEIVABLE

<u>Source</u>	<u>Ref.</u>	<u>Balance</u> Dec. 31, 2013	<u>Accruals</u>	<u>Collections</u>	<u>Balance</u> Dec. 31, 2014
<u>Budget Revenue</u>					
Other:					
Guaranty Agreement for the Payment of Library Debt Service:					
1984 Bonds	A-2a	\$ 21,350.00	\$ 21,350.00	\$ 21,350.00	\$
ECIA Annual Payment	A-2a	110,000.00	110,000.00	110,000.00	
Cellular Tower Rental	A-2a	239,000.39	239,000.39	239,000.39	
FEMA - Super Storm Sandy	A-2a	47,429.38	47,429.38	47,429.38	
		<u>22,465.79</u>	<u>3,699,545.59</u>	<u>3,686,887.52</u>	<u>35,123.86</u>
<u>Nonbudget Revenue</u>					
Other Licenses:					
Limousine			2,915.00	2,915.00	
Omnibus			1,250.00	1,250.00	
Other Fees and Permits:					
Towing			12,805.00	12,805.00	
Assessor			760.00	760.00	
	A-2e		<u>17,730.00</u>	<u>17,730.00</u>	
		<u>\$ 22,465.79</u>	<u>\$ 3,717,275.59</u>	<u>\$ 3,704,617.52</u>	<u>\$ 35,123.86</u>
<u>Reference</u>	A		<u>Reserve</u>	<u>Below</u>	A
			<u>Ref.</u>		
			A-5	\$ 3,700,459.11	
			A-6	761.91	
			A-14	<u>3,396.50</u>	
			Above	<u>\$ 3,704,617.52</u>	
			Collections		
			Interest on Investments and Deposits:		
			Accrued Interest		
			Interfund Receivable		

TOWNSHIP OF FAIRFIELD
CURRENT FUND

OTHER ACCOUNTS RECEIVABLE

A-13

	<u>Ref.</u>	
Increased by:		
Overpayment	A-4	<u>\$ 16,096.43</u>
Balance December 31, 2014	A	<u>\$ 16,096.43</u>
<u>Analysis of Balance</u>		
Township of West Caldwell		<u>\$ 16,096.43</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

INTERFUNDS RECEIVABLE
CURRENT FUND

A-14

Ref.	Total	Assessment Trust Fund	Animal Control Trust Fund	General Trust Fund	Developers' Escrow Trust Fund	General Capital Fund	Water Operating Fund	Sewer Operating Fund	Swimming Pool Operating Fund
Balance December 31, 2013	\$ 234,247.87	\$	\$ 2,924.13	\$	\$29,900.19	\$ 37,754.08	\$160,752.97	\$ 2,916.50	\$
Increased by:									
Miscellaneous Revenue Anticipated:									
Assessment Trust Surplus	39,920.00	39,920.00							
Sewer Utility Surplus	200,000.00							200,000.00	
Miscellaneous Revenue Not Anticipated:									
Interest and Costs on Assessments	3,615.60	3,615.60							
Administrative Fees:									
Outside Employment of Off-Duty Police Officers	28,184.50			28,184.50					
Other Revenue	9,805.03			9,805.03					
Statutory Excess - Animal Control Fund	11,069.85		11,069.85						
Expenses Paid by Current Fund	1,161,259.32								
Interest on Investments and Deposits	3,396.50	286.35	11,069.85	720.06	1,157.15	1,232.94	62,582.24	51,143.47	7,158.61
	1,457,250.80	43,821.95	11,069.85	38,709.59	1,157.15	1,041,607.94	62,582.24	251,143.47	7,158.61
	1,691,498.67	43,821.95	13,993.98	38,709.59	31,057.34	1,079,362.02	223,335.21	254,059.97	7,158.61
Decreased by:									
Settlements	546,523.00	39,920.00			29,900.00	115,951.00	160,752.00	200,000.00	
Transfers from Interfunds Payable	949,084.47	3,901.95		38,709.59		882,183.82	6,940.30	17,348.18	0.63
	1,495,607.47	43,821.95		38,709.59	29,900.00	998,134.82	167,692.30	217,348.18	0.63
Balance December 31, 2014	\$ 195,891.20	\$	\$ 13,993.98	\$	\$ 1,157.34	\$ 81,227.20	\$ 55,642.91	\$ 36,711.79	\$ 7,157.98

TOWNSHIP OF FAIRFIELD
CURRENT FUND

INTERFUNDS RECEIVABLE
FEDERAL AND STATE GRANT FUND

A-15

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>General Trust Fund</u>	<u>General Capital Fund</u>
Balance December 31, 2013	A	\$315,569.69	\$248,451.40	\$ 34,880.24	\$32,238.05
Increased by:					
Grant Receivable Cancelled	A-18	<u>58,186.09</u>	<u>58,186.09</u>	<u>34,880.24</u>	<u>32,238.05</u>
		373,755.78	306,637.49		
Decreased by:					
Settlements	A-4	<u>164,602.83</u>	<u>137,255.59</u>	<u>27,347.24</u>	<u> </u>
Balance December 31, 2014	A	<u>\$209,152.95</u>	<u>\$169,381.90</u>	<u>\$ 7,533.00</u>	<u>\$32,238.05</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

DEFERRED CHARGES
OVEREXPENDITURE OF APPROPRIATIONS

A-16

	<u>Ref.</u>	
Balance December 31, 2013	A	\$ 3,994.94
Decreased by: Budget Appropriation	A-3	<u>3,994.94</u>
		<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

DEFERRED CHARGES
N.J.S. 40A:4-53 SPECIAL EMERGENCY AUTHORIZATION

A-17

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	1/5 of	<u>Net Amount Authorized</u>	<u>Balance Dec. 31, 2013</u>	<u>Budget Appropriation</u>	<u>Balance Dec. 31, 2014</u>
03-26-12	Reassessment of Real Property	\$ 102,900.00		\$ 20,580.00	\$ 82,320.00	\$ 20,580.00	\$ 61,740.00
12-26-12	Hurricane Sandy	250,000.00		50,000.00	200,000.00	50,000.00	150,000.00
					<u>\$ 282,320.00</u>	<u>\$ 70,580.00</u>	<u>\$ 211,740.00</u>
	<u>Reference</u>				A	A-3	A

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-18
Sheet #1

FEDERAL AND STATE GRANTS RECEIVABLE

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Grants</u>	<u>Collections</u>	<u>Cancelled</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
<u>State Grants</u>					
Municipal Alliance and Drug Abuse Program:					
2014	\$ 22,199.08	\$ 84,000.00	\$ 72,160.41		\$ 11,839.59
2013	28,652.76				22,199.08
2012	11,789.56				28,652.76
2011	47,437.99				11,789.56
2010	21,765.91				47,437.99
2009	32.10				21,765.91
2008	24.79				32.10
2007	3,731.26				24.79
2006	475.68				3,731.26
Child Passenger Safety Hazard Mitigation	55,725.00				475.68
Comprehensive Traffic Safety Grant	75.00				55,725.00
Alcohol Education, Rehabilitation and Enforcement Fund		6,144.34	3,072.17		3,072.17
Body Armor Replacement Fund		3,283.59	3,283.59		
Highway Safety Fund "Safe Corridors":					
2014		67,734.48	38,220.42		
2012	23,903.63				29,514.06
2011	27,075.65	15,428.14	27,075.65		23,903.63
Clean Communities Program		7,536.08	15,428.14		
Drunk Driving Enforcement Fund			7,536.08		
Federal Grants					
Passed Through New Jersey Department of Transportation Trust Fund:		122,000.00			122,000.00
Lehigh Drive					
Fairfield Avenue, Lincoln Drive,					
Washington Avenue - Section 2	19,317.83	95,269.34	19,317.83	95,269.34	23,408.44
Big Piece Road - Section VII	23,408.44				35,699.20
Big Piece Road - Section X	35,699.20				72,119.84
Beverly Road - Section II	72,119.84				

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-19
Sheet #1

APPROPRIATION RESERVES

	Balance Dec. 31, 2013	Encumbered	Unencumbered	Balance After Transfers	Paid or Charged	Balance Lapsed
	\$	\$	\$	\$	\$	\$
<u>APPROPRIATION</u>						
<u>APPROPRIATIONS WITHIN "CAPS"</u>						
Salaries and Wages		3,142.20		3,142.20		3,142.20
Administrative and Executive		80.36		80.36		80.36
Mayor and Council		24.04		24.04		24.04
Township Clerk		6,159.63		6,159.63		6,159.63
Financial Administration		1,213.96		1,213.96		1,213.96
Assessment of Taxes		1,804.18		1,804.18		1,804.18
Collection of Taxes		166.98		166.98		166.98
Municipal Prosecutor		11,721.78		11,721.78		11,721.78
Engineering Services and Costs		6,196.48		6,196.48		6,196.48
Public Buildings and Grounds						
Municipal Land Use Law (N.J.S. 40:55D-1):						
Planning Board		15.65		15.65		15.65
Board of Adjustment		15.65		15.65		15.65
Environmental Commission		400.00		400.00		400.00
Municipal Court		439.96		439.96		439.96
Stream Cleaning		5,370.00		370.00		370.00
Police		27,191.77		37,291.77	37,291.77	
Fire Prevention Bureau		1.74		1.74		1.74
Emergency Management Services		279.01		279.01		279.01
Road Repair and Maintenance		75,198.32		72,198.32	10,782.84	61,415.48
Repair and Maintenance of Vehicles		26,876.69		23,876.69		23,876.69
Parks and Playgrounds		8,587.11		8,587.11		8,587.11
Park Maintenance		31,866.87		31,866.87		31,866.87
Construction Code Officials		4,393.49		4,393.49		4,393.49
		<u>211,145.87</u>		<u>210,245.87</u>	<u>48,074.61</u>	<u>162,171.26</u>
Other Expenses						
Administrative and Executive	5,031.52	1,425.45		11,456.97	9,292.34	2,164.63
Township Clerk	1,647.39	718.51		9,865.90	7,633.94	2,231.96
Central Purchasing	671.31	1,550.92		2,222.23	1,007.73	1,214.50
Financial Administration:						
Annual Audit		28,500.00		28,500.00	28,500.00	

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-19
Sheet #2

APPROPRIATION RESERVES

	Balance Dec. 31, 2013		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Unencumbered			
<u>APPROPRIATION</u>					
<u>APPROPRIATIONS WITHIN "CAPS"</u>					
<u>Other Expenses</u>					
Financial Administration:					
Miscellaneous Other Expenses	\$ 2,000.00	\$ 10,066.09	\$ 12,066.09	\$ 7,737.18	\$ 4,328.91
Payroll Costs		14,071.60	2,071.60	1,295.80	775.80
Assessment of Taxes	80.00	5,790.35	5,870.35	865.71	5,004.64
Collection of Taxes	2,310.00	6,082.96	8,392.96	6,688.88	1,704.08
Legal Services and Costs:					
Miscellaneous	27,515.50	52,129.30	39,644.80	27,543.50	12,101.30
Engineering Services and Costs		1,357.88	1,357.88	1,138.75	219.13
Public Buildings and Grounds	3,272.15	2,240.71	5,512.86	4,785.22	727.64
Planning Board	2,146.22	7,061.86	9,208.08	2,481.22	6,726.86
Board of Adjustment	275.00	8,587.14	8,862.14	565.80	8,296.34
Environmental Commission		710.00	710.00	381.27	328.73
Municipal Court	544.60	2,298.80	2,843.40	608.60	2,234.80
Insurance:					
General Liability		16,477.88	16,477.88	5,810.00	10,667.88
Employee Group Health		75,341.44	75,341.44	1,874.14	73,467.30
Stream Cleaning		1,188.58	1,188.58	425.00	763.58
Fire	636.97	1,449.64	8,386.61	7,719.04	667.57
Police	26,420.20	5,246.87	31,667.07	30,590.27	1,076.80
First Aid Organization Contribution (N.J.S.A. 40:5-2)		11,675.29	11,675.29	10,000.00	1,675.29
Fire Prevention Bureau	30.65	56.04	3,086.69	1,016.50	2,070.19
Emergency Management Services		197.94	317.94	312.99	4.95
Road Repairs and Maintenance	450.76	9,897.47	11,098.23	11,098.23	
Repair and Maintenance of Vehicles	7,071.18	4,406.11	11,477.29	11,477.29	
Board of Health		859.37	859.37	358.33	501.04
Garbage and Trash Removal - Contractual	25,782.63	184,688.83	160,471.46	82,120.59	78,350.87
Human Services	3,230.00	5,199.80	8,429.80	6,650.00	1,779.80
Parks and Playgrounds	281.11	1,845.20	2,126.31	1,576.06	550.25
Camp Wyanokie		139.00	139.00		139.00
Park Maintenance		963.81	963.81	638.57	325.24

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-19
Sheet #3

APPROPRIATION RESERVES

	<u>Encumbered</u>	<u>Balance Dec. 31, 2013</u>	<u>Unencumbered</u>	<u>Balance After Transfers</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
	\$ 346.22	\$ 400.00	12,714.90	\$ 400.00	\$ 1,787.25	\$ 400.00
		14.50	24,277.70	24,292.20	8,314.43	15,977.77
		370.19	31,157.56	31,157.56	14,766.85	16,390.71
		40.99	8,655.73	9,025.92	4,593.52	4,432.40
		25,400.49	15,629.35	15,670.34	5,791.48	9,878.86
			25,306.51	50,707.00	26,733.80	23,973.20
			12,762.35	12,762.35	11,840.65	921.70
			125,000.00	125,000.00		125,000.00
			20,467.02	20,467.02		20,467.02
			263.51	263.51		263.51
			5,629.50	5,629.50		5,629.50
			50,000.00	50,000.00	50,000.00	8,725.85
			22,000.00	22,000.00	13,274.15	2,338.20
			129,490.40	209,720.40	207,382.20	5,000.00
			5,000.00	5,000.00		5,000.00
	<u>135,569.58</u>		<u>950,979.37</u>	<u>1,087,448.95</u>	<u>616,677.28</u>	<u>470,771.67</u>
	\$ 135,569.58		\$ 1,162,125.24	\$ 1,297,694.82	\$ 664,751.89	\$ 632,942.93

APPROPRIATION

APPROPRIATIONS EXCLUDED FROM "CAPS"

- Other Expenses
- Historic Preservation Commission
- Construction Code Officials
- Utilities:
 - Electricity
 - Street Lighting
 - Telephone
 - Gas - Heating Fuel
 - Motor Fuel
- Municipal Service Agreements with Homeowners Association
- Salary Adjustment Account
- Contribution to:
 - Public Employees' Retirement System
 - Defined Contribution Retirement Program
 - Unemployment Contribution
- Length of Service Awards Program:
 - Fire Department
 - First Aid Squad
 - Tax Appeals
- Purchase of Police Firearms

Reference

A A-1 A-4 A-1

TOWNSHIP OF FAIRFIELD
CURRENT FUND

TAX OVERPAYMENTS

A-20

	<u>Ref.</u>		
Balance December 31, 2013	A		\$ 1,163,014.51
Increased by:			
Collections	A-5		<u>187,868.65</u>
			1,350,883.16
Decreased by:			
Refunds	A-4	\$ 879,635.31	
Applied to Taxes Receivable	A-9	<u>26,643.84</u>	
			<u>906,279.15</u>
Balance December 31, 2014	A		<u>\$ 444,604.01</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

A-21

INTERFUNDS PAYABLE

Ref.	Total	Federal and State Grant Fund	General Trust Fund	Assessment Trust Fund	General Capital Fund	Water Operating Fund	Sewer Operating Fund	Sewer Assessment Trust Fund	Swimming Pool Operating Fund	Payroll Fund
Balance December 31, 2013	\$ 1,010,267.33	\$ 248,451.40	\$ 709,670.38	\$ 24,581.92	\$ -	\$ -	\$ -	\$ 13,698.00	\$ 13,737.63	\$ 128.00
Increased by:										
A-1 Grants Receivable Cancelled	58,186.09	58,186.09	50,000.00	39,920.00	37,750.00					
A-3 Budget Appropriation	127,670.00									
A-4 Revenue Deposited to Current Fund in Error	1,281,740.96		375,518.66		881,933.82	6,940.30	17,348.18			
A-26 Municipal Open Space Tax	263,599.71	58,186.09	263,599.71	39,920.00	919,683.82	6,940.30	17,348.18			
	1,731,196.76		689,118.37							
	2,741,464.09	306,637.49	1,398,788.75	64,501.92	919,683.82	6,940.30	17,348.18	13,698.00	13,737.63	128.00
Decreased by:										
A-4 Settlements	451,442.23	137,255.59	262,949.64		37,500.00				13,737.00	
A-14 Transfers from Interfunds Receivable	949,084.47	137,255.59	38,709.59	3,901.95	882,183.82	6,940.30	17,348.18		0.63	
	1,400,526.70		301,659.23	3,901.95	919,683.82	6,940.30	17,348.18		13,737.63	
Balance December 31, 2014	\$ 1,340,937.39	\$ 169,381.90	\$ 1,097,129.52	\$ 60,599.97	\$ -	\$ -	\$ -	\$ 13,698.00	\$ -	\$ 128.00

TOWNSHIP OF FAIRFIELD
CURRENT FUND

SPECIAL EMERGENCY NOTE PAYABLE

A-22

	<u>Ref.</u>	
Balance December 31, 2013	A	\$ 282,320.00
Decreased by: Payments	A-4	<u>70,580.00</u>
Balance December 31, 2014	A	<u>\$ 211,740.00</u>

Analysis of Balance

<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
12-01-15	1.00%	<u>\$ 211,740.00</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

COUNTY TAXES

A-23

	<u>Ref.</u>	
Increased by:		
2014 Levy:		
General County		\$12,667,129.09
Open Space Preservation		<u>382,496.47</u>
	A-2b	<u>13,049,625.56</u>
2014 Added Assessments:		
General County	A-2b	<u>32,306.83</u>
	A-1,9	<u>13,081,932.39</u>
Decreased by:		
Payments	A-4	<u>13,081,932.39</u>
		<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

LOCAL SCHOOL DISTRICT TAX

A-24

	<u>Ref.</u>	
Balance December 31, 2013: School Tax Deferred		\$ 5,099,467.50
Increased by:		
2014 - 2015 Fiscal Year Levy	A-1,2b,9	10,400,059.00
		<u>15,499,526.50</u>
Decreased by:		
Payments	A-4	<u>10,299,501.00</u>
Balance December 31, 2014: School Tax Deferred		<u>\$ 5,200,025.50</u>
 <u>Analysis of Increase in Deferred School Tax</u>		
Deferred School Tax December 31, 2014		\$ 5,200,025.50
Deferred School Tax December 31, 2013		<u>5,099,467.50</u>
	A-1	<u>\$ 100,558.00</u>

REGIONAL HIGH SCHOOL TAXES

A-25

	<u>Ref.</u>	
Balance December 31, 2013: School Tax Deferred		\$ 7,019,133.02
Increased by:		
2014 - 2015 Fiscal Year Levy	A-1,2b,9	14,141,483.00
		<u>21,160,616.02</u>
Decreased by:		
Payments	A-4	<u>14,089,874.52</u>
Balance December 31, 2014: School Tax Deferred		<u>\$ 7,070,741.50</u>
 <u>Analysis of Increase in Deferred School Tax</u>		
Deferred School Tax December 31, 2014		\$ 7,070,741.50
Deferred School Tax December 31, 2013		<u>7,019,133.02</u>
	A-1	<u>\$ 51,608.48</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

MUNICIPAL OPEN SPACE TAX

A-26

	<u>Ref.</u>		
Increased by:			
2014 Calendar Year Levy		\$262,949.64	
2014 Added Assessments		<u>650.07</u>	
	A-1,2b,9		\$263,599.71
Decreased by:			
Payments	A-21		<u>263,599.71</u>
			<u>\$ -</u>

PREPAID TAXES

A-27

	<u>Ref.</u>		
Balance December 31, 2013	A		\$118,419.86
Increased by:			
Collections	A-5		<u>105,671.51</u>
			224,091.37
Decreased by:			
Applied to 2014 Taxes	A-2b,9		<u>118,419.86</u>
Balance December 31, 2014	A		<u>\$105,671.51</u>

TOWNSHIP OF FAIRFIELD
CURRENT FUND

FEDERAL AND STATE GRANT PROGRAMS APPROPRIATED

A-28
Sheet #1

	Balance Dec. 31, 2013		2014 Budget Appropriation	Expended	Cancelled	Balance Dec. 31, 2014	
	Encumbered	Unencumbered				Encumbered	Unencumbered
State Programs							
Clean Communities Program:							
2010	\$	683.96	\$	683.96	\$	\$	13,551.76
2013		23,797.00		10,005.46		239.78	15,428.14
2014			15,428.14				
Drunk Driving Enforcement Fund:							
2013		8,587.09		5,175.67			3,411.42
2014			7,536.08				7,536.08
Highway Safety Fund "Safe Corridors":							
2011		232.92		232.92			
2012		23,903.63		23,903.63			
2014			67,734.48	41,159.52			
Municipal Alliance Program:							
2010		2,653.06					26,574.96
2011		26,417.92					2,653.06
2013		14,102.32					26,417.92
2014	4,016.50		105,000.00	18,118.82			54,822.68
Body Armor Replacement Fund:							
2012		5,868.03		4,833.24			1,034.79
2013		4,267.45		3,520.76			746.69
2014			3,283.59				3,283.59
Recycling Tonnage:							
2007		14.48					14.48
2010		792.38				281.96	
2011		36,755.38				2,218.04	
2012		15,596.71		510.42			34,537.34
2013		26,330.98					15,596.71
Over the Limit, Under Arrest:							
2011		1,968.45					1,968.45
Hazard Mitigation:							
2007		115,975.00					115,975.00
Child Passenger Safety:							
2007		475.68					475.68
Municipal Storm Water Regulation Program:							
2006		1,939.68					1,939.68
2007		1,346.62					1,346.62

TOWNSHIP OF FAIRFIELD
CURRENT FUND

FEDERAL AND STATE GRANT PROGRAMS APPROPRIATED

A-28
Sheet #2

	<u>Balance</u> Dec. 31, 2013	<u>2014 Budget</u> <u>Appropriation</u>	<u>Expended</u>	<u>Cancelled</u>	<u>Balance</u> Dec. 31, 2014
	<u>Encumbered</u> <u>Unencumbered</u>				<u>Encumbered</u> <u>Unencumbered</u>
<u>State Programs</u>					
Alcohol Education, Rehabilitation and Enforcement Fund:					
2012	\$ 5,090.02	\$ 658.49		\$	\$ 4,431.53
2013	2,691.51	2,691.51			6,144.34
2014	19,000.00	6,144.34			19,000.00
Comprehensive Traffic Safety					
<u>Federal Programs</u>					
Passed Through New Jersey Department of Transportation Trust Fund:					
Big Piece Road:					
Section VII	8,617.22				8,617.22
Section X	58,232.25				58,232.25
Beverly Road:					
Section II	75,419.84				75,419.84
Industrial Road:					
2011	18,029.92				18,029.92
2012	250,000.00				250,000.00
Law Drive	59,168.60				59,168.60
Lehigh Drive					
Fairfield Avenue, Lincoln Drive, Washington Avenue - Section 2		122,000.00	3,250.00		110,250.00
Drive Sober or Get Pulled Over:				8,500.00	
2012	15,912.50				15,912.50
2013	12,125.00				12,125.00
2014		12,825.00			12,825.00
National Preparedness Fire Administration:					
2008	17,559.56				17,559.56
Flood Mitigation Acquisition	3,976.16				3,976.16
<u>County Programs</u>					
Essex County Recreation and Open Space Trust Fund					
2009	106,791.02				106,791.02
2014		150,000.00			150,000.00
Essex County Police Communications	30,641.20				30,641.20

TOWNSHIP OF FAIRFIELD
CURRENT FUND

FEDERAL AND STATE GRANT PROGRAMS APPROPRIATED

A-28
Sheet #3

	Balance Dec. 31, 2013		2014 Budget Appropriation	Expended	Cancelled	Balance Dec. 31, 2014	
	Encumbered	Unencumbered				Encumbered	Unencumbered
Other Programs							
Police Donations:							
2010	\$	\$ 1,250.50	\$	\$	\$	\$	\$ 1,250.50
Support of Surveillance Equipment:							
2006		1.36					1.36
Other:							
2009		1,900.00					1,900.00
Washington Mutual Savings Bank:							
2005		200.00					200.00
Galaxy Glass:							
2009		1,419.50					1,419.50
Skyline Auto Exchange							
2011		15.33		15.33			
2013		1,000.00		1,000.00			
2014			164,251.48	164,251.48			
Hotel at Home, Inc.							
500.00							500.00
100.00							100.00
3,593.00							3,593.00
Total	\$ 4,016.50	\$ 1,004,943.23	\$ 749,472.45	\$ 388,374.62	\$ 37,083.25	\$ 11,239.78	\$ 1,321,734.53
Reference	A	A	Below	A-4	A-18	A	A
Federal and State Grants Receivable			\$ 728,472.45				
Township's Matching Funds:	Ref.						
Municipal Alliance and Drug Abuse	A-3						
Program	A-3,4		21,000.00				
Above	Above		\$ 749,472.45				

TOWNSHIP OF FAIRFIELD
CURRENT FUND

UNAPPROPRIATED RESERVES

A-29

Federal and State Grant Fund
Other Programs:
Police Donations

Collections

Balance
Dec. 31, 2014

\$ 3,852.50

\$ 3,852.50

Reference

A-4

A

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-4

CASH RECEIPTS AND DISBURSEMENTS
TREASURER

Ref.	Assessment Trust Fund	Animal Control Trust Fund	General Trust Fund	Developers' Escrow Trust Fund
Balance December 31, 2013	\$ 71,496.48	\$ 18,123.09	\$ 1,734,340.20	\$ 782,885.45
Increased by Receipts:				
Collector	\$ 13,524.57	\$ 3,737.53	\$ 160,197.68	\$
Interfunds Receivable			262,949.64	
Community Development Block Grant			3,041.17	
Other Accounts Receivable			126,400.45	
Interfunds Payable	3,901.95		3,342.01	1,157.15
Redemption of Tax Title Liens			506,211.73	
Reserve for Municipal Open Space Trust Fund			50.27	
Reserve for Recreation Program Expenditures			261,132.08	
Reserve for State Unemployment Insurance Trust Fund Expenditures			9,848.27	
Municipal Alliance			8,114.55	
Developers' Escrow Trust Fund				340,839.06
	17,426.52	3,737.53	1,341,287.85	341,996.21
	86,923.00	21,860.62	3,075,628.05	1,124,881.66
Decreased by Disbursements:				
Interfunds Receivable			7,760.00	
Due to State of New Jersey			36,615.00	
Interfunds Payable	39,920.00	329.40	75,922.24	29,900.00
Other Deposits			79,638.03	
Redemption of Tax Title Liens			539,206.91	
Premium on Tax Sale			216,700.00	
Reserve for Municipal Open Space Trust Fund			205,853.20	
Reserve for Recreation Program Expenditures			363,552.33	
Reserve for Community Development Block Grant Expenditures			3,041.17	
Reserve for State Unemployment Insurance Trust Fund Expenditures			12,871.92	
Reserve for Outside Employment of Off-Duty Police Officers			108,475.89	
Developers' Escrow Trust Fund				494,789.91
Assessment Serial Bonds	40,000.00			
	79,920.00	329.40	1,649,636.69	524,689.91
	\$ 9,003.00	\$ 21,531.22	\$ 1,425,991.36	\$ 600,191.75
Balance December 31, 2014				

TOWNSHIP OF FAIRFIELD
TRUST FUND

BANK RECONCILIATIONS
DECEMBER 31, 2014

B-5

	<u>Assessment</u> <u>Trust Fund</u>	<u>Animal</u> <u>Control</u> <u>Trust Fund</u>	<u>General</u> <u>Trust Fund</u>	<u>Developers'</u> <u>Escrow</u> <u>Trust Fund</u>
Balance per Statements:				
PNC Bank,				
Fairfield, New Jersey:				
Account #80-4236-6859	\$	\$	\$ 31,466.46	\$
Account #80-4236-5979			6,913.45	
Account #80-4236-5952			51,534.48	
Columbia Bank,				
Fairfield, New Jersey:				
Account #024804851			30,277.60	
Account #024803740			72,507.97	
Bank of America,				
West Caldwell, New Jersey:				
Account #999022504				579.84
TD Banknorth, N.A.,				
Fairfield, New Jersey:				
Account #345-2885445	9,003.00			
Account #345-2885453		21,442.42		
Account #3452885550			558,524.30	
Account #4243537573			159.85	
Account #3452885437			1,543.07	
Account #3451154870			506,800.28	
Account #3450991442			241,050.78	
Account #4274672463			4,006.20	
Account #0050098				654,360.80
	9,003.00	21,442.42	1,504,784.44	654,940.64
Plus: Deposit-in-Transit	9,003.00	90.00	1,696.00	654,940.64
		21,532.42	1,506,480.44	
Less: Outstanding Checks		1.20	80,489.08	54,748.89
	\$ 9,003.00	\$21,531.22	\$ 1,425,991.36	\$600,191.75
<u>Reference</u>	<u>B-4</u>	<u>B-4</u>	<u>B-4</u>	<u>B-4</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

CASH RECEIPTS AND DISBURSEMENTS
TAX COLLECTOR

B-6

	<u>Ref.</u>	<u>Assessment Trust Fund</u>	<u>Animal Control Trust Fund</u>	<u>General Trust Fund</u>
Increased by Receipts:				
Assessments Receivable	B-9	\$ 13,524.57	\$	\$
Due from Municipal Court	B-11			8,516.00
Due to State of New Jersey	B-16		328.20	40,253.00
Other Deposits	B-19			111,428.68
Reserve for Animal Control Trust				
Fund Expenditures	B-23		<u>3,409.33</u>	
		<u>13,524.57</u>	<u>3,737.53</u>	<u>160,197.68</u>
Decreased by Disbursements:				
Turnover to Treasurer	B-4	<u>13,524.57</u>	<u>3,737.53</u>	<u>160,197.68</u>
		<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

CASH
NEW JERSEY CASH MANAGEMENT FUND

B-7

	<u>Ref.</u>	<u>General Trust Fund</u>
Balance December 31, 2013	B	\$ 249,694.42
Increased by:		
Accrued Interest	B-17	<u>144.08</u>
Balance December 31, 2014	B	<u>\$ 249,838.50</u>
 <u>Bank Reconciliation December 31, 2014</u>		
Morgan Stanley Trust: #171-000102520		<u>\$ 249,838.50</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-8

ANALYSIS OF ASSESSMENT CASH AND INVESTMENTS

	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2013</u>	<u>Receipts</u>		<u>Disbursements Other</u>	<u>Transfers</u>		<u>Balance Dec. 31, 2014</u>
			<u>Assessments Receivable</u>	<u>Other</u>		<u>From</u>	<u>To</u>	
<u>Assessment Serial Bonds</u>								
Curbing - Various Streets	02-12	\$ 80.44	\$	\$	\$ 40,000.00	\$	\$ 39,920.00	\$ 0.44
<u>General Accounts</u>								
Fund Balance		56,905.85	12,449.41			39,920.00		29,435.26
Interfund Current Fund		(24,581.92)		3,901.95	39,920.00	39,920.00		(60,599.97)
Interfund Sewer Assessment Trust Fund		(9,698.94)						(9,698.94)
Interfund General Capital Fund	05-12 07-14	48,791.05	1,075.16					49,866.21
		<u>\$ 71,496.48</u>	<u>\$ 13,524.57</u>	<u>\$ 3,901.95</u>	<u>\$ 79,920.00</u>	<u>\$ 79,840.00</u>	<u>\$ 79,840.00</u>	<u>\$ 9,003.00</u>
<u>Reference</u>		<u>B</u>	<u>B-9</u>	<u>Below</u>	<u>Below</u>	<u>Contra</u>	<u>Contra</u>	<u>B</u>
			<u>Ref.</u>					
Settlement								
Interest on Deposits				\$	\$ 39,920.00			
Interest and Costs on Assessments				286.35				
Serial Bonds				3,615.60				
				<u>40,000.00</u>				
				<u>\$ 3,901.95</u>	<u>\$ 79,920.00</u>			

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-9

ASSESSMENTS RECEIVABLE

Ordinance Number	Purpose	Confirmation		Balance Dec. 31, 2013		Balance Dec. 31, 2014	
		Date	Installments	Pledged	Unpledged	Pledged	Unpledged
95-02	Curbing - Various Streets	2-22-99	10	\$	\$ 361.48	\$	\$ 361.48
02-12	Curbing - Various Streets	3-23-09	10		21,955.57	6,420.27	15,535.30
05-12	Curbing - Fleetwood Drive	3-23-09	10	3,969.74		392.35	3,577.39
05-12	Curbing - Various Streets	3-26-12	10		23,339.18	4,847.07	18,492.11
07-14	Curbing - Dale Drive	3-23-09	10	1,384.21		682.81	701.40
07-14	Curbing - Various Streets	3-26-12	10		8,059.39	1,182.07	6,877.32
				<u>\$ 5,353.95</u>	<u>\$ 53,715.62</u>	<u>\$ 4,278.79</u>	<u>\$ 41,266.21</u>
				<u>B</u>	<u>B</u>	<u>B-6</u>	<u>B</u>
				<u>Reference</u>			

TOWNSHIP OF FAIRFIELD
TRUST FUND

ASSESSMENT LIEN RECEIVABLE

B-10

<u>Ordinance Number</u>	<u>Purpose</u>	Balance Dec. 31, 2013		<u>Prior Year Adjustment</u>	Balance Dec. 31, 2014	
		<u>Pledged</u>	<u>Unpledged</u>		<u>Pledged</u>	<u>Unpledged</u>
95-02	Curbing - Montesano Road	\$	\$ 2,204.70	\$ 424.90	\$	\$ 2,629.60
02-12	Curbing - Various Streets		2,028.61		2,028.61	
			\$ 2,028.61	\$ 424.90	\$ 2,028.61	\$ 2,629.60
		<u>B</u>	<u>B</u>	<u>B-22</u>	<u>B</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

DUE FROM MUNICIPAL COURT

B-11

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 900.00
Increased by:			
Parking Offense Adjudication Act		\$ 164.00	
Public Defender Application Fees		<u>8,972.00</u>	
	B-19		<u>9,136.00</u>
			<u>10,036.00</u>
Decreased by:			
Collections:			
Parking Offense Adjudication Act		8,372.00	
Public Defender Application Fees		<u>144.00</u>	
	B-6	<u>8,516.00</u>	
Due from Current Fund:			
Public Defender Application Fees	B-12	<u>900.00</u>	<u>9,416.00</u>
Balance December 31, 2014	B		<u><u>\$ 620.00</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

INTERFUNDS RECEIVABLE

B-12

Ref.	Assessment Trust Fund			General Trust Fund			Swimming Pool Operating Fund
	Total	Current Fund	Sewer Assessment Trust Fund	Total	Current Fund		
B	\$ 34,280.86	\$ 24,581.92	\$ 9,698.94	\$ 709,670.38	\$ 709,670.38	\$	
B-2	39,920.00	39,920.00					
B-4				7,760.00			7,760.00
B-11				900.00	900.00		
B-14				82,274.00	82,274.00		
B-15				844.66	844.66		
B-19				50,000.00	50,000.00		
B-21				291,500.00	291,500.00		
B-24				263,599.71	263,599.71		
	<u>74,200.86</u>	<u>64,501.92</u>	<u>9,698.94</u>	<u>1,406,548.75</u>	<u>1,398,788.75</u>		<u>7,760.00</u>
B-4				262,949.64	262,949.64		
B-17	<u>3,901.95</u>	<u>3,901.95</u>		<u>38,709.74</u>	<u>38,709.59</u>		<u>0.15</u>
				<u>301,659.38</u>	<u>301,659.23</u>		<u>0.15</u>
B	<u>\$ 70,298.91</u>	<u>\$ 60,599.97</u>	<u>\$ 9,698.94</u>	<u>\$ 1,104,889.37</u>	<u>\$ 1,097,129.52</u>		<u>\$ 7,759.85</u>

Balance December 31, 2013

Increased by:

- Deficit - General Budget
- Swimming Pool Operating Fund Expenditures
- Paid by General Trust Fund in Error
- Public Defender Revenue Deposited in Current Fund in Error
- General Trust Fund Revenue Deposited in Current Fund in Error
- Payroll Unemployment Refund Deposited in Current Fund in Error
- Budget Appropriation:
 - Compensated Absences
- General Trust Fund Revenue Deposited in Current Fund in Error
- Open Space Tax Levy and Added Taxes

Decreased by:

- Settlements
- Interfund Transfers

Balance December 31, 2014

TOWNSHIP OF FAIRFIELD
TRUST FUND

PROSPECTIVE ASSESSMENTS FUNDED

B-13

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2013</u>		<u>Balance Dec. 31, 2014</u>	
		<u>Pledged</u>	<u>Unpledged</u>	<u>Pledged</u>	<u>Unpledged</u>
02-12	Curbing - Various Streets	<u>\$ 78,890.95</u>	<u>\$ 36,800.00</u>	<u>\$ 38,970.95</u>	<u>\$ 76,720.00</u>
	<u>Reference</u>	<u>B</u>	<u>B-9</u>	<u>B</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-14

COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS RECEIVABLE

<u>Program Year</u>	<u>Balance Dec. 31, 2013</u>	<u>Grants</u>	<u>Collections</u>	<u>Cancelled</u>	<u>Balance Dec. 31, 2014</u>
2012	\$ 30,903.47	\$	\$ 3,041.17	\$ 27,862.30	\$
2013	58,274.00		58,274.00		
2014		24,000.00	24,000.00		
2014		53,540.00			53,540.00
	<u>\$ 89,177.47</u>	<u>\$ 77,540.00</u>	<u>\$ 85,315.17</u>	<u>\$ 27,862.30</u>	<u>\$ 53,540.00</u>
<u>Reference</u>	<u>B</u>	<u>B-26</u>	<u>Below</u>	<u>B-26</u>	<u>B</u>
		<u>Ref.</u>			
	Collections	B-4	\$ 3,041.17		
	Interfunds Receivable	B-12	<u>82,274.00</u>		
		Above	<u>\$ 85,315.17</u>		

TOWNSHIP OF FAIRFIELD
TRUST FUND

OTHER ACCOUNTS RECEIVABLE

B-15

	<u>Ref.</u>	<u>Total</u>	<u>Action Date Service</u>	<u>Outside Employment of Off-Duty Police Officers</u>
Balance December 31, 2013	B	\$ 11,811.06	\$ 844.66	\$ 10,966.40
Increased by:				
Unemployment Insurance Trust	B-27	764.63	764.63	
Fund Payroll Deduction	B-28	137,170.30		137,170.30
Billings		<u>149,745.99</u>	<u>1,609.29</u>	<u>148,136.70</u>
Decreased by:				
Collections	B-4	126,400.45		126,400.45
Interfunds Receivable	B-12	844.66	844.66	
		<u>127,245.11</u>	<u>844.66</u>	<u>126,400.45</u>
Balance December 31, 2014	B	<u>\$ 22,500.88</u>	<u>\$ 764.63</u>	<u>\$ 21,736.25</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

DUE TO STATE OF NEW JERSEY

B-16

		<u>Animal Control Trust Fund Registration Fees</u>	<u>Total General Trust Fund</u>	<u>General Trust Fund</u>	
<u>Ref.</u>				<u>Construction Training Fees</u>	<u>Marriage License Fees</u>
Balance December 31, 2013	B	\$ 11.40	\$ 10,600.00	\$ 10,250.00	\$ 350.00
Increased by:					
Registration and Other Fees		236.00	40,253.00	39,400.00	853.00
Pilot Clinic Fees		47.20			
Animal Population Control		45.00			
	B-6	<u>328.20</u>	<u>40,253.00</u>	<u>39,400.00</u>	<u>853.00</u>
		<u>339.60</u>	<u>50,853.00</u>	<u>49,650.00</u>	<u>1,203.00</u>
Decreased by:					
Payments	B-4	329.40	36,615.00	35,765.00	850.00
Interfunds Payable	B-17		7,039.00	6,836.00	203.00
Cancellation	B-23	10.20			
		<u>339.60</u>	<u>43,654.00</u>	<u>42,601.00</u>	<u>1,053.00</u>
Balance December 31, 2014	B	<u>\$ -</u>	<u>\$ 7,199.00</u>	<u>\$ 7,049.00</u>	<u>\$ 150.00</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

INTERFUNDS PAYABLE

B-17

Ref.	Assessment Trust Fund		Animal Control Fund	General Trust Fund			Swimming Pool Operating Fund	Developers' Escrow Trust Fund		General Capital Fund
	Total	Current Fund		General Capital Fund	Current Fund	Federal and State Grant Fund		General Capital Fund	Total	
B	\$ 54,145.00	\$	\$ 2,924.13	\$ 103,455.39	\$	\$ 20,000.00	\$ 48,575.15	\$ 232,003.28	\$ 29,900.19	\$ 202,103.09
	286.35	286.35	575.98	575.98	575.98			1,157.15	1,157.15	
	3,615.60	3,615.60	55.00	55.00	55.00					
B-4	3,901.95	3,901.95	2,711.03	2,711.03	2,711.03			1,157.15	1,157.15	
B-1	39,920.00	39,920.00	3,342.01	3,342.01	3,342.01					
B-7			144.08	144.08	144.08					
B-16			7,039.00	7,039.00	7,039.00					
B-23			11,069.85							
B-24			94,894.83	94,894.83	94,894.83					
B-28			28,184.50	28,184.50	28,184.50					
	97,966.95	43,821.95	13,993.98	237,059.81	38,709.59	34,860.24	48,575.15	233,160.43	31,057.34	202,103.09
B-4	39,920.00	39,920.00		75,922.24		27,347.24	48,575.00	29,900.00	29,900.00	
B-12	3,901.95	3,901.95		38,709.74	38,709.59		0.15			
	43,821.95	43,821.95		114,631.98	38,709.59	27,347.24	48,575.15	29,900.00	29,900.00	
B	\$ 54,145.00	\$	\$ 13,993.98	\$ 122,427.83	\$	\$ 7,533.00	\$	\$ 203,260.43	\$ 1,157.34	\$ 202,103.09

Increased by:
Interest on Deposits
Interest and Costs on Assessments
Other Revenue
Current Fund Revenue Deposited in General Trust Fund in Error
Assessment Fund Balance Anticipated as Current Fund Revenue
New Jersey Cash Management Fund General Trust Fund Expenses Paid by Current Fund in Error
Excess Fund Balance
General Capital Fund Revenue Deposited in General Trust Fund in Error
Off-Duty Administration Fees

Decreased by:
Settlements
Interfund Transfers

Balance December 31, 2014

TOWNSHIP OF FAIRFIELD
TRUST FUND

DUE TO MUNICIPAL COURT

B-18

	<u>Ref.</u>	
Balance December 31, 2013	B	<u>\$29,206.60</u>
Balance December 31, 2014	B	<u>\$ 29,206.60</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

OTHER DEPOSITS

B-19

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increase</u>	<u>Expended</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Security Deposits	\$ 10,951.50	\$		\$ 10,951.50
Maintenance and Performance Deposits	31,738.85			31,738.85
Other Deposits	17,801.78			17,801.78
Van Ness Improvements	1,566.70			1,566.70
Uniform Fire Safety Act	36,584.38	7,270.00	5,220.00	38,634.38
Public Defender Service Fees	5,200.00	8,972.00	11,600.00	2,572.00
Parking Offenses Adjudication Act	1,318.06	164.00		1,482.06
Housing Trust Fund	507,179.82	31,420.22	46,013.84	492,586.20
Detention Basin	80,500.00			80,500.00
Law Enforcement Forfeiture Trust Fund	16,733.55	68,890.72	12,956.45	72,667.82
Senior Citizen Trips	387.48	3,847.74	3,847.74	387.48
Snow Removal Trust Fund	15,000.00			15,000.00
Compensated Absences	51,500.00	50,000.00		101,500.00
Hurricane Sandy	4,006.20			4,006.20
	<u>\$ 780,468.32</u>	<u>\$ 170,564.68</u>	<u>\$ 79,638.03</u>	<u>\$ 871,394.97</u>

B

B-4

Below

B

Reference

Ref.

Collections	\$ 111,428.68
Due from Municipal Court	9,136.00
Interfunds Receivable	<u>50,000.00</u>
Above	<u>\$ 170,564.68</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

REDEMPTION OF TAX TITLE LIENS

B-20

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 52,252.88
Increased by:		
Deposits	B-4	506,211.73
		<u>558,464.61</u>
Decreased by:		
Redemptions	B-4	539,206.91
		<u>539,206.91</u>
Balance December 31, 2014	B	<u>\$ 19,257.70</u>

PREMIUM ON TAX SALE

B-21

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 384,800.00
Increased by:		
Due from Current Fund	B-12	291,500.00
		<u>676,300.00</u>
Decreased by:		
Cash Disbursed	B-4	216,700.00
		<u>216,700.00</u>
Balance December 31, 2014	B	<u>\$ 459,600.00</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-22

RESERVE FOR ASSESSMENTS AND LIENS

<u>Ordinance Number</u>	<u>Purpose</u>	<u>Balance Dec. 31, 2013</u>	<u>Prior Year Adjustment</u>	<u>Current Budget Appropriation</u>	<u>Collections to Fund Balance</u>	<u>Balance Dec. 31, 2014</u>
	<u>Assessments Receivable</u>					
95-02	Curbing - Montesano Road	\$ 361.48	\$	\$	\$	\$ 361.48
02-12	Curbing - Various Streets	21,955.57			6,420.27	15,535.30
05-12	Curbing - Various Streets	23,339.18			4,847.07	18,492.11
07-14	Curbing - Various Streets	8,059.39			1,182.07	6,877.32
02-12	<u>Prospective Assessments Funded</u>			39,920.00		76,720.00
	Curbing - Various Streets	36,800.00				
	<u>Assessment Liens</u>					
95-02	Curbing - Montesano Road	49.00				49.00
02-12	Curbing - Various Streets	2,155.70	424.90			2,580.60
		<u>\$ 92,720.32</u>	<u>\$ 424.90</u>	<u>\$ 39,920.00</u>	<u>\$ 12,449.41</u>	<u>\$ 120,615.81</u>
	<u>Reference</u>	<u>B</u>	<u>B-10</u>	<u>B-12</u>	<u>B-1</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

B-23

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 15,187.56
Increased by:			
Collections:			
Dog License Fees		\$ 3,256.80	
Cat License Fees		41.00	
Miscellaneous Revenue:			
Late Fees		51.00	
Interest on Deposits		20.83	
Miscellaneous		39.70	
	B-6	3,409.33	
Due to State of New Jersey Cancelled	B-16	10.20	
			3,419.53
			18,607.09
Decreased by:			
Statutory Excess Due to Current Fund	B-17		11,069.85
Balance December 31, 2014	B		\$ 7,537.24

License Revenue

	<u>Year</u>		
	2013		\$ 3,735.87
	2012		3,801.37
Maximum Balance			\$ 7,537.24

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR MUNICIPAL OPEN SPACE TRUST FUND

B-24

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 981,836.64
Increased by:			
Tax Levy		\$ 262,949.64	
Added Taxes		<u>650.07</u>	
	B-12	263,599.71	
Interest on Deposits	B-4	<u>50.27</u>	
			<u>263,649.98</u>
			1,245,486.62
Decreased by:			
Expenditures	B-4	205,853.20	
General Capital Fund Revenue Deposited in General Trust Fund in Error	B-17	<u>94,894.83</u>	
			<u>300,748.03</u>
Balance December 31, 2014	B		<u>\$ 944,738.59</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR RECREATION PROGRAM EXPENDITURES

B-25

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 286,324.60
Increased by:			
Fees		\$ 260,811.05	
Interest on Investments and Deposits		<u>321.03</u>	
	B-4		<u>261,132.08</u>
			<u>547,456.68</u>
Decreased by:			
Expenditures	B-4		<u>363,552.33</u>
Balance December 31, 2014	B		<u><u>\$ 183,904.35</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT EXPENDITURES

B-26

<u>Program Year</u>	<u>Balance Dec. 31, 2013</u>	<u>Grants</u>	<u>Expended</u>	<u>Cancelled</u>	<u>Balance Dec. 31, 2014</u>
2012	\$ 30,903.47	\$	\$ 3,041.17	\$ 27,862.30	\$
2013	58,274.00				58,274.00
2014		24,000.00			24,000.00
2014		53,540.00			53,540.00
	<u>\$ 89,177.47</u>	<u>\$ 77,540.00</u>	<u>\$ 3,041.17</u>	<u>\$ 27,862.30</u>	<u>\$ 135,814.00</u>
	<u>Reference</u>	<u>B</u>	<u>B-4</u>	<u>B-14</u>	<u>B</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR STATE UNEMPLOYMENT
INSURANCE TRUST FUND EXPENDITURES

B-27

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 12,305.55
Increased by:			
Payroll Deductions:			
Collections	B-4	\$ 9,848.27	
Other Accounts Receivable	B-15	<u>764.63</u>	
			<u>10,612.90</u>
			22,918.45
Decreased by:			
Expenditures	B-4		<u>12,871.92</u>
Balance December 31, 2014	B		<u><u>\$ 10,046.53</u></u>

RESERVE FOR OUTSIDE EMPLOYMENT
OF OFF-DUTY POLICE OFFICERS

B-28

	<u>Ref.</u>		
Balance December 31, 2013	B		\$ 64,409.55
Increased by:			
Billings	B-15		<u>137,170.30</u>
			201,579.85
Decreased by:			
Payroll Expenditures	B-4	\$ 108,475.89	
Administrative Fees	B-17	<u>28,184.50</u>	
			<u>136,660.39</u>
Balance December 31, 2014	B		<u><u>\$ 64,919.46</u></u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

RESERVE FOR MUNICIPAL ALLIANCE

B-29

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 756.53
Increased by:		
Collections	B-4	<u>8,114.55</u>
Balance December 31, 2014	B	<u>\$ 8,871.08</u>

DEVELOPERS' ESCROW TRUST FUNDS

B-30

	<u>Ref.</u>	
Balance December 31, 2013	B	\$ 550,882.17
Increased by:		
Collections	B-4	<u>340,839.06</u>
		891,721.23
Decreased by:		
Expended	B-4	<u>494,789.91</u>
Balance December 31, 2014	B	<u>\$ 396,931.32</u>

TOWNSHIP OF FAIRFIELD
TRUST FUND

B-31

ASSESSMENT SERIAL BONDS

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Balance Dec. 31, 2014</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>			
Curbing	3-17-05	\$ 356,000.00	3-01-15	\$ 41,000.00	4.10%	\$ 81,000.00	\$ 41,000.00
						<u>B</u>	<u>B-4</u>
							<u>B</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION
TREASURER

C-2

	<u>Ref.</u>		
Balance December 31, 2013	C		\$ 1,165,539.44
Increased by Receipts:			
Note Receivable	C-5	\$ 70,580.00	
Interfunds Receivable	C-6	37,500.00	
Interfunds Payable	C-12	1,232.94	
Reserve for Contributions	C-13	40,000.00	
Bond Anticipation Notes	C-15	<u>712,500.00</u>	
			<u>861,812.94</u>
			<u>2,027,352.38</u>
Decreased by Disbursements:			
Improvement Authorizations	C-10	993,585.68	
Interfunds Payable	C-12	<u>115,951.00</u>	
			<u>1,109,536.68</u>
Balance December 31, 2014	C		<u>\$ 917,815.70</u>
<u>Bank Reconciliation December 31, 2014</u>			
Balance per Statement:			
TD Bank, Fairfield, New Jersey: Account #345-3103653			\$ 986,507.85
Less: Outstanding Checks			<u>68,692.15</u>
			<u>\$ 917,815.70</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

CASH - MONEY MARKET ACCOUNT

C-3

	<u>Ref.</u>	
Balance December 31, 2013	C	<u>\$ 631,929.94</u>
Balance December 31, 2014	C	<u>\$ 631,929.94</u>
 <u>Bank Reconciliation December 31, 2014</u>		
Balance per Statement:		
Columbia Bank,		
Fairfield, New Jersey:		
Account #024804518		<u>\$ 631,929.94</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH

C-4
Sheet #1

Ordinance Number	Balance Dec. 31, 2013	Receipts		Disbursements			Balance Dec. 31, 2014
		Bond Anticipation Notes	Other	Improvement Authorizations	Transfers	To	
General Accounts							
Fund Balance	\$ 216,978.38	\$	\$	\$	\$	\$	\$ 216,978.38
Reserve for Contributions	123,174.78						163,174.78
Capital Improvement Fund	76,900.00		40,000.00		37,500.00		77,150.00
Bond Anticipation Note Cash:							
Ordinance Number #12-12	37,083.25						37,083.25
Ordinance Number #13-15	156,015.00						156,015.00
Interfund Current	37,754.08						81,227.20
Interfund Federal and State Grant Fund	32,238.05		38,732.94		919,683.82		1,040,375.00
Interfund Assessment Trust Fund	(54,145.00)						(54,145.00)
Interfund General Trust Fund	(20,000.00)						(114,894.83)
Interfund Developers' Escrow Trust Fund	(202,103.09)				94,894.83		(202,103.09)
Interfund Water Capital Fund	103,702.42						103,702.42
Interfund Pool Capital Fund	1,584.98						1,584.98
Note Receivable	(282,320.00)		70,580.00				(211,740.00)
General Improvement Authorizations							
Multi-Purpose:							
a. Acquisitions and Improvements for Administration	526.99						526.99
Renovation and Expansion of the Municipal Public Library	(41,201.00)						(41,201.00)
Multi-Purpose:							
b. Various Acquisitions for the Tax Collector	13,504.97						13,504.97
Acquisition of Fire Truck	6,720.52						6,720.52
Multi-Purpose:							
b. Various Acquisitions and Improvements for the Fire Department	3,509.34						3,509.34
i. Various Acquisitions of Equipment for the Police Department	1,611.34						1,276.67
Summit Avenue By-Pass Drainage Improvements	2,103.63				334.67		2,103.63
Multi-Purpose:							
h. Various Improvements and Acquisitions for the Tax Collector	832.94						832.94
Multi-Purpose:							
e. Various Acquisitions for the Office of Emergency Management	418.28						418.28
f. Acquisition for the Fleet Maintenance	2,377.41						2,377.41
h. Various Improvements for the Recreation Department	890.12						890.12
i. Various Acquisitions of Equipment for the Police Department	14,873.65						14,873.65
Architectural Design and Construction Administration Services for the Public Safety Complex	41,356.81				34,015.18		7,341.63
	1,033.83						1,033.83

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH

C-4
Sheet #2

Ordinance Number	Balance Dec. 31, 2013	Receipts			Disbursements			Transfers		Balance Dec. 31, 2014
		Bond Anticipation Notes	Other	Other	Improvement Authorizations	Other	From	To		
07-15	\$ 1,774.47	\$	\$	\$	\$	\$	\$	\$	\$	1,774.47
	0.20									0.20
	319.71									319.71
	5,337.95									5,337.95
	36,203.81				3,357.50					32,846.31
	722.91									722.91
	(2.85)									(2.85)
	642.93									642.93
08-10	3,321.54									3,321.54
	1,240.15									1,240.15
	21,398.51									21,398.51
	8,005.75									8,005.75
	7,039.05									7,039.05
	61,645.24									61,645.24
08-11										
09-30	298,283.25				265,446.49					32,836.76
09-34	175.00									175.00
11-10	83,493.91				950.30					82,543.61
11-12	136,557.59				29,542.71					107,014.88
11-17										
	9,011.94									9,011.94
	7,195.96									3,717.96
	14,700.87				3,478.00					10,573.87
	6,741.07				4,127.00					6,637.69
	3,536.36				103.38					3,536.36
11-24	18,694.53				8,730.30					9,964.23
12-01	242,478.09						1,040,375.00			178,193.174
12-06	52.66									52.66

General Improvement Authorizations

- Multi-Purpose:
 - a. Various Acquisitions of Equipment for the Office of Emergency Management
 - b. Various Acquisitions and Improvements for the Fire Department
 - c. Various Acquisitions for the Road Department
 - d. Various Acquisitions for the Parks Department
 - e. Various Improvements for the Building and Grounds Department
 - f. Acquisitions for Fleet Maintenance
 - g. Various Acquisitions and Improvements for the Engineering Department
 - i. Various Acquisitions of Equipment for the Police Department
 - j. Various Acquisitions of Equipment and Improvements for the Municipal Court
- Multi-Purpose:
 - b. Various Acquisitions for the Road Department
 - c. Various Improvements for the Buildings and Grounds Department
 - f. Various Acquisitions for Fire Prevention
 - g. Various Acquisitions of Equipment for the Police Department
- Tax Appeals
 - Acquisition and Installation of Communications Center Upgrade for the Police Department
 - Acquisition of Accounting Software System
 - Reconstruction of Fleetwood Avenue, Sunset Road and Mill Street
- Multi-Purpose:
 - a. Various Acquisitions of Equipment for the Finance Department
 - b. Various Acquisitions of Equipment for the Clerk's Office
 - c. Various Acquisitions of Equipment for the Police Department
 - d. Various Acquisitions of Equipment for Public Works
 - f. Various Acquisitions of Equipment for the Fire Department
- Tax Appeals
 - Flood Mitigation Acquisition Project
 - Tax Appeals

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH

C-4
Sheet #3

Ordinance Number	Balance Dec. 31, 2013	Receipts		Disbursements			Balance Dec. 31, 2014
		Bond Anticipation Notes	Other	Improvement Authorizations	Other	Transfers From To	
12-12	\$ 44,424.18	\$	\$	\$ 28,894.14	\$	\$	\$ 15,530.04
	2,350.50			400.00			1,950.50
	11,845.39			656.68			11,188.71
	23,791.50						23,791.50
13-15	36,678.95			32,052.33			4,626.62
	999.13						999.13
	13,987.83			328,553.31			13,987.83
	281,202.08			656.69			(77,351.23)
	2,068.73			34,914.58			1,412.04
	41,060.43						6,145.85
	11,989.57			8,679.15			3,110.42
	51,442.30			9,655.70			41,586.60
14-09							
		12,350.00		9,976.79		650.00	3,023.21
		114,000.00		97,455.33		6,000.00	22,544.67
		71,250.00		5,420.48		3,750.00	69,579.52
		36,000.00		37,773.99		2,000.00	2,226.01
		380,000.00		546.67		20,000.00	389,453.33
		7,600.00		5,769.91		400.00	2,230.09
		61,750.00		25,020.83		3,250.00	39,979.17
		27,550.00		13,137.21		1,450.00	15,862.79

Multi-Purpose:

- a. Various Acquisitions and Improvements of Equipment for the Fire Department
- b. Various Acquisitions of Equipment for the Clerk's Office
- c. Various Acquisitions of Equipment for Public Works
- e. Various Acquisitions of Equipment for Fleet Maintenance
- Multi-Purpose:
- a. Various Acquisitions for the Administration Department
- b. Acquisition of New Desk for the Clerk's Office
- c. Acquisitions of Fence at Mill Street Water Tower and Belgian Blocks for Parking Lot for Department of Public Works
- d. Various Road Improvements
- e. Acquisition of Server and Accessories for the Finance Department
- f. Various Acquisitions and Improvements for the Fire Department
- g. Acquisition of Football Blocking Sleds for the Recreation Department
- h. Various Acquisitions of Equipment for the Police Department
- Multi-Purpose:
- a. Various Acquisitions of Equipment for the Municipal Clerk's Office
- b. Various Acquisitions and Improvements for the Police Department
- c. Various Acquisitions for the Fire Department
- d. Various Acquisitions for Fire Protection Including Sport Utility Vehicle
- e. Various Road Improvements to Lehigh and Matt Drives, Resurfacing of Municipal Parking Lot and Remediation of Lead Contamination at Police Shooting Range
- f. Various Acquisitions for the Recreation Department
- g. Acquisition of a Bobcat Toolcat with Bucket
- h. Various Acquisitions for Fleet Maintenance

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH

C-4
Sheet #4

Ordinance Number	Balance Dec. 31, 2013	Receipts		Disbursements			Transfers		Balance Dec. 31, 2014
		Bond Anticipation Notes	Other	Improvement Authorizations	Other	From	To		
02-12	\$ 46,484.90	\$	\$	\$	\$	\$	\$	\$ 46,484.90	
05-12	14,629.86							14,629.86	
07-14	521.75							521.75	
	<u>\$ 1,797,469.38</u>	<u>\$ 712,500.00</u>	<u>\$ 149,312.94</u>	<u>\$ 993,585.68</u>	<u>\$ 115,951.00</u>	<u>\$ 2,092,453.65</u>	<u>\$ 2,092,453.65</u>	<u>\$ 1,549,745.64</u>	
Reference	C	C-15	Below	C-10	C-12	Contra	Contra	C	

Local Improvements
Curbing - Various Locations
Curbing - Various Locations
Curbing - Various Locations

Ref.	
C-5	\$ 70,580.00
C-6	37,500.00
C-12	1,232.94
C-13	40,000.00
Above	<u>\$ 149,312.94</u>

Note Receivable
Interfunds Receivable
Interfunds Payable
Reserve for Contributions

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

NOTE RECEIVABLE

C-5

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 282,320.00
Decreased by:		
Collections	C-2	<u>70,580.00</u>
Balance December 31, 2014	C	<u>\$ 211,740.00</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

INTERFUNDS RECEIVABLE

C-6

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Assessment Trust Fund</u>	<u>General Trust Fund</u>	<u>Developers' Escrow Trust Fund</u>
Balance December 31, 2013	C	\$ 276,248.09	\$	\$ 54,145.00	\$ 20,000.00	\$ 202,103.09
Increased by:						
Grant Funds	C-8	976,828.65	881,933.82		94,894.83	
Budget Appropriation:						
Capital Improvement Fund	C-11	<u>37,750.00</u>	<u>37,750.00</u>	<u>54,145.00</u>	<u>114,894.83</u>	<u>202,103.09</u>
		<u>1,290,826.74</u>	<u>919,683.82</u>	<u>54,145.00</u>	<u>114,894.83</u>	<u>202,103.09</u>
Decreased by:						
Settlements	C-2	37,500.00	37,500.00			
Transferred to Interfunds Payable	C-12	<u>882,183.82</u>	<u>882,183.82</u>			
		<u>919,683.82</u>	<u>919,683.82</u>			
Balance December 31, 2014	C	<u>\$ 371,142.92</u>	<u>\$ -</u>	<u>\$ 54,145.00</u>	<u>\$ 114,894.83</u>	<u>\$ 202,103.09</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

C-7

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 6,504,000.00
Decreased by:		
Serial Bonds Redeemed	C-16	<u>620,000.00</u>
Balance December 31, 2014	C	<u>\$ 5,884,000.00</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

C-8

Improvements	Ordinance Number	Balance Dec. 31, 2013	2014 Authorizations	Grant Proceeds	Notes Paid by Budget Appropriations	Balance Dec. 31, 2014	Analysis of Balance			
							Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations	
General Improvements										
Renovation and Expansion of the Municipal Library	02-18	\$ 41,201.00	\$	\$	\$	\$ 41,201.00	\$	\$ 41,201.00	\$	0.28
Multi-Purpose	06-13	0.28				0.28				
Multi-Purpose	07-15	2.85				2.85				
Tax Appeals	11-10	425,000.00			140,000.00	285,000.00	280,000.00		2.85	
Multi-Purpose	11-17	840.00				840.00				
Tax Appeals	11-24	450,000.00			150,000.00	300,000.00	300,000.00			
Flood Mitigation Acquisition Report	12-01	1,040,375.00		976,828.65	192,000.00	63,546.35	576,000.00			
Tax Appeals	12-06	768,000.00				699,166.75	736,250.00			
Multi-Purpose	12-12	699,166.75				417,785.00	573,800.00			
Multi-Purpose	13-15	417,785.00				712,500.00	712,500.00			
Multi-Purpose	14-09		712,500.00							
		<u>\$3,842,370.88</u>	<u>\$712,500.00</u>	<u>\$976,828.65</u>	<u>\$482,000.00</u>	<u>\$3,096,042.23</u>	<u>\$3,178,550.00</u>	<u>\$41,203.85</u>	<u>\$</u>	<u>0.28</u>
Reference		C	C-10	C-6	Below	C	Below	C-4		C-10
				Ref.						
			Bond Anticipation Notes	C-15	\$		\$2,022,550.00			
			Tax Appeal Refunding Notes	C-14	\$	482,000.00	1,156,000.00			
				Above	\$	482,000.00	\$3,178,550.00			

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

OVEREXPENDITURE OF ORDINANCE APPROPRIATION

C-9

	<u>Ref.</u>	
Increased by:		
Overexpenditure	C-10	<u>\$ 77,351.23</u>
Balance December 31, 2014	C	<u><u>\$ 77,351.23</u></u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-10
Sheet #1

Number	Ordinance Date	Amount	Balance Dec. 31, 2013		2014 Authorizations	Balance Dec. 31, 2014		Overexpended
			Funded	Unfunded		Funded	Unfunded	
00-18	8-14-00	\$ 65,339.00-	\$ 526.99	\$	\$	\$ 526.99	\$	\$
General Improvements								
Multi-Purpose:								
a. Various Acquisitions and Improvements for Administration Department								
03-08	4-28-03	20,000.00	13,504.97			13,504.97		
b. Various Acquisitions for the Tax Collector								
04-01	1-26-04	835,000.00	6,720.52			6,720.52		
04-12	9-27-04	172,000.00	3,509.34			3,509.34		
		126,000.00	1,611.34		334.67	1,276.67		
04-13	11-08-04	90,000.00	2,103.63			2,103.63		
Summit Avenue By-Pass Drainage Improvements								
05-08	6-09-05							
05-14	6-27-05	20,000.00	832.94			832.94		
06-13	5-06-06							
Multi-Purpose:								
a. Various Acquisitions of Equipment for the Office of Emergency Management								
e. Various Acquisitions and Improvements for the Buildings and Grounds Department								
		31,000.00	418.28	0.28		418.28		0.28
		4,500.00	2,377.41			2,377.41		
		6,000.00	890.12			890.12		
f. Acquisitions for Fleet Maintenance								
h. Various Acquisitions and Improvements for the Recreation Department								
		16,400.00	14,873.65			14,873.65		
		71,000.00	41,356.81		34,016.18	7,341.63		
i. Various Acquisitions of Equipment for the Police Department								
Architectural Design and Construction Administration Services for the Public Safety Complex								
06-21	10-16-06	535,000.00	1,033.83			1,033.83		
07-15	7-31-07							
Multi-Purpose:								
a. Various Acquisitions of Equipment for the Office of Emergency Management								
		30,000.00	1,774.47			1,774.47		
b. Various Acquisitions and Improvements for the Fire Department								
		78,060.00	0.20			0.20		
c. Various Acquisitions for the Road Department								
		113,000.00	319.71			319.71		
d. Various Acquisitions for the Parks Department								
		46,940.00	5,337.95			5,337.95		
e. Various Improvements for the Building and Grounds Department								
		50,000.00	36,203.81		3,357.50	32,846.31		
f. Acquisitions for Fleet Maintenance								
		8,000.00	722.91			722.91		
i. Various Acquisitions of Equipment for the Police Department								
		105,000.00	642.93			642.93		
		20,000.00	3,321.54			3,321.54		
08-10	9-06-08							
Multi-Purpose:								
b. Various Acquisitions for the Roads Department								
		48,000.00	1,240.15			1,240.15		
c. Various Improvements for the Buildings and Grounds Department								
		40,000.00	21,398.51			21,398.51		
f. Various Acquisitions for Fire Prevention								
		9,000.00	8,005.75			8,005.75		
g. Various Acquisitions of Equipment for the Police Department								
		105,000.00	7,039.05			7,039.05		
08-11	10-20-08	540,000.00	61,645.24			61,645.24		
General Improvements								
Tax Appeals								
08-30		1,150,000.00	296,283.25			296,283.25		
Acquisition and Installation of Communications Center Upgrade for the Police Department								
09-34	12-28-09	40,000.00	175.00			175.00		
Acquisition of Accounting Software System								
11-10	3-28-11	705,000.00		88,493.91			950.30	87,543.61
Tax Appeals								

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-10
Sheet #2

Number	Ordinance Date	Amount	Balance Dec. 31, 2013		2014 Authorizations	Expended	Balance Dec. 31, 2014		Overexpended
			Funded	Unfunded			Funded	Unfunded	
General Improvements									
Reconstruction of Fleetwood Avenue, Sunset Road and Mill Street	11-12	\$ 525,000.00	\$ 136,557.59	\$	\$	\$ 29,542.71	\$ 107,014.88	\$	\$
Multi-Purpose:									
a. Various Acquisitions of Equipment for the Finance Department	11-17	63,000.00	9,011.94	840.00			9,011.94	840.00	
b. Various Acquisitions of Equipment for the Clerk's Office		8,000.00	7,195.96			3,478.00	3,717.96		
c. Various Acquisitions of Equipment for the Police Department		64,000.00	14,700.87			4,127.00	10,573.87		
d. Various Acquisitions of Equipment for Public Works		45,000.00	6,741.07			103.38	6,637.69		
f. Various Acquisitions of Equipment for the Fire Department		84,000.00	3,536.36			3,536.36			
Tax Appeals	11-24	750,000.00		18,694.53		8,730.30		9,964.23	
Flood Mitigation Acquisition Project	12-01	1,040,375.00		242,478.09			178,831.74	53,546.35	
Tax Appeals	12-06	960,000.00		52.66			0.00	52.66	
Multi-Purpose:									
a. Various Acquisitions and Improvements of Equipment for the Fire Department	12-12	125,000.00	6,250.00			28,894.14		15,530.04	
b. Various Acquisitions of Equipment for the Clerk's Office		8,500.00		38,174.18		400.00		1,950.50	
c. Various Acquisitions of Equipment for Public Works		264,000.00		2,350.50		656.68		11,188.71	
d. Various Road Improvements		259,000.00		11,845.39					
e. Various Acquisitions of Equipment for the Police Department		118,000.00		23,781.50				23,791.50	
Multi-Purpose:									
a. Various Acquisitions Administration Department	13-15	85,000.00		36,678.95		32,052.33		4,626.62	
b. Acquisitions of a New Desk for the Clerk's Office		1,000.00	49.13	950.00			49.13	950.00	
c. Acquisitions of Fence at Mill Street Water Tower and Belgian Blocks for Parking Lot for The Department of Public Works		14,000.00	687.83	13,300.00			687.83	13,300.00	
d. Various Road Improvements		330,000.00		251,202.08		328,553.31		1,412.04	
e. Acquisition of Sener and Accessories for the Finance Department		15,000.00		2,068.73		656.69		6,145.85	
f. Various Acquisitions and Improvements for the Fire Department		95,000.00		41,060.43		34,914.58		3,110.42	
g. Acquisition of Football Blocking Shields for the Recreation Department		12,000.00	589.57	11,400.00		8,879.15			
h. Various Acquisitions of Equipment for the Police Department		52,000.00	2,042.30	49,400.00		9,855.70		41,566.60	
Multi-Purpose:									
a. Various Acquisitions of Equipment for the Municipal Clerk's Office	14-09	13,000.00			13,000.00	9,976.79		3,023.21	
b. Various Acquisitions and Improvements for the Police Department		120,000.00			120,000.00	97,455.33		22,544.67	
c. Various Acquisitions for the Fire Department		75,000.00			75,000.00	5,420.48		69,579.52	
d. Various Acquisitions for Fire Protection Including Sport Utility Vehicle		40,000.00			40,000.00	37,773.99		2,226.01	
e. Various Road Improvements to Lehigh and Matt Drives, Resurfacing of Municipal Parking Lot and Remediation of Lead Contamination at Police Shooting Range		400,000.00			400,000.00	546.67	19,453.33	380,000.00	
f. Various Acquisitions for the Recreation Department		8,000.00			8,000.00	5,769.91		2,230.09	
g. Acquisition of a Bobcat Toolcat with Bucket		65,000.00			65,000.00	25,020.83		39,979.17	
h. Various Acquisitions for Fleet Maintenance		29,000.00			29,000.00	13,137.21		15,862.79	

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

IMPROVEMENT AUTHORIZATIONS

C-10
Sheet #3

Number	Ordinance Date	Amount	Balance Dec. 31, 2013		2014 Authorizations	Expended	Balance Dec. 31, 2014		Overexpended
			Funded	Unfunded			Funded	Unfunded	
02-12	8-26-02	\$ 375,000.00	\$ 46,484.90	\$	\$	\$	\$ 46,484.90	\$	
05-12	6-27-05	134,000.00	14,629.86			14,629.86			
07-14	7-31-07	37,000.00	521.75			521.75			
			\$ 784,869.43	\$ 632,761.23	\$ 750,000.00	\$ 993,585.68	\$ 630,431.34	\$ 820,984.87	
		Reference	C	C	Below	C-2	C	C	C-9
		Ref.							
		Deferred Charges to Future Taxation - Unfunded			\$ 712,500.00				
		Capital Improvement Fund			37,500.00				
					Above				
					\$ 750,000.00				

Local Improvements
Curbing - Various Locations
Curbing - Various Locations
Curbing - Various Locations

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

CAPITAL IMPROVEMENT FUND

C-11

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 76,900.00
Increased by:		
Budget Appropriations	C-6	<u>37,750.00</u>
		114,650.00
Decreased by:		
Appropriated to Finance Improvement		
Authorizations:		
Ordinance Number:		
#14-09	C-10	<u>37,500.00</u>
Balance December 31, 2014	C	<u><u>\$ 77,150.00</u></u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

INTERFUNDS PAYABLE

C-12

	Ref.	Total	Current Fund	Federal and State Grant Fund	Water Capital Fund	Swimming Pool Capital Fund
Balance December 31, 2013	C	\$ 175,279.53	\$ 37,754.08	\$ 32,238.05	\$ 103,702.42	\$ 1,584.98
Increased by:						
Interest on Deposits	C-2	1,232.94	1,232.94			
Bond Anticipation Note Redeemed by Current Fund	C-15	1,040,375.00	1,040,375.00			
		<u>1,041,607.94</u>	<u>1,041,607.94</u>			
		1,216,887.47	1,079,362.02	32,238.05	103,702.42	1,584.98
Decreased by:						
Settlements	C-2	115,951.00	115,951.00			
Transfer from Interfunds Receivable	C-6	882,183.82	882,183.82			
		<u>998,134.82</u>	<u>998,134.82</u>			
Balance December 31, 2014	C	\$ <u>218,752.65</u>	\$ <u>81,227.20</u>	\$ <u>32,238.05</u>	\$ <u>103,702.42</u>	\$ <u>1,584.98</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

RESERVE FOR CONTRIBUTIONS

C-13

	<u>Ref.</u>	
Balance December 31, 2013	C	\$ 123,174.78
Increased by:		
Developer's Contribution	C-2	<u>40,000.00</u>
Balance December 31, 2014	C	<u>\$ 163,174.78</u>
<u>Analysis of Balance</u>		
Skyline Auto Exchange		<u>\$ 163,174.78</u>

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-14

TAX APPEAL REFUNDING NOTES

<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Balance Dec. 31, 2014</u>
Tax Appeal	11-10	04-18-13 04-17-14	04-17-14 04-15-15	1.50 % 0.75	\$ 420,000.00	\$ 280,000.00	\$ 420,000.00	\$ 280,000.00
Tax Appeal	11-24	12-29-11 12-11-14	12-11-14 12-10-15	0.69 0.49	450,000.00	300,000.00	450,000.00	300,000.00
Tax Appeal	12-06	05-14-12 04-18-13 04-17-14	04-17-14 04-15-15	1.50 0.75	768,000.00	576,000.00	768,000.00	576,000.00
					<u>\$ 1,638,000.00</u>	<u>\$ 1,156,000.00</u>	<u>\$ 1,638,000.00</u>	<u>\$ 1,156,000.00</u>
					<u>C</u>	<u>Below</u>	<u>Below</u>	<u>C</u>
					<u>Ref.</u>			
					C-8	\$ 482,000.00	\$ 482,000.00	
					Contra	1,156,000.00	1,156,000.00	
					Above	<u>\$ 1,156,000.00</u>	<u>\$ 1,638,000.00</u>	

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

BOND ANTICIPATION NOTES

C-15

Ordinance Number	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2013	Increase	Decrease	Balance Dec. 31, 2014
General Improvements								
Flood Mitigation Acquisition Project	12-01	4-19-12	4-18-13		\$ 1,040,375.00	\$	\$ 1,040,375.00	\$
Various Capital Improvements	12-12	12-13-12	12-12-13 12-11-14	0.69 % 0.49	736,250.00	736,250.00	736,250.00	736,250.00
	13-15	12-12-13	12-12-13 12-11-14	0.69 0.49	573,800.00	573,800.00	573,800.00	573,800.00
Multi-Purpose								
Various Capital Improvements	14-09	12-11-14	12-11-14	0.49	712,500.00	712,500.00		712,500.00
					\$ 2,022,550.00	\$ 2,022,550.00	\$ 2,350,425.00	\$ 2,022,550.00
Reference					C	Below	Below	C
Issued for Cash						\$ 712,500.00	\$	
Redemptions:								
Due to Current Fund							1,040,375.00	
Contra Renewals							1,310,050.00	
					Above	\$ 2,022,550.00	\$ 2,350,425.00	

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

SERIAL BONDS

C-16

Purpose	Original Issue		Maturities of Bonds Outstanding Dec. 31, 2014		Interest Rate	Balance Dec. 31, 2013	Paid	Balance Dec. 31, 2014
	Date	Amount	Date	Amount				
Library Improvement Bonds	12-01-84	\$ 400,000.00	7-15-15	\$ 390,000.00		\$ 20,000.00	\$ 20,000.00	
General Improvements	7-15-04	3,808,000.00	7-15-16	388,000.00	3.65 %	1,168,000.00	390,000.00	778,000.00
General Improvements	8-15-13	5,316,000.00	8-15-15	235,000.00	2.00			
			8-15-16	235,000.00	2.00			
			8-15-17	385,000.00	2.00			
			8-15-18	385,000.00	2.00			
			8-15-19	385,000.00	2.00			
			8-15-20	385,000.00	2.50			
			8-15-21	385,000.00	3.00			
			8-15-22	385,000.00	3.00			
			8-15-23	385,000.00	3.00			
			8-15-24	385,000.00	3.00			
			8-15-25	410,000.00	3.50			
			8-15-26	410,000.00	4.00			
			8-15-27	410,000.00	4.00			
			8-15-28	326,000.00	4.00			
						5,316,000.00	210,000.00	5,106,000.00
						\$ 6,504,000.00	\$ 620,000.00	\$ 5,884,000.00
					Reference	C	C-7	C

TOWNSHIP OF FAIRFIELD
GENERAL CAPITAL FUND

C-17

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2013</u>	<u>2014 Authorizations</u>	<u>Bond Anticipation Notes Redeemed</u>	<u>Bond Anticipation Notes Issued</u>	<u>Grant Proceeds</u>	<u>Balance Dec. 31, 2014</u>
<u>General Improvements</u>							
Renovation and Expansion of the Municipal Library	02-18	\$ 41,201.00	\$	\$	\$	\$	\$ 41,201.00
Multi-Purpose	06-13	0.28					0.28
Multi-Purpose	07-15	2.85					2.85
Tax Appeals	11-10	5,000.00					5,000.00
Multi-Purpose	11-17	840.00					840.00
Flood Mitigation Acquisition Project	12-01			1,040,375.00	712,500.00	976,828.65	63,546.35
Multi-Purpose	14-15		712,500.00				
		<u>\$ 47,044.13</u>	<u>\$ 712,500.00</u>	<u>\$ 1,040,375.00</u>	<u>\$ 712,500.00</u>	<u>\$ 976,828.65</u>	<u>\$ 110,590.48</u>
<u>Reference</u>	<u>C</u>		<u>C-8</u>	<u>C-15</u>	<u>C-15</u>	<u>C-8</u>	<u>C</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

D-5

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2013	D	\$ 1,049,933.75	\$ 37,337.95
Increased by Receipts:			
Interest on Investments and Deposits	D-3	\$ 2,018.13	\$
Collector	D-6	2,017,788.67	
Money Market Withdrawals	D-7		78,220.00
Interfunds Receivable	D-9	78,220.00	
Interfunds Payable	D-20	<u>700,000.00</u>	<u>550,052.24</u>
		<u>2,798,026.80</u>	<u>628,272.24</u>
		3,847,960.55	665,610.19
Decreased by Disbursements:			
Budget Appropriations	D-4	1,713,728.62	
Money Market Deposits	D-7	78,220.00	
Interfunds Receivable	D-9	550,000.00	
Appropriation Reserves	D-14	113,825.92	
Water Rent Overpayments	D-17	8,606.31	
Improvement Authorizations	D-18		576,086.38
Interfunds Payable	D-20	<u>160,752.00</u>	<u>78,220.00</u>
		<u>2,625,132.85</u>	<u>654,306.38</u>
Balance December 31, 2014	D	<u>\$ 1,222,827.70</u>	<u>\$ 11,303.81</u>
<u>Bank Reconciliation December 31, 2014</u>			
Balance per Statements:			
TD Bank, Fairfield, New Jersey:			
Account #3453103661		\$ 1,413,238.52	\$
Account #3453103688			<u>11,828.81</u>
		<u>1,413,238.52</u>	<u>11,828.81</u>
Plus: Transfer-in-Transit		<u>901.22</u>	
		1,414,139.74	<u>11,828.81</u>
Less: Outstanding Checks (Per List on File)		21,445.04	525.00
Transfer-in-Transit		<u>169,867.00</u>	
		<u>191,312.04</u>	<u>525.00</u>
		<u>\$ 1,222,827.70</u>	<u>\$ 11,303.81</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
WATER COLLECTOR

D-6

	<u>Ref.</u>	
Increased by:		
Miscellaneous Revenue	D-3	\$ 40,496.28
Consumer Accounts Receivable	D-3	1,966,872.00
Water Rent Overpayments	D-17	<u>10,420.39</u>
		<u>2,017,788.67</u>
Decreased by:		
Turnovers to Treasurer	D-5	<u>2,017,788.67</u>
		<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CASH - MONEY MARKET ACCOUNT

D-7

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2013	D	\$ 70,498.35	\$ 270,364.23
Increased by:			
Accrued Interest	D-3	341.01	
Deposits	D-5	<u>78,220.00</u>	
		149,059.36	<u>270,364.23</u>
Decreased by:			
Withdrawals	D-5	<u> </u>	<u>78,220.00</u>
Balance December 31, 2014	D	<u>\$ 149,059.36</u>	<u>\$ 192,144.23</u>
 <u>Bank Reconciliation December 31, 2014</u>			
Balance per Statements:			
Columbia Bank,			
Fairfield, New Jersey:			
Account #024803407		<u>\$ 149,059.36</u>	<u>\$ 192,144.23</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

ANALYSIS OF WATER UTILITY CAPITAL CASH AND INVESTMENTS

D-8

General Accounts	Ordinance Number	Balance Dec. 31, 2013	Disbursements			Transfers		Balance Dec. 31, 2014
			Receipts Other	Improvement Authorizations	Other	From	To	
Fund Balance		\$ 182,381.48	\$	\$		\$	\$ 182,381.48	
Capital Improvement Fund		552.00					552.00	
Due from General Capital Fund		(103,702.42)					(103,702.42)	
Due to Water Utility Operating Fund		78,220.91	550,052.24	78,220.00		700,000.00	(149,946.85)	
<u>General Improvement Authorizations</u>								
Various Improvements to the Water System	00-16	11,318.32					11,318.32	
Various Improvements to the Water System	02-10	263.45					263.45	
Various Improvements to the Water System	04-08	24,987.82					24,987.82	
Various Improvements to the Water System	05-09	8,095.80					8,095.80	
Various Improvements to the Water System	06-04	219.90					219.90	
Various Improvements to the Water System	06-17	59,710.74					59,710.74	
Acquisition of Equipment for the Water System	07-16	5,960.98					5,960.98	
Acquisition of Equipment for the Water System	08-17	611.77					611.77	
Acquisition of Equipment for the Water System	11-16	8,913.96					8,913.96	
Acquisition of Equipment for the Water System	12-11	30,167.47		184.22			29,983.25	
Renovations to the Water Tank	14-07		575,902.16			700,000.00	124,097.84	
		<u>\$ 307,702.18</u>	<u>\$550,052.24</u>	<u>\$78,220.00</u>		<u>\$700,000.00</u>	<u>\$ 203,448.04</u>	
Reference		D	D-20	D-18	D-20	Contra	D	

TOWNSHIP OF FAIRFIELD
WATER UTILITY

INTERFUNDS RECEIVABLE

D-9

Ref.	Water Operating Fund			Water Capital Fund		Swimming Pool Operating Fund	Water Operating Fund
	Total	Current Fund	Water Capital Fund	General Capital Fund	Operating Fund		
Balance December 31, 2013	\$ 78,346.91	\$	\$ 78,220.91	\$ 103,702.42	\$ 103,702.42	\$	\$
Increased by:							
Interest on Deposits	52.24		52.24				
Water Utility Fund Revenue Deposited in Current Fund in Error	959.13	959.13					
Advances	550,000.00		550,000.00				
Consumer Accounts Receivable Deposited in Current Fund in Error	5,104.94	5,104.94					
Water Utility Lien Collections Deposited in Current Fund in Error	876.23	876.23					
Bond Anticipation Notes	635,339.45	6,940.30	628,273.15	103,702.42	103,702.42	700,000.00	700,000.00
Decreased by:							
Settlement	78,220.00	6,940.30	78,220.00				
Transfer to Interfunds Payable	556,993.45	6,940.30	550,053.15				550,053.15
	635,213.45	6,940.30	628,273.15				550,053.15
Balance December 31, 2014	\$ 126.00	\$ -	\$ -	\$ 253,649.27	\$ 103,702.42	\$ 126.00	\$ 149,946.85

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CONSUMER ACCOUNTS RECEIVABLE

D-10

	<u>Ref.</u>		
Balance December 31, 2013	D		\$ 119,734.81
Increased by:			
Water Rent Billings	Reserve		<u>1,946,056.39</u>
			2,065,791.20
Decreased by:			
Collections	D-6	\$1,966,872.00	
Interfunds Receivable	D-9	5,104.94	
Overpayments Applied	D-17	<u>4,722.75</u>	
			<u>1,976,699.69</u>
Balance December 31, 2014	D		<u><u>\$ 89,091.51</u></u>

WATER UTILITY LIENS

D-11

	<u>Ref.</u>		
Balance December 31, 2013	D		\$ 876.23
Decreased by:			
Collections	D-9		<u>876.23</u>
			<u><u>\$ -</u></u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

FIXED CAPITAL

D-12

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Pumping Stations and Structures	\$ 913,838.98	\$ 913,838.98
Wells and Appurtenances	558,314.29	558,314.29
Distribution Mains, Hydrants and Accessories	1,648,506.68	1,648,506.68
Meters	797,653.70	797,653.70
Engineering Services	80,764.67	80,764.67
Underground Storage Tanks	27,120.10	27,120.10
General Equipment	470,889.14	470,889.14
General Improvements to Water System	455,573.39	455,573.39
Refunding Bond Issuance Costs	<u>32,000.00</u>	<u>32,000.00</u>
	<u>\$ 4,984,660.95</u>	<u>\$ 4,984,660.95</u>

Reference

D

D

TOWNSHIP OF FAIRFIELD
WATER UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

D-13

	<u>Number</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2013</u>	<u>2014 Authorization</u>	<u>Balance Dec. 31, 2014</u>
Various Improvements to the Water System	00-16	8-14-00	\$ 57,500.00	\$ 57,500.00	\$	\$ 57,500.00
Various Improvements to the Water System	02-10	7-22-02	21,500.00	21,500.00		21,500.00
Various Improvements to the Water System	04-08	7-26-04	91,000.00	91,000.00		91,000.00
Various Improvements to the Water System	05-09	4-09-05	63,000.00	63,000.00		63,000.00
Various Improvements to the Water System	06-04	2-13-06	30,000.00	30,000.00		30,000.00
Various Improvements to the Water System	06-17	7-24-06	710,000.00	710,000.00		710,000.00
Acquisition of Equipment for the Water System	07-16	7-31-07	36,000.00	36,000.00		36,000.00
Acquisition of Equipment for the Water System	08-16	12-29-08	33,000.00	33,000.00		33,000.00
Acquisition of Equipment for the Water System	11-16	6-13-11	40,000.00	40,000.00		40,000.00
Acquisition of Equipment for the Water System	12-11	8-13-12	195,000.00	195,000.00		195,000.00
Renovations to the Water Tank	14-07	6-24-14	700,000.00		700,000.00	700,000.00
				<u>\$1,277,000.00</u>	<u>\$700,000.00</u>	<u>\$1,977,000.00</u>
		<u>Reference</u>		<u>D</u>	<u>D-18</u>	<u>D</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

APPROPRIATION RESERVES

D-14

	<u>Balance</u> <u>Dec. 31, 2013</u>		<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Expended</u>	<u>Balance</u> <u>Lapsed</u>
	<u>Encumbered</u>	<u>Unencumbered</u>			
<u>Operating</u>					
Salaries and Wages	\$	\$ 26,126.24	\$ 26,126.24	\$	\$ 26,126.24
Other Expenses	106,179.91	258,169.29	369,349.20	108,225.92	261,123.28
<u>Financial Administration:</u>					
Other Expenses		5,600.00	5,600.00	5,600.00	
<u>Statutory Expenditures</u>					
<u>Contribution to:</u>					
Social Security System (OASI)		3,283.65	3,283.65		3,283.65
Unemployment Compensation Insurance		5,000.00			
	<u>\$106,179.91</u>	<u>\$ 298,179.18</u>	<u>\$404,359.09</u>	<u>\$113,825.92</u>	<u>\$290,533.17</u>

Reference

D

D

D-5

D-1

TOWNSHIP OF FAIRFIELD
WATER UTILITY

ACCRUED INTEREST ON BONDS

D-15

	<u>Ref.</u>	
Balance December 31, 2013	D	\$ 6,857.09
Increased by:		
Budget Appropriations	D-4	32,128.48
		<u>38,985.57</u>
Decreased by:		
Payments	D-20	28,307.57
		<u>28,307.57</u>
Balance December 31, 2014	D	<u><u>\$ 10,678.00</u></u>

Analysis of Balance

<u>Principal Outstanding Dec. 31, 2014</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
<u>Serial Bonds</u>					
\$ 738,000.00	Various	8-28-14	12-31-14	125 Days	\$ 9,096.75
<u>Refunding Bonds</u>					
\$ 138,000.00	Various	7-15-14	12-31-14	5 1/2 Months	1,581.25
					<u><u>\$ 10,678.00</u></u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

ACCRUED INTEREST ON NOTES

D-16

	<u>Ref.</u>	
Balance December 31, 2013	D	\$ 66.54
Increased by:		
Budget Appropriations	D-4	<u>1,310.00</u>
		<u>1,376.54</u>
Decreased by:		
Payments	D-20	<u>1,274.67</u>
Balance December 31, 2014	D	<u><u>\$ 101.87</u></u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

WATER RENT OVERPAYMENTS

D-17

	<u>Ref.</u>		
Balance December 31, 2013	D		\$ 4,722.75
Increased by:			
Collections	D-6		<u>10,420.39</u>
			15,143.14
Decreased by:			
Refunds	D-5	\$ 8,606.31	
Overpayments Applied	D-10	<u>4,722.75</u>	
			<u>13,329.06</u>
Balance December 31, 2014	D		<u>\$ 1,814.08</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

IMPROVEMENT AUTHORIZATIONS

D-18

	Number	Ordinance Date	Amount	Balance Dec. 31, 2013		2014 Authorizations	Paid or Charged	Balance Dec. 31, 2014	
				Funded	Unfunded			Funded	Unfunded
<u>General Improvements</u>									
Various Improvements to the Water System	00-16	8-14-00	\$ 57,500.00	\$ 11,318.32	\$	\$	\$	\$ 11,318.32	\$
Various Improvements to the Water System	02-10	7-22-02	21,500.00	263.45				263.45	
Various Improvements to the Water System	04-08	7-26-04	91,000.00	24,987.82				24,987.82	
Various Improvements to the Water System	05-09	4-09-05	63,000.00	8,095.80				8,095.80	
Various Improvements to the Water System	06-04	2-13-06	30,000.00	219.90				219.90	
Various Improvements to the Water System	06-17	7-24-06	710,000.00	59,710.74				59,710.74	
Acquisition of Equipment for the Water System	07-16	7-31-07	36,000.00	5,960.98				5,960.98	350.00
Acquisition of Equipment for the Water System	08-17	12-29-08	33,000.00	611.77				611.77	
Acquisition of Equipment for the Water System	11-16	6-13-11	40,000.00	8,913.96				8,913.96	
Acquisition of Equipment for the Water System	12-11	8-13-12	195,000.00				184.22		39,733.25
Renovations to the Water Tank	14-07	6-24-14	700,000.00		700,000.00		575,902.16		124,097.84
				\$120,082.74	\$40,267.47	\$700,000.00	\$576,086.38	\$120,082.74	\$164,181.09
<u>Reference</u>				D	D	D-13	D-5	D	D

TOWNSHIP OF FAIRFIELD
WATER UTILITY

CAPITAL IMPROVEMENT FUND

D-19

	<u>Ref.</u>	
Balance December 31, 2013	D	<u>\$552.00</u>
Balance December 31, 2014	D	<u>\$552.00</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

INTERFUNDS PAYABLE

		Water Operating Fund						
<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Water Capital Fund</u>	<u>Sewer Operating Fund</u>	<u>Water Capital Fund</u>	<u>Water Operating Fund</u>	<u>D-20</u>	
Balance December 31, 2013	\$ 297,853.06	\$ 160,752.97	\$	\$ 137,100.09	\$	\$ 78,220.91		
Increased by:								
Water Operating Pension Payment Paid by Current Fund	33,000.00	33,000.00					52.24	
Interest on Deposits Advances						550,000.00		
Bond Anticipation Notes Deposited in Water Operating Account in Error	700,000.00		700,000.00		700,000.00	550,052.24		
	733,000.00	33,000.00	700,000.00		700,000.00	550,052.24		
Water Operating Debt Service Paid by Current Fund:								
Accrued Interest on Bonds	28,307.57	28,307.57						
Accrued Interest on Notes	1,274.67	1,274.67						
	762,582.24	62,582.24			700,000.00	550,052.24		
Decreased by:								
Settlement	160,752.00	160,752.00					78,220.00	
Transfer from Interfunds Receivable	556,993.45	6,940.30			550,053.15	550,053.15		
	717,745.45	167,692.30			550,053.15	628,273.15		
Balance December 31, 2014	\$ 342,689.85	\$ 55,642.91	\$ 149,946.85	\$ 137,100.09	\$ 149,946.85	\$	-	

TOWNSHIP OF FAIRFIELD
WATER UTILITY

RESERVE FOR AMORTIZATION

D-21

	<u>Ref.</u>		
Balance December 31, 2013	D		\$ 4,737,660.95
Increased by:			
Bonds Paid from Operating Budget:			
Refunding Bonds	D-24	\$109,000.00	
Serial Bonds	D-25	<u>20,000.00</u>	
			<u>129,000.00</u>
Balance December 31, 2014	D		<u>\$ 4,866,660.95</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

DEFERRED RESERVE FOR AMORTIZATION

D-22

	<u>Ordinance</u>		<u>Balance</u>	<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Dec. 31, 2013</u>	<u>Dec. 31, 2014</u>
Various Improvements to the Water System	00-16	8-14-00	\$ 57,500.00	\$ 57,500.00
Various Improvements to the Water System	02-10	7-22-02	21,500.00	21,500.00
Various Improvements to the Water System	04-08	7-26-04	33,000.00	33,000.00
Various Improvements to the Water System	05-09	9-25-05	26,200.00	26,200.00
Various Improvements to the Water System	06-04	2-13-06	10,000.00	10,000.00
Various Improvements to the Water System	06-17	7-24-06	170,000.00	170,000.00
Acquisition of Equipment for the Water System	07-16	7-31-07	1,800.00	1,800.00
Acquisition of Equipment for the Water System	08-17	12-29-08	1,650.00	1,650.00
Acquisition of Equipment for the Water System	11-16	6-13-11	<u>2,000.00</u>	<u>2,000.00</u>
			<u>\$ 323,650.00</u>	<u>\$ 323,650.00</u>
		<u>Reference</u>	<u>D</u>	<u>D</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

BOND ANTICIPATION NOTES

D-23

Ordinance Number	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2013	Increase	Decrease	Balance Dec. 31, 2014
12-11	12-13-12	12-12-13	12-11-14	0.69 %	\$ 185,250.00	\$ 185,250.00	\$ 185,250.00	\$ 185,250.00
		12-11-14	12-10-15	0.49				
14-12	12-11-14	12-11-14	12-10-15	0.49		700,000.00		700,000.00
					<u>\$ 185,250.00</u>	<u>\$ 885,250.00</u>	<u>\$ 185,250.00</u>	<u>\$ 885,250.00</u>

Reference	D	Below	D
Renovations to Water Tank for the Water Utility System			
Interfunds Receivable		\$ 700,000.00	
Renewals		185,250.00	
		<u>\$ 885,250.00</u>	<u>\$ 185,250.00</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

D-24

REFUNDING BONDS

<u>Purpose</u>	<u>Date</u>	<u>Original Issue</u> <u>Amount</u>	<u>Date</u>	<u>Maturities of Bonds</u> <u>Outstanding</u> <u>Dec. 31, 2014</u> <u>Amount</u>	<u>Interest</u> <u>Rate</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Decrease</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Water Utility Improvements	8-18-09	\$ 666,000.00	1-15-15	\$ 138,000.00	2.50 %	<u>\$ 247,000.00</u>	<u>\$ 109,000.00</u>	<u>\$ 138,000.00</u>
					<u>Reference</u>	<u>D</u>	<u>D-21</u>	<u>D</u>

TOWNSHIP OF FAIRFIELD
WATER UTILITY

SERIAL BONDS

D-25

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds Outstanding Dec. 31, 2014</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2014</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>	<u>%</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Water Improvement Bonds	8-20-13	\$ 758,000.00	8-15-15	\$ 20,000.00	2.000	\$	\$	
			8-15-16/19	40,000.00	2.000			
			8-15-20	40,000.00	2.500			
			8-15-21/24	40,000.00	3.000			
			8-15-25	40,000.00	3.500			
			8-15-26/28	40,000.00	4.000			
			8-15-29	40,000.00	4.125			
			8-15-30	40,000.00	4.250			
			8-15-31	40,000.00	4.400			
			8-15-32	40,000.00	4.500			
			8-15-33	38,000.00	4.600	758,000.00	20,000.00	738,000.00
						<u>\$ 758,000.00</u>	<u>\$ 20,000.00</u>	<u>\$ 738,000.00</u>

Reference

D

D-21

D

TOWNSHIP OF FAIRFIELD
WATER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

D-26

<u>Improvements</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2013</u>	<u>2014 Authorization</u>	<u>Bond Anticipation Note Issued</u>	<u>Balance Dec. 31, 2014</u>
Acquisition of Equipment for the Water System	08-17	\$ 350.00	\$	\$	\$ 350.00
Acquisition of Equipment for the Water System	12-11	9,750.00			9,750.00
Renovation to the Water Tank	14-07		<u>700,000.00</u>	<u>700,000.00</u>	
		<u>\$ 10,100.00</u>	<u>\$ 700,000.00</u>	<u>\$ 700,000.00</u>	<u>\$ 10,100.00</u>
	<u>Reference</u>	<u>D</u>			<u>D</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

E-6
Sheet #1

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Assessment Trust Fund</u>	<u>Capital Fund</u>
Balance December 31, 2013	E	\$ 1,819,233.47	\$ 63,400.34	\$ 250,015.70
Increased by Receipts:				
Interest on Investments and Deposits	E-4	\$ 1,692.27	\$	\$
Collector	E-7	4,800,221.06		
Interfunds Payable	E-25		13.77	182.98
Bond Anticipation Notes	E-29			250,000.00
Contra Items:				
Petty Cash	Contra	<u>200.00</u>		
		4,802,113.33	<u>13.77</u>	<u>250,182.98</u>
		<u>6,621,346.80</u>	<u>63,414.11</u>	<u>500,198.68</u>
Decreased by Disbursements:				
Budget Appropriations	E-5	4,293,271.24		
Appropriation Reserves	E-19	35,733.25		
Sewer User Overpayments	E-22	19,879.65		
Improvement Authorizations	E-23			249,487.50
Bond Anticipation Notes	E-29			250,000.00
Contra Items:				
Treasurer	Contra	<u>200.00</u>		
		4,349,084.14		<u>499,487.50</u>
Balance December 31, 2014	E	<u>\$ 2,272,262.66</u>	<u>\$ 63,414.11</u>	<u>\$ 711.18</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

E-6
Sheet #2

	<u>Operating Fund</u>	<u>Assessment Trust Fund</u>	<u>Capital Fund</u>
<u>Bank Reconciliation December 31, 2014</u>			
Balance per Statements:			
TD Bank, Fairfield, New Jersey:			
Account #3453103696	\$ 2,122,691.23	\$	\$
Account #3453103718			150,565.18
Account #3453103726		10,611.31	
PNC Bank, Fairfield, New Jersey:			
Account #80-4236-5987		52,802.80	
	2,122,691.23	63,414.11	150,565.18
Plus: Deposit-in-Transit	170,298.70		
	2,292,989.93	63,414.11	150,565.18
Less: Outstanding Checks (Per List on File)	20,709.53		149,854.00
Transfer-in-Transit	17.74		
	20,727.27		149,854.00
	\$ 2,272,262.66	\$ 63,414.11	\$ 711.18

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CASH RECEIPTS AND DISBURSEMENTS
SEWER COLLECTOR

E-7

	<u>Ref.</u>	<u>Operating Fund</u>
Increased by:		
Miscellaneous Revenue	E-4	\$ 52,448.21
Sewer Rents Receivable	E-11	4,701,453.21
Sewer User Overpayments	E-22	<u>46,319.64</u>
		<u>4,800,221.06</u>
Decreased by:		
Turnovers to Treasurer	E-6	<u>4,800,221.06</u>
		<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CASH - MONEY MARKET

E-8

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2013	E	\$ 1,103.56	\$ 55,213.61
Increased by:			
Accrued Interest	E-4	<u>56.34</u>	<u> </u>
Balance December 31, 2014	E	<u>\$ 1,159.90</u>	<u>\$ 55,213.61</u>
 <u>Bank Reconciliation December 31, 2014</u>			
Balance per Statement:			
Columbia Bank,			
Fairfield, New Jersey:			
Account #024804507		<u>\$ 1,159.90</u>	<u>\$ 55,213.61</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

ANALYSIS OF SEWER UTILITY ASSESSMENT TRUST CASH

E-9

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Receipts</u> <u>Other</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Due from Current Fund	\$ (13,698.00)	\$	\$ (13,698.00)
Due to Assessment Trust Fund	9,698.94		9,698.94
Due to Sewer Operating Fund	15,276.94	13.77	15,290.71
Fund Balance	<u>52,122.46</u>	<u> </u>	<u>52,122.46</u>
	<u>\$ 63,400.34</u>	<u>\$ 13.77</u>	<u>\$ 63,414.11</u>
<u>Reference</u>	<u>E</u>	<u>E-25</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-10

ANALYSIS OF SEWER UTILITY CAPITAL CASH AND INVESTMENTS

Ordinance Number	Balance Dec. 31, 2013	Receipts		Disbursements		Balance Dec. 31, 2014
		Bond Anticipation Bonds	Other	Improvement Authorizations	Bond Anticipation Notes	
<u>General Accounts</u>						
Fund Balance	\$ 9,193.29	\$	\$ 182.98	\$		\$ 9,193.29
Sewer Utility Operating Fund Interfund	33,310.65					33,493.63
Capital Improvement Fund	38,530.00					38,530.00
<u>General Improvement Authorizations</u>						
Various Improvements to the Sewer Utility System	9,045.31					9,045.31
Various Improvements to the Sewer Utility System	4,327.82					4,327.82
Various Improvements to the Sewer Utility System	3,042.42					3,042.42
Various Improvements to the Sewer Utility System	467.66					467.66
Various Improvements to the Sewer Utility System	(19,194.40)					(19,194.40)
Various Improvements to the Sewer Utility System	(2,149.94)			525.00		(2,149.94)
Various Improvements to the Sewer Utility System	(20,306.00)			248,962.50	250,000.00	(20,831.00)
Acquisition of Various Items of Equipment	248,962.50	250,000.00				
	<u>\$ 305,229.31</u>	<u>\$ 250,000.00</u>	<u>\$ 182.98</u>	<u>\$ 249,487.50</u>	<u>\$ 250,000.00</u>	<u>\$ 55,924.79</u>
<u>Reference</u>	<u>E</u>	<u>E-29</u>	<u>E-25</u>	<u>E-23</u>	<u>E-29</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

SEWER RENTS RECEIVABLE

E-11

	<u>Ref.</u>		
Balance December 31, 2013	E		\$ 282,540.63
Increased by:			
Sewer Rent Billings	Reserve		<u>4,626,956.11</u>
			4,909,496.74
Decreased by:			
Collections	E-7	\$ 4,701,453.21	
Interfunds Receivable	E-16	11,912.23	
Overpayments Applied	E-22	<u>7,217.44</u>	
			<u>4,720,582.88</u>
Balance December 31, 2014	E		<u>\$ 188,913.86</u>

SEWER LIENS RECEIVABLE

E-12

	<u>Ref.</u>		
Balance December 31, 2013	E		\$ 3,245.59
Decreased by:			
Interfunds Receivable:			
Sewer Rents	E-4	\$ 3,210.57	
Sewer Penalty	E-4	<u>35.02</u>	
	E-16		<u>3,245.59</u>
			<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-13

ASSESSMENTS RECEIVABLE

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Confirmation</u>	<u>Annual Installments</u>	<u>Due Dates</u>	<u>Balance Dec. 31, 2013 Unpledged</u>	<u>Balance Dec. 31, 2014 Unpledged</u>
453	Sanitary Sewers	6-15-77	10	6-15-86	\$ 3,965.32	\$ 3,965.32
573	Sanitary Sewers	4-10-81	10	10-22-90	13,926.24	13,926.24
97-02	Sanitary Sewers	11-27-00	10	11-27-10	<u>1,839.11</u>	<u>1,839.11</u>
					<u>\$ 19,730.67</u>	<u>\$ 19,730.67</u>
				<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

ASSESSMENT LIENS

E-14

	<u>Ref.</u>	
Balance December 31, 2013	E	<u>\$ 2,580.60</u>
Balance December 31, 2014	E	<u>\$ 2,580.60</u>

ASSESSMENT LIEN INTEREST AND COSTS

E-15

	<u>Ref.</u>	
Balance December 31, 2013	E	<u>\$ 428.13</u>
Balance December 31, 2014	E	<u>\$ 428.13</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

INTERFUNDS RECEIVABLE

E-16

Ref.	Total	Sewer Operating Fund				Sewer Assessment Fund	
		Current Fund	Water Operating Fund	Sewer Assessment Fund	Sewer Capital Fund	Swimming Pool Operating Fund	Current Fund
E	\$ 186,456.68	\$	\$ 137,100.09	\$ 15,276.94	\$ 33,310.65	\$ 769.00	\$ 13,698.00
E-4	196.75			13.77	182.98		
E-4	2,190.36	2,190.36					
E-11	11,912.23	11,912.23					
E-12	3,245.59	3,245.59					
	204,001.61	17,348.18	137,100.09	15,290.71	33,493.63	769.00	13,698.00
E-25	17,348.18	17,348.18					
E	\$ 186,653.43	\$ -	\$ 137,100.09	\$ 15,290.71	\$ 33,493.63	\$ 769.00	\$ 13,698.00

Increased by:

- Interest on Deposits
- Sewer Utility Fund Revenue Deposited in Current Fund in Error
- Sewer Rents Receivable Deposited in Current Fund in Error
- Sewer Utility Lien Collections Deposited in Current Fund in Error

Decreased by:

- Transfer to Interfunds Payable

Balance December 31, 2014

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

FIXED CAPITAL

E-17

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increase</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Sewer Treatment Plant	\$ 20,391,456.44	\$	\$ 20,391,456.44
Land Acquisition	29,095.00		29,095.00
Sanitary Sewer Lines and Appurtenances	719,416.86		719,416.86
Legal and Professional Fees	8,894.07		8,894.07
Engineering Services	66,902.60		66,902.60
Underground Storage Tanks	79,759.79		79,759.79
General Equipment	130,458.68		130,458.68
General Improvements to Sewer System	425,167.91		425,167.91
Refunding Bond Issuance Costs	22,000.00		22,000.00
Acquisition of Various Items of Equipment		<u>250,000.00</u>	<u>250,000.00</u>
	<u>\$ 21,873,151.35</u>	<u>\$ 250,000.00</u>	<u>\$ 22,123,151.35</u>

Reference

E

E-18

E

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-18

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

	<u>Number</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2013</u>	<u>Costs to Fixed Capital</u>	<u>Balance Dec. 31, 2014</u>
Various Improvements to the Sewer System	99-01	2-08-99	\$ 250,000.00	\$ 250,000.00	\$	\$ 250,000.00
Various Improvements to the Sewer System	99-21	9-13-99	320,000.00	320,000.00		320,000.00
Various Improvements to the Sewer System	01-13	9-10-01	13,100.00	13,100.00		13,100.00
Various Improvements to the Sewer System	02-11	7-22-02	150,000.00	150,000.00		150,000.00
Various Improvements to the Sewer System	04-10	7-26-04	26,000.00	26,000.00		26,000.00
Various Improvements to the Sewer System	06-05	2-13-06	35,000.00	35,000.00		35,000.00
Various Improvements to the Sewer System	08-18	12-29-08	90,000.00	90,000.00		90,000.00
Acquisition of Various Items of Equipment for the Sewer System	13-14	8-12-13	250,000.00	250,000.00	250,000.00	
				<u>\$ 1,134,100.00</u>	<u>\$ 250,000.00</u>	<u>\$ 884,100.00</u>
		<u>Reference</u>		<u>E</u>	<u>E-17</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-19

APPROPRIATION RESERVES

	<u>Encumbered</u>	<u>Balance Dec. 31, 2013 Unencumbered</u>	<u>Balance After Transfers</u>	<u>Expended</u>	<u>Balance Lapsed</u>
Operating:					
Salaries and Wages	\$ 23,520.34	\$ 6,611.71	\$ 6,611.71	\$ 30,133.25	\$ 6,611.71
Other Expenses		24,395.63	52,915.97		22,782.72
Financial Administration:					
Other Expenses		5,600.00	5,600.00	5,600.00	
Regional Sewerage Authority Share of Costs		101,754.00	101,754.00		101,754.00
Statutory Expenditures:					
Contribution to:					
Social Security System		1,683.81	1,683.81		1,683.81
Unemployment Compensation		5,000.00			
	<u>\$ 23,520.34</u>	<u>\$ 145,045.15</u>	<u>\$ 168,565.49</u>	<u>\$ 35,733.25</u>	<u>\$ 132,832.24</u>

Reference E

E-6

E-1

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

ACCRUED INTEREST ON BONDS

E-20

	<u>Ref.</u>	
Balance December 31, 2013	E	\$ 7,852.73
Increased by:		
Budget Appropriations	E-5	<u>15,521.50</u> 23,374.23
Decreased by:		
Payments	E-25	<u>16,423.26</u>
Balance December 31, 2014	E	<u><u>\$ 6,950.97</u></u>

ACCRUED INTEREST ON NOTES

E-21

	<u>Ref.</u>	
Balance December 31, 2013	E	\$ 89.79
Increased by:		
Budget Appropriations	E-5	<u>1,698.48</u> 1,788.27
Decreased by:		
Payments	E-25	<u>1,720.21</u>
Balance December 31, 2014	E	<u><u>\$ 68.06</u></u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

SEWER USER OVERPAYMENTS

E-22

	<u>Ref.</u>		
Balance December 31, 2013	E		\$ 7,217.44
Increased by:			
Collections	E-7		<u>46,319.64</u>
			53,537.08
Decreased by:			
Refunds	E-6	\$ 19,879.65	
Overpayments Applied	E-11	<u>7,217.44</u>	
			<u>27,097.09</u>
Balance December 31, 2014	E		<u><u>\$ 26,439.99</u></u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-23

IMPROVEMENT AUTHORIZATIONS

	<u>Number</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2013</u>		<u>Expended</u>	<u>Balance Dec. 31, 2014</u>	
				<u>Funded</u>	<u>Unfunded</u>		<u>Funded</u>	<u>Unfunded</u>
<u>General Improvements</u>								
Various Sewer Utility Improvements	99-01	2-08-99	\$ 250,000.00	\$ 9,045.31	\$	\$	\$ 9,045.31	\$
Various Improvements to the Sewer System	99-21	9-13-99	320,000.00	4,327.82			4,327.82	
Various Sewer Utility Improvements	01-13	9-10-01	13,100.00	3,042.42			3,042.42	
Various Improvements to the Sewer System	02-11	7-22-02	150,000.00	467.66			467.66	
Various Improvements to the Sewer System	04-10	7-26-04	26,000.00					805.60
Various Improvements to the Sewer System	06-05	2-13-06	35,000.00					27,850.06
Various Improvements to the Sewer System	08-18	12-29-08	90,000.00			525.00		64,669.00
Acquisition of Various Items of Equipment to the Sewer System	13-14	8-12-13	250,000.00			248,962.50		
				<u>\$ 16,883.21</u>	<u>\$ 342,812.16</u>	<u>\$ 249,487.50</u>	<u>\$ 16,883.21</u>	<u>\$ 93,324.66</u>
		<u>Reference</u>		<u>E</u>	<u>E</u>	<u>E-6</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

CAPITAL IMPROVEMENT FUND

E-24

	<u>Ref.</u>	
Balance December 31, 2013	E	<u>\$ 38,530.00</u>
Balance December 31, 2014	E	<u>\$ 38,530.00</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-25

INTERFUNDS PAYABLE

	<u>Ref.</u>	<u>Sewer Operating Fund Current Fund</u>	<u>Total</u>	<u>Sewer Assessment Fund Operating Fund</u>	<u>Assessment Trust Fund</u>	<u>Sewer Capital Fund Sewer Operating Fund</u>	
Balance December 31, 2013	E	\$ 2,916.50	\$ 24,975.88	\$ 15,276.94	\$ 9,698.94	\$ 33,310.65	
Increased by:							
Sewer Operating Pension Payment	E-5	33,000.00	13.77	13.77		182.98	
Paid by Current Fund	E-6						
Interest on Deposits							
Sewer Operating Debt Service Paid							
by Current Fund:							
Accrued Interest on Bonds	E-20	16,423.26					
Accrued Interest on Notes	E-21	1,720.21					
		<u>54,059.97</u>	<u>24,989.65</u>	<u>15,290.71</u>	<u>9,698.94</u>	<u>33,493.63</u>	
Decreased by:							
Transfer from Interfunds Receivable	E-16	<u>17,348.18</u>					
Balance December 31, 2014	E	<u>\$ 36,711.79</u>	<u>\$ 24,989.65</u>	<u>\$ 15,290.71</u>	<u>\$ 9,698.94</u>	<u>\$ 33,493.63</u>	

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

RESERVE FOR ASSESSMENTS AND LIENS

E-26

<u>Improvement Description</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2013</u>	<u>Balance Dec. 31, 2014</u>
Assessments Receivable:			
Sanitary Sewers	453	\$ 3,965.32	\$ 3,965.32
Sanitary Sewers	573	13,926.24	13,926.24
Sanitary Sewers	97-02	1,839.11	1,839.11
		<u>19,730.67</u>	<u>19,730.67</u>
Assessment Liens:			
Sanitary Sewers	573	<u>2,580.60</u>	<u>2,580.60</u>
		<u>\$ 22,311.27</u>	<u>\$ 22,311.27</u>
	<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

RESERVE FOR AMORTIZATION

E-27

	<u>Ref.</u>		
Balance December 31, 2013	E		\$ 22,011,751.35
Increased by:			
Bonds Paid from Operating Budget:			
Refunding Bonds	E-30	\$ 71,000.00	
Serial Bonds	E-31	<u>15,000.00</u>	
			<u>86,000.00</u>
Balance December 31, 2014	E		<u>\$ 22,097,751.35</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

DEFERRED RESERVE FOR AMORTIZATION

E-28

	<u>Ordinance</u>		<u>Balance</u>	<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Dec. 31, 2013</u>	<u>Dec. 31, 2014</u>
Various Improvements to the Sewer System	99-01	2-08-99	\$ 12,500.00	\$ 12,500.00
Various Improvements to the Sewer System	99-21	9-13-99	16,000.00	16,000.00
Various Improvements to the Sewer System	04-10	7-26-04	6,000.00	6,000.00
Various Improvements to the Sewer System	06-05	2-13-06	5,000.00	5,000.00
Various Improvements to the Sewer System	08-18	12-29-08	<u>4,500.00</u>	<u>4,500.00</u>
			<u>\$ 44,000.00</u>	<u>\$ 44,000.00</u>
		<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-29

BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Date of Original Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Note Issued</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2014</u>
13-14	12-12-13	12-12-13 12-11-14	12-11-14 12-10-15	0.69% 0.49	\$ 250,000.00	\$ 250,000.00	\$ 250,000.00	\$ 250,000.00
					<u>\$ 250,000.00</u>	<u>\$ 250,000.00</u>	<u>\$ 250,000.00</u>	<u>\$ 250,000.00</u>
				Reference	E	E-6	E-6	E

Acquisition of Various Items of Equipment
for the Water System

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-30

REFUNDING BONDS

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds Outstanding Dec. 31, 2014</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2014</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>				
Sewer Utility Improvements	8-18-09	\$ 760,000.00	1-15-15	\$67,000.00	2.500%			
			1-15-16	80,000.00	2.750			
			1-15-17	75,000.00	3.000			
			1-15-18	75,000.00	3.000			
			1-15-19	75,000.00	4.000			
			1-15-20	55,000.00	3.375			
						<u>\$ 498,000.00</u>	<u>\$ 71,000.00</u>	<u>\$ 427,000.00</u>

Reference

E

E-27

E

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

E-31

SERIAL BONDS

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds</u> <u>Outstanding</u>		<u>Interest</u>	<u>Balance</u>	<u>Decrease</u>	<u>Balance</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>	<u>Rate</u>	<u>Dec. 31, 2013</u>		<u>Dec. 31, 2014</u>
Sewer Utility Improvements	7-15-04	\$ 163,000.00	7-15-15	\$ 15,000.00		\$ 68,000.00	\$ 15,000.00	\$ 53,000.00
			7-15-16	10,000.00				
			7-15-17	15,000.00	3.65%			
			7-15-18	13,000.00				
					<u>Reference</u>	<u>E</u>	<u>E-27</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SEWER UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

E-32

<u>Improvements</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2013</u>	<u>Balance Dec. 31, 2014</u>
Various Sewer Utility Improvements	04-10	\$ 20,000.00	\$ 20,000.00
Various Sewer Utility Improvements	06-05	30,000.00	30,000.00
Various Sewer Utility Acquisitions	08-18	<u>85,500.00</u>	<u>85,500.00</u>
		<u>\$ 135,500.00</u>	<u>\$ 135,500.00</u>
	<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

F-5
Sheet #1

	<u>Ref.</u>	<u>Operating Fund</u>		<u>Capital Fund</u>
Balance (Deficit) December 31, 2013	F	\$ 31,534.43		\$ (196.55)
Increased by Receipts:				
Interest on Investments and				
Deposits	F-3	\$ 67.83		\$
Collector	F-6	183,853.75		
Money Market Account Withdrawals	F-7		7,194.00	
Interfunds Receivable	F-9	69,506.00		
Interfunds Payable	F-16	<u>7,760.00</u>	<u>1,000.80</u>	
		<u>261,187.58</u>		<u>8,194.80</u>
		292,722.01		7,998.25
Decreased by Disbursements:				
Budget Appropriations	F-4	183,866.99		
Money Market Account Deposits	F-7	7,194.00		
Interfunds Receivable	F-9	1,000.00		
Appropriation Reserves	F-12	3,400.00		
Interfunds Payable	F-16	<u> </u>	<u>7,194.00</u>	
		<u>195,460.99</u>		<u>7,194.00</u>
Balance December 31, 2014	F	<u>\$ 97,261.02</u>		<u>\$ 804.25</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATIONS
TREASURER

F-5
Sheet #2

	<u>Operating Fund</u>	<u>Capital Fund</u>
<u>Bank Reconciliation December 31, 2014</u>		
Balance per Statements:		
TD Bank,		
Fairfield, New Jersey:		
Account #3453103734	\$101,461.97	\$
Account #3452885542		<u>804.25</u>
	<u>101,461.97</u>	<u>804.25</u>
 Less: Outstanding Checks	 <u>4,200.95</u>	 <u> </u>
	<u><u>\$ 97,261.02</u></u>	<u><u>\$ 804.25</u></u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CASH RECEIPTS AND DISBURSEMENTS
TAX COLLECTOR

F-6

	<u>Ref.</u>	
Increased by:		
Membership Fees	F-3	\$ 155,605.00
Nonbudget Revenue	F-3	<u>28,248.75</u>
		<u>183,853.75</u>
Decreased by Disbursements:		
Turnover to Treasurer	F-5	<u>183,853.75</u>
		<u>\$ -</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CASH - MONEY MARKET ACCOUNT

F-7

	<u>Ref.</u>	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance December 31, 2013	F	\$ 551.98	\$18,000.00
Increased by:			
Accrued Interest	F-3	18.60	
Deposit	F-5	7,194.00	
		<u>7,764.58</u>	<u>18,000.00</u>
Decreased by:			
Withdrawals	F-5	<u> </u>	<u>7,194.00</u>
Balance December 31, 2014	F	<u>\$7,764.58</u>	<u>\$10,806.00</u>
 <u>Bank Reconciliation December 31, 2014</u>			
Balance per Statement:			
Columbia Bank,			
Fairfield, New Jersey:			
Account #024804493			
		<u>\$7,764.58</u>	<u>\$10,806.00</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

ANALYSIS OF SWIMMING POOL UTILITY CAPITAL CASH AND INVESTMENTS

F-8

	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2013</u>	<u>Receipts Other</u>	<u>Disbursements Improvement Authorizations</u>	<u>Balance Dec. 31, 2014</u>
<u>General Accounts</u>					
Capital Improvement Fund		\$ 3,350.00	\$	\$	\$ 3,350.00
Reserve for Preliminary Study		7,280.80			7,280.80
Due to Swimming Pool Operating Fund		7,194.00	1,000.80	7,194.00	1,000.80
<u>Improvement Authorizations</u>					
Various Pool Improvements and Other Related Expenses	01-12	48,678.68			48,678.68
Various Improvements to the Pool Complex	04-09	(35,993.22)			(35,993.22)
Renovation of Main Filter System	06-18	(12,706.81)			(12,706.81)
		<u>\$ 17,803.45</u>	<u>\$1,000.80</u>	<u>\$ 7,194.00</u>	<u>\$ 11,610.25</u>
<u>Reference</u>		F	F-16	F-14	E

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

INTERFUNDS RECEIVABLE

F-9

Ref.	Total	Swimming Pool Operating Fund			Swimming Pool Capital Fund	Swimming Pool Capital Fund
		Current Fund	General Trust Fund	Swimming Pool Capital Fund		
F	\$69,506.78	\$13,737.63	\$48,575.15	\$7,194.00	\$1,584.98	
F-3	0.80			0.80		
F-5	1,000.00			1,000.00		
	<u>70,507.58</u>	<u>13,737.63</u>	<u>48,575.15</u>	<u>8,194.80</u>	<u>1,584.98</u>	
F-5	69,506.00	13,737.00	48,575.00	7,194.00		
F-16	0.78	0.63	0.15			
	<u>69,506.78</u>	<u>13,737.63</u>	<u>48,575.15</u>	<u>7,194.00</u>		
F	\$ 1,000.80	\$ -	\$ -	\$ 1,000.80	\$ 1,584.98	

Balance December 31, 2013

Increased by:

Interest on Deposits

Advances

Decreased by:

Settlements

Transfer from Interfunds Payable

Balance December 31, 2014

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

FIXED CAPITAL

F-10

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Swimming Pool Facility	<u>\$ 1,548,406.45</u>	<u>\$ 1,548,406.45</u>
<u>Reference</u>	<u>E</u>	<u>E</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

F-11

	<u>Number</u>	<u>Ordinance</u>		<u>Amount</u>	<u>Balance</u>	
		<u>Date</u>			<u>Dec. 31, 2013</u>	<u>Dec. 31, 2014</u>
Various Pool Improvements and Other Related Expenses	01-12	9-10-01		\$175,000.00	\$175,000.00	\$175,000.00
Various Improvements to the Pool Complex	04-09	7-26-04		73,000.00	73,000.00	73,000.00
Renovation of Main Filter System	06-18	8-28-06		126,000.00	126,000.00	126,000.00
					<u>\$374,000.00</u>	<u>\$374,000.00</u>

Reference

F

F

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

APPROPRIATION RESERVES

F-12

	<u>Balance</u> <u>Dec. 31, 2013</u> <u>Unencumbered</u>	<u>Expended</u>	<u>Balance</u> <u>Lapsed</u>
<u>Operating</u>			
Salaries and Wages	\$ 4,035.19	\$	\$ 4,035.19
Other Expenses	12,283.88		12,283.88
Financial Administration:			
Other Expenses	<u>3,400.00</u>	<u>3,400.00</u>	<u> </u>
	<u>19,719.07</u>	<u>3,400.00</u>	<u>16,319.07</u>
 <u>Statutory Expenditures</u>			
Contributions to:			
Social Security System (OASI)	7,500.00		7,500.00
Unemployment Compensation Insurance	<u>500.00</u>	<u> </u>	<u>500.00</u>
	<u>\$ 27,719.07</u>	<u>\$3,400.00</u>	<u>\$24,319.07</u>
<u>Reference</u>	<u>F</u>	<u>F-5</u>	<u>F-1</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

ACCRUED INTEREST ON BONDS

F-13

	<u>Ref.</u>	
Balance December 31, 2013	F	\$2,015.84
Increased by:		
Budget Appropriation	F-4	<u>4,275.00</u>
		6,290.84
Decreased by:		
Payments	F-16	<u>4,658.61</u>
Balance December 31, 2014	F	<u><u>\$1,632.23</u></u>

Analysis of Balance

<u>Bonds</u> <u>Outstanding</u> <u>Dec. 31, 2014</u>	<u>Interest</u> <u>Rate</u>	<u>Accrued</u>		<u>Period</u>	<u>Amount</u>
		<u>From</u>	<u>To</u>		
\$77,000.00	3.650%	7-15-14	12-31-14	5 1/2 Months	\$1,272.23
48,000.00	2.000%	8-23-14	12-31-14	4 1/2 Months	<u>360.00</u>
					<u><u>\$1,632.23</u></u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

F-14

IMPROVEMENT AUTHORIZATIONS

	<u>Number</u>	<u>Ordinance Date</u>	<u>Amount</u>	<u>Balance Dec. 31, 2013</u>		<u>Balance Dec. 31, 2014</u>	
				<u>Funded</u>	<u>Unfunded</u>	<u>Funded</u>	<u>Unfunded</u>
General Improvements							
Various Pool Improvements and Other Related Expenses	01-12	9-10-01	\$ 175,000.00	\$ 48,678.68	\$	\$ 48,678.68	\$
Various Improvements to the Pool Complex	04-09	7-26-04	73,000.00		37,006.78		37,006.78
Renovation of Main Filter System	06-18	8-28-06	126,000.00		32,293.19		32,293.19
				<u>\$ 48,678.68</u>	<u>\$ 69,299.97</u>	<u>\$ 48,678.68</u>	<u>\$ 69,299.97</u>
			<u>Reference</u>	<u>F</u>	<u>F</u>	<u>F</u>	<u>F</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

CAPITAL IMPROVEMENT FUND

F-15

	<u>Ref.</u>	
Balance December 31, 2013	F	<u>\$3,350.00</u>
Balance December 31, 2014	F	<u><u>\$3,350.00</u></u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

INTERFUNDS PAYABLE

F-16

Ref.	Swimming Pool Operating Fund					Swimming Pool Operating Fund
	Total	Current Fund	General Trust Fund	Water Operating Fund	Sewer Operating Fund	\$
Balance December 31, 2013	\$ 895.00	\$	\$	\$ 126.00	\$ 769.00	\$ 7,194.00
Increased by:						
Pool Operating Expenditure Paid by						
Current Fund in Error	2,500.00	2,500.00				0.80
Interest on Deposits						
Deposits in Pool Operating Fund in Error	7,760.00		7,760.00			1,000.00
Advances						
Accrued Interest on Bonds Paid by						
Current Fund in Error	4,658.61	4,658.61				8,194.80
	15,813.61	7,158.61	7,760.00	126.00	769.00	8,194.80
Decreased by:						
Settlement	0.78	0.63	0.15			7,194.00
Transfer from Interfunds Receivable	0.78	0.63	0.15			7,194.00
Balance December 31, 2014	\$ 15,812.83	\$ 7,157.98	\$ 7,759.85	\$ 126.00	\$ 769.00	\$ 1,000.80

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

RESERVE FOR PRELIMINARY STUDY

F-17

	<u>Ref.</u>	
Balance December 31, 2013	F	<u>\$ 7,280.80</u>
Balance December 31, 2014	F	<u>\$ 7,280.80</u>

RESERVE FOR AMORTIZATION

F-18

	<u>Ref.</u>	
Balance December 31, 2013	F	\$1,626,406.45
Increased by:		
Serial Bonds Paid from Operating Budget	F-20	<u>30,000.00</u>
Balance December 31, 2014	F	<u>\$1,656,406.45</u>

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

DEFERRED RESERVE FOR AMORTIZATION

F-19

	<u>Ordinance</u>		<u>Balance</u>	<u>Balance</u>
	<u>Number</u>	<u>Date</u>	<u>Dec. 31, 2013</u>	<u>Dec. 31, 2014</u>
Renovation of Main Filter System	06-18	8-28-06	<u>\$ 23,000.00</u>	<u>\$ 23,000.00</u>
		<u>Reference</u>	F	E

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

F-20

SERIAL BONDS

<u>Purpose</u>	<u>Original Issue</u>		<u>Maturities of Bonds Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Paid</u>	<u>Balance Dec. 31, 2014</u>
	<u>Date</u>	<u>Amount</u>	<u>Date</u>	<u>Amount</u>				
Swimming Pool Bonds	7-15-04	\$ 257,000.00	7-15-15/17	\$ 20,000.00	3.65%	\$ 97,000.00	\$ 20,000.00	\$ 77,000.00
			7-15-18	17,000.00				
Swimming Pool Bonds	8-20-13	58,000.00	8-15-15/18	10,000.00	4.05 1.75	58,000.00	10,000.00	48,000.00
			8-15-19	8,000.00				
						<u>\$155,000.00</u>	<u>\$30,000.00</u>	<u>\$125,000.00</u>

Reference

F

F-19

F

TOWNSHIP OF FAIRFIELD
SWIMMING POOL UTILITY

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

F-21

<u>Improvements</u>	<u>Ordinance Number</u>	<u>Balance Dec. 31, 2013</u>	<u>Balance Dec. 31, 2014</u>
Various Improvements to the Pool Complex	04-09	\$ 73,000.00	\$ 73,000.00
Main Filter System Renovation	06-18	<u>45,000.00</u>	<u>45,000.00</u>
		<u>\$ 118,000.00</u>	<u>\$ 118,000.00</u>
	<u>Reference</u>	<u>F</u>	<u>F</u>

TOWNSHIP OF FAIRFIELD
PUBLIC ASSISTANCE TRUST FUND

CASH RECEIPTS, DISBURSEMENTS AND RECONCILIATION

G-1

	<u>Ref.</u>	<u>Trust Fund Account #1</u>
Balance December 31, 2013	G	\$1,180.06
Increased by:		
Interest on Deposits	G-2	<u>0.12</u>
Balance December 31, 2014	G	<u>\$1,180.18</u>
 <u>Bank Reconciliation December 31, 2014</u>		
Balance per Statement:		
PNC Bank,		
Fairfield, New Jersey:		
Account #81-0028-9493		
		<u>\$1,180.18</u>

TOWNSHIP OF FAIRFIELD
PUBLIC ASSISTANCE TRUST FUND

RESERVE FOR PUBLIC ASSISTANCE EXPENDITURES

G-2

	<u>Ref.</u>	<u>Trust Fund Account #1</u>
Balance December 31, 2013	G	\$1,180.06
Increased by:		
Interest on Deposits	G-1	<u>0.12</u>
Balance December 31, 2014	G	<u>\$1,180.18</u>

PART II
REPORT ON INTERNAL CONTROL
ROSTER OF OFFICIALS
LETTER OF TRANSMITTAL, COMMENTS AND RECOMMENDATIONS
(MANAGEMENT LETTER)
YEAR ENDED DECEMBER 31, 2014

SAMUEL KLEIN AND COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

550 BROAD STREET, 11TH FLOOR
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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 Township Council
Township of Fairfield
Fairfield, New Jersey 07004

We have audited the financial statements - regulatory basis of the various funds of the Township of Fairfield, in the County of Essex, as of and for the years ended December 31, 2014 and 2013, and the related notes to the financial statements - regulatory basis and have issued our report thereon dated October 2, 2015. These financial statements - regulatory basis have been prepared in conformity with accounting principles prescribed by 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. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements - regulatory basis are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted certain matters that we reported to management in the comments and recommendations section of this report.

Purpose of this Report

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


SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS


JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
October 2, 2015

**ROSTER OF OFFICIALS AND CERTAIN EMPLOYEES
AND REPORT ON SURETY BONDS FOR THE YEAR 2014**

<u>Name</u>	<u>Title</u>	<u>Amount of Bonds</u>
James Gasparini	Mayor	\$
John LaForgia	Council President	
Joseph Cifelli	Councilperson	
Michael McGlynn	Councilperson	
Thomas Morgan	Councilperson	
Joseph Catenaro	Business Administrator	
J. John McCluskey	Chief Financial Officer Tax Collector	1,000,000.00 1,000,000.00
Denise D. Cafone	Municipal Clerk	
Dennis M. Galvin	Township Attorney	
Frank Pomaco	Municipal Court Judge	1,000,000.00
Maria Cappa-Foschini	Municipal Court Administrator	
Anthony G. Manna	Officer in Charge from May 12, 2014	
Charles Voelker	Police Chief to July 1, 2014	
Michael Leposky	Tax Assessor	
Lawrence Gonnello	Township Engineer	
Philip Cheff	Construction Code Official	
Anthony Pompei	Recreation Director	

The above surety coverage is provided by the Suburban Essex Joint Insurance Fund and is subject to a \$1,000.00 deductible.

An employee dishonesty and faithful performance bond issued through the Suburban Essex Joint Insurance Fund, in the amount of \$50,000.00 with excess coverage of \$950,000.00, covers all employees except those required to file statutory bonds.

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The Honorable Mayor and Members
of the Township Council
Township of Fairfield
Fairfield, New Jersey 07004

Gentlemen:

We have audited the regulatory basis financial statements and supplemental schedules and data of the

TOWNSHIP OF FAIRFIELD

COUNTY OF ESSEX

for the years ended December 31, 2014 and December 31, 2013 and have issued our report thereon. As part of our audit, we reviewed and tested the municipality's system of internal accounting control to the extent we considered necessary to evaluate the system as required by auditing standards generally accepted in the United States of America; by the Division of Local Government Services of the Department of Community Affairs, State of New Jersey; by the *Government Auditing Standards* issued by the U.S. General Accounting Office; and by the provisions of the "Single Audit Act of 1984". Compliance requirements were also reviewed in accordance with the requirements of the aforementioned standards and guidelines or, where applicable, the terms and conditions of particular grant agreements and as approved by the Cognizant Audit Agency.

Our comments with respect to the audit, internal control, and any error, omission, irregularity, violation of law, discrepancy or other nonconformity to the law or regulation found during the audit are herewith set forth.

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

N.J.S.A. 40A:11-4a states "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder."

It is pointed out that the Township Council has the responsibility of determining whether the expenditures in any category will exceed the threshold set for the fiscal year and, where question arises as to whether any contract or agreement might result in violation of the statute, the opinion of the Township Attorney should be sought before a commitment is made.

The statutory bidding threshold for the period of January 1, 2014 through December 31, 2014 is \$26,000.00.

P.L. 2005, Chapter 51 and N.J.S.A. 19:44A-20.5, known as the "Pay-to-Play Law", however, provides that a municipality is prohibited from executing any contract in excess of \$17,500.00, on or after January 1, 2006, to a business entity that made certain reportable contributions to any municipal committee of a political party if a member of that party is in office as a member of the governing body of the municipality when the contract is awarded unless proposals or qualifications are solicited through a fair and open process.

It is further noted that contracts between \$17,500.00 and the municipal bidding threshold, known as "window contracts", can be issued by resolution of the governing body without competitive bidding if a non-fair and open process is implemented which prohibits reportable contributions by the business entity.

The minutes indicate that bids were requested by public advertising for the following items:

Service and Construction Contracts:

- Hollywood Avenue Park Chain Link Fencing
- Roof Replacement at the Council Chambers
- 2014 Road Resurfacing Program
- Mill Street Water Storage Tank Rehabilitation
- Watercourse Cleaning and Desnagging of Gloria Lane
- Construction of Hollywood Park Recreation Center

Vehicles and Equipment:

- Service Vehicle for the Departments of Public Works and Sewer
- Activity Bus
- SUV for the Building Department

Inasmuch as the system of records did not provide an accumulation of payments for categories of materials and supplies or related work or labor, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S. 19:44A-20.5.

Collection of Interest on Delinquent Taxes, Assessments, Water and Sewer Billings

N.J.S. 53:4-67, as amended, provides the method for authorizing interest and the maximum rate to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

The Governing Body adopted the following resolution on January 6, 2014, authorizing interest to be charged on delinquent payments:

WHEREAS, N.J.S.A. 54:4-66 provides that taxes are payable in quarterly installments, February 1st, May 1st, August 1st and November 1st in each year, and

WHEREAS, N.J.S.A. 54:4-67 authorizes municipalities to provide a grace period not exceeding ten days without additional charge for interest.

NOW, THEREFORE BE IT RESOLVED, by the Mayor and Council of the Township of Fairfield that no interest shall be charged if any installment of taxes is made within the tenth calendar day following the date on which the same becomes payable, but when an installment is received after the expiration of the grace period, the delinquent balance shall bear interest from the due date at a rate of 8% per annum on that portion of the delinquency which is less than or equal to \$1,500.00 and 18% per annum on that portion of the delinquency which is in excess of \$1,500.00.

It is further noted that on January 6, 2014, the Township of Fairfield adopted the following resolution on delinquent taxes, in accordance with the provisions of Ch. 75, P.L. 1991, establishing certain interest penalties. This resolution reads as follows:

WHEREAS, by virtue of Chapter 75, Laws of 1991 the Township of Fairfield is permitted to charge 6% penalty against delinquent taxes and other municipal charges totaling in excess of \$10,000.00, if the taxpayer fails to pay that delinquency prior to the end of the calendar year.

NOW, THEREFORE BE IT RESOLVED, by the Mayor and Council of the Township of Fairfield, that the Municipal Tax Collector be and is hereby authorized to charge late charges on delinquent taxes and other municipal charges pursuant to Chapter 75, Laws of 1991.

Interest on delinquent assessments was authorized at 8% by resolutions adopted by the Township Council.

Our test of the Collector's records indicated that interest on delinquent taxes was generally collected in accordance with the provisions of the foregoing resolution.

Interest on Delinquent Water and Sewer Charges

The Governing Body on March 11, 2002 adopted Ordinance Number 2002-05 authorizing interest to be charged on delinquent water and sewer charges. This ordinance reads as follows:

In the event that a bill is not paid within thirty (30) days of the date of issuance, interest shall accrue on the unpaid balance, at the maximum rate allowed pursuant to N.J.S.A. 40:14B-41, that being at a rate of one and one half percent (1.5%) per month until the date on which such charge, and the interest thereon, shall be fully paid to the Township.

Our test of the Collector's records indicated that interest on delinquent water and sewer charges were generally collected in accordance with the provisions of the foregoing ordinance.

Delinquent Taxes

Delinquent taxes, in the sum of \$16,376.06, exclusive of 2014, is summarized as follows:

<u>Year</u>	<u>Amount</u>
2013	<u>\$ 16,376.06</u>

A tax sale was held on December 10, 2014 and was complete.

Tax Title Liens

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

<u>Year</u>	<u>Number</u>	<u>Amount</u>
2014	31	\$1,217,231.70
2013	31	1,855,435.04
2012	33	1,829,829.43

Tax Title Lien Redemption Account

A detailed list supporting the cash balance for the tax title lien redemptions was not available for audit.

It is recommended that a detailed list supporting the cash balance for the tax title lien redemption account be prepared.

Verification of Delinquent Taxes and Other Charges

A test verification of unpaid charges and current payments, in accordance with the regulations of the Division of Local Government Services, consisted of notices as follows:

<u>Type</u>	<u>Number of Notices</u>
Payment of 2014 Taxes and 2015 Taxes	100
Payment of Water and Sewer Rents	100
Delinquent Taxes	10
Tax Title Liens	2
Assessments	5
Unpaid Water and Sewer Utility Charges	<u>20</u>
	<u>237</u>

There were no exceptions developed in connection with our examination.

Revenue Collections

Police Department:

Revenue collections were not turned over to the Tax Collector within 48 hours of receipt in accordance with the provisions of N.J.S.A. 40A:5-15.

Fees charged for fingerprints of canvassers and solicitors and applicants for gun permits were not in agreement with the Township ordinance, detailed as follows:

Fee per Ordinance	\$10.00
Fees Charged	2.00

Swimming Pool Utility:

Revenue collections were not deposited within 48 hours of receipt in accordance with the provisions of N.J.S.A. 40A:5-15.

The following recommendation is noted:

That departmental revenue collections for the Police Department and Swimming Pool Utility be turned over to the Tax Collector within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15 and that certain departmental revenue collections be in agreement with ordinances adopted by the Township Council.

Federal and State Grant Fund

As reflected on Exhibits A-18 and A-28 herein, various grants have not been realized or expended for several years.

It is recommended that certain grants be reviewed and appropriate action taken as to their disposition.

Other Deposits

The following deposits have remained unchanged for several years:

Maintenance and Performance Deposits	\$ 31,738.85
Van Ness Improvements	1,566.70
Detention Basin	80,500.00

It is recommended that certain other deposits be reviewed and appropriate action be taken.

Other Post-Employment Benefits

Local Finance Notices 2007-15 and 2009-13 require local units that provide non-pension benefits to retired employees, such as health insurance coverage, prescription or other benefits, to disclose the annual payment for currently retired employees and future cost for those employees in the Notes to the Financial Statements.

Those municipalities that are not members of the State Health Benefits Plan or other cost sharing plans must obtain an actuarially calculated post-employment benefit on a periodic basis for inclusion in the Notes to the Financial Statements.

The Township of Fairfield maintains private health coverage and provides certain retired employees with post-employment benefits which require appropriate disclosure in the Notes to the Financial Statements in accordance with regulations promulgated by the Local Finance Board.

To date, the aforementioned post-employment costs for the Township of Fairfield have not been determined, resulting in our inability to include this information in the Notes to the Financial Statements.

It is recommended that an actuarial study be prepared to determine certain post-employment benefits in accordance with regulations promulgated by the Local Finance Board.

Municipal Excess Liability Joint Insurance Fund

A general liability claim against the Township of Fairfield was settled in the year 2012 for the sum of \$1,425,000.00. Liability coverage for the Township was provided by the Municipal Excess Liability Joint Insurance Fund (MEL). An agreement was entered into with the MEL whereby the MEL would pay the entire settlement costs and the Township would reimburse the MEL 50% of these costs over a ten year period.

The agreement provides that payments of \$71,250.00 would commence on January 1, 2013 and each January thereafter through January 2023. It should be noted that this period of time is an eleven year period as opposed to ten.

In addition, our review of the financial records, with respect to the required installments, noted that the payment for the second installment was the sum of \$72,250.00 as opposed to \$71,250.00.

The following recommendation is noted:

That the Repayment Agreement entered into with the Municipal Excess Liability Joint Insurance Fund be amended to reflect the proper installment period and that effort be made to recover certain excess payments paid to the Municipal Excess Liability Joint Insurance Fund.

Payroll Fund

During 2011, the Township of Fairfield contracted with ADS to be the third party payroll service provider. ADS has the authority to withdraw funds from Township accounts and transfer these funds to their own accounts for the purpose of the payment to certain agencies with regard to payroll deductions.

An audit of the service provider's payroll account was not provided to the Township nor did our staff prepare such an audit. We did review certain records provided to the Township. It should be noted however, that we could not verify required payments of Federal and State agencies made by the service provider.

The Local Finance Board has adopted rules and regulations regarding third-party payroll vendors which are summarized in N.J.A.C. 5:30-17 and further provides authority for local governments to hire payroll service vendors to disburse funds to payroll agencies on behalf of the local unit.

In addition, Local Finance Notice 2009-18 has offered additional safeguards with respect to third-party payroll services.

Other payroll comments are as follows:

The Payroll Account bank reconciliation, as prepared by ADS, reflects a balance of \$29,617.90 as of December 31, 2014.

There remains an unidentified balance in the sum of \$14,309.23 in the Payroll Agency bank account as of December 31, 2014.

It is recommended that the balance in the Payroll Agency account be reviewed for proper disposition.

Municipal Court

The following summary of receipts and disbursements, comprising a segment of the "Report of the Municipal Court for 2014", which is filed under a separate cover with the New Jersey Administrative Office of the Courts, the Division of Local Government Services, the Municipal Court and the Township Clerk, is presented herewith for information purposes:

	Balance <u>Dec. 31, 2013</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>Dec. 31, 2014</u>
Municipal Treasurer	\$ 22,465.79	\$ 276,502.11	\$ 263,844.04	\$ 35,123.86
County Treasurer	38,770.10	80,578.95	79,201.95	40,147.10
State Treasurer	15,531.82	264,948.12	256,266.20	24,213.74
Cash Bail	2,353.49	98,449.11	96,720.50	4,082.10
Miscellaneous	<u>(21,828.07)</u>	<u>13,369.17</u>	<u>9,422.00</u>	<u>(17,880.90)</u>
	<u>\$ 57,293.13</u>	<u>\$ 733,847.46</u>	<u>\$ 705,454.69</u>	<u>\$ 85,685.90</u>

Comments and resultant recommendations relating to the Municipal Court are detailed as follows:

The following is a summary of checks which have been outstanding in excess of one year:

	Number of <u>Checks</u>	<u>Amount</u>
Traffic	12	\$ 8,941.63
Criminal	10	610.00
Bail	45	10,986.00

A detail of the above checks was given to the Court Administrator for her review.

A listing of outstanding bail was not in agreement with the cash balance as of December 31, 2014, detailed as follows:

Balance per Listing	\$ 10,035.00
Cash Book	<u>4,082.10</u>
Deficit	<u>\$ 5,952.90</u>

Fees collected for motor vehicle fines due to the County of Essex in the amount of \$29,206.60 were inadvertently deposited to the General Trust Fund. As of the date of this report, these funds have not been paid to the County of Essex.

General Account payments are not made before the 15th of the month.

Certain year end balances were not in agreement with payments made in January 2015, as detailed in the following schedule:

<u>Agency</u>	<u>Balance Dec. 31, 2014</u>	<u>Jan. 2015 Payment</u>	<u>Excess (Deficit)</u>
State of New Jersey	\$24,213.74	\$24,022.22	\$ 191.52
County of Essex	40,147.10	7,095.00	33,052.10
Municipality	35,123.86	32,371.89	2,751.97

Bail receipt numbers, as recorded in the Bail log and Bail cash book, were not in agreement on a number of occasions.

The December 2014 Monthly Management Report was examined and the following items were noted:

All tickets that have been assigned must be issued within six months. The Tickets Assigned Not Issued Report indicated that 1,802 tickets were not issued within six months.

The Tickets Issued but Not Assigned Report indicated that 429 tickets were issued but not assigned.

The General and Bail revenue collections were not deposited within 48 hours of receipt in accordance with the provisions of N.J.S.A. 40A:5-15.

Our examination of the ticket inventory revealed the following exceptions:

Ticket books were not distributed in numerical order.

On several occasions police officers did not sign out ticket books.

The following recommendations with respect to the Municipal Court are noted as follows:

That certain outstanding checks be reviewed and appropriate action taken.

That the listing of cash bail on hand be reconciled to the amount of cash on deposit and more care be exercised in the recording and handling of the cash bail collections.

That certain monies due to the County of Essex be reviewed and appropriate action taken.

That month end liabilities be paid before the 15th of the following month.

That year end balances be in agreement with payments made in January 2015.

That Bail receipt numbers as recorded in the Bail log and Bail cash book be in agreement.

That Tickets Assigned but Not Issued in excess of six months be reviewed for proper disposition.

That follow-up procedures be implemented for tickets whether issued or assigned.

That General and Bail revenue collections be deposited within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15.

That all ticket books be distributed in numerical order.

That Police Officers sign out ticket books on a consistent basis.

Capital Fixed Assets

The Division of Local Government Services in the Department of Community Affairs of the State of New Jersey requires all municipalities in the State to establish and maintain sets of accounts and inventories reflecting costs or other valuations of all of its fixed assets, including land, buildings, improvements, machinery, furniture and equipment. Such accounts, to be included under "Capital Fixed Assets", would insure complete fiscal reliability of records, establish a basis for claims of losses and other insurance purposes, augment protective measures against the misuse or theft of property and furnish data on aging, anticipated life and other information on assets. Failure to maintain capital fixed asset records could jeopardize the Township's eligibility for future Federal and State Grants.

Although an inventory of movable fixed assets was prepared, it has not been updated for certain items of equipment.

It is recommended that the records of the Capital Fixed Assets be updated and maintained on a current basis.

Corrective Action Plan

In accordance with regulations promulgated by the Single Audit Act and the Division of Local Government Services, all municipalities are required to prepare and submit to the Division of Local Government Services, a Corrective Action Plan with regard to audit deficiencies. This plan must be approved by resolution of the Governing Body and submitted within 60 days from the date the audit is received.

A Corrective Action Plan was prepared by the Chief Financial Officer, approved by resolution of the Governing Body and submitted to the Division of Local Government Services.

Status of Prior Years' Audit Recommendations

A review was performed on all prior years' audit recommendations and corrective action was taken on all with the exception of those recommendations marked with an asterisk.

Miscellaneous

A report summarizing collections of Dog License Fees and remittances of State Registration Fees has been prepared and filed with the New Jersey Department of Health and the Division of Local Government Services.

Revenue and receipts were established and verified as to source and amount only insofar as the local records permitted.

In verifying expenditures, computations were tested on claims approved and paid. No attempt was made in this connection to establish proof of rendition, character or extent of services, nor quantities, nature, propriety of prices or receipt of materials, these elements being left necessarily to internal review in connection with approval of claims.

Individual payments of the Local School District and Regional High School taxes for the year 2014 were confirmed as received by the Secretaries of the respective Boards of Education.

Change Funds were verified by physical counts during the course of audit.

All sums of outstanding checks shown in cash reconciliations herein are in agreement with the records of the Treasurer.

An exit conference was held with the Township Administrator and Chief Financial Officer.

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

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

RECOMMENDATIONS

	<u>Page Number</u>
 <u>General</u>	
*That a detailed list supporting the cash balance for the tax title lien redemption account be prepared.	215
*That departmental revenue collections for the Police Department and Swimming Pool Utility be turned over to the Tax Collector within 48 hours in accordance with the provisions of N.J.S.A. 40A:5-15 and that certain departmental revenue collections be in agreement with ordinances adopted by the Township Council.	216
*That certain grants be reviewed and appropriate action taken as to their disposition.	216
*That certain other deposits be reviewed and appropriate action be taken.	216
*That an actuarial study be prepared to determine certain post-employment benefits in accordance with regulations promulgated by the Local Finance Board.	216
That the Repayment Agreement entered into with the Municipal Excess Liability Joint Insurance Fund be amended to reflect the proper installment period and that effort be made to recover certain excess payments paid to the Municipal Excess Liability Joint Insurance Fund.	217
*That the balance in the Payroll Agency account be reviewed for proper disposition.	217
 <u>Municipal Court</u>	
*That certain outstanding checks be reviewed and appropriate action taken.	219
*That the listing of cash bail on hand be reconciled to the amount of cash on deposit and more care be exercised in the recording and handling of the cash bail collections.	219
*That certain monies due to the County of Essex be reviewed and appropriate action taken.	219
*That month end liabilities be paid before the 15 th of the following month.	219
*That year end balances be in agreement with payments made in January 2015.	219
*That Bail receipt numbers as recorded in the Bail log and Bail cash book be in agreement.	219
*That Tickets Assigned but Not Issued in excess of six months be reviewed for proper disposition.	219
*That follow-up procedures be implemented for tickets whether issued or assigned.	219
That General and Bail revenue collections be deposited within 48 hours in accordance with the provisions of N.J.S.A. 40:5-15.	219

RECOMMENDATIONS
(Continued)

	<u>Page Number</u>
<u>Municipal Court (Continued)</u>	
That all ticket books be distributed in numerical order.	219
That Police Officers sign out ticket books on a consistent basis.	219
<u>Capital Fixed Assets</u>	
*That the records of the Capital Fixed Assets be updated and maintained on a current basis.	219

* * *

*Repeated from the previous year.

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

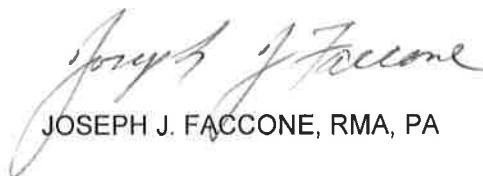
We shall be pleased to confer on any questions that might arise with respect to any matters in this report and to assist in the implementation of recommendations.

We desire to express our appreciation for the assistance and courtesies rendered by the Township officials and employees during the course of the audit.

Respectfully submitted,

A handwritten signature in cursive script that reads "Samuel Klein and Company".

SAMUEL KLEIN AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

A handwritten signature in cursive script that reads "Joseph J. Faccione".

JOSEPH J. FACCONI, RMA, PA

Newark, New Jersey
October 2, 2015

