

**TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY**

**REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2014**

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

TABLE OF CONTENTS

FOR THE YEAR ENDED DECEMBER 31, 2014

<u>PART I</u>	<u>Page</u>
Independent Auditors' Report	1-3
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	4-5
<u>CURRENT FUND</u>	<u>Exhibit</u>
Comparative Balance Sheet - Regulatory Basis	A
Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis	A-1
Statement of Revenues - Regulatory Basis	A-2
Statement of Expenditures - Regulatory Basis	A-3
<u>TRUST FUND</u>	
Comparative Balance Sheet - Regulatory Basis	B
<u>GENERAL CAPITAL FUND</u>	
Comparative Balance Sheet - Regulatory Basis	C
Statement of Fund Balance - Regulatory Basis	C-1
<u>SEWER UTILITY FUND</u>	
Comparative Balance Sheet - Regulatory Basis	D
Comparative Statement of Operations and Change in Operating Fund Balance - Regulatory Basis	D-1
Statement of Capital Fund Balance - Regulatory Basis	D-2
Statement of Revenues - Regulatory Basis	D-3
Statement of Expenditures - Regulatory Basis	D-4
<u>MARINA UTILITY FUND</u>	
Comparative Balance Sheet - Regulatory Basis	E
Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis	E-1
Statement of Capital Fund Balance - Regulatory Basis	E-2
Statement of Revenues - Regulatory Basis	E-3
Statement of Expenditures - Regulatory Basis	E-4

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

TABLE OF CONTENTS (Continued)

	<u>Exhibit</u>
<u>LOAN AND GRANT FUND</u>	
Comparative Balance Sheet - Regulatory Basis	F
<u>PUBLIC ASSISTANCE FUND</u>	
Comparative Balance Sheet - Regulatory Basis	G
<u>PAYROLL FUND</u>	
Comparative Balance Sheet - Regulatory Basis	H
<u>GENERAL FIXED ASSET ACCOUNT GROUP</u>	
Comparative Statement of General Fixed Assets - Regulatory Basis	I
	<u>Page</u>
<u>NOTES TO FINANCIAL STATEMENTS</u>	6-33
<u>CURRENT FUND</u>	<u>Exhibit</u>
Schedule of Cash - Treasurer	A-4
Schedule of Cash - Collector	A-5
Schedule of Due to State - P.L. 1971, C.20	A-6
Schedule of Mortgage Receivable	A-7
Schedule of Taxes Receivable and Analysis of Property Tax Levy	A-8
Schedule of Tax Title Liens	A-9
Schedule of Property Acquired for Taxes (at Assessed Valuation)	A-10
Schedule of Revenue Accounts Receivable	A-11
Schedule of Abating Costs and Abating Liens Receivable	A-12
Schedule of Interfunds Receivable/(Payable)	A-13
Schedule of Accounts Payable	A-14
Schedule of Appropriation Reserves	A-15
Schedule of Reserve for Encumbrances	A-16
Schedule of Tax Overpayments	A-17
Schedule of Prepaid Taxes	A-18
Schedule of Fire Districts' Taxes Payable	A-19
Schedule of County Taxes Payable	A-20
Schedule of Local School District Taxes Payable	A-21
Schedule of Due to State Agencies	A-22

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

TABLE OF CONTENTS (Continued)

Exhibit

CURRENT FUND (continued)

Schedule of Various Reserves	A-23
Federal and State Grant Fund - Schedule of Interfund - Current Fund	A-24
Federal and State Grant Fund - Schedule of Grants Receivable	A-25
Federal and State Grant Fund - Schedule of Appropriated Reserves	A-26
Federal and State Grant Fund - Schedule of Unappropriated Reserves	A-27
Schedule of Deferred Charges - N.J.S. 40A:4-55 Special Emergency	A-28
Schedule of Special Emergency Notes Payable	A-29
Schedule of Reserve for FEMA Reimbursement - Hurricane Sandy	A-30

TRUST FUND

Schedule of Cash - Treasurer	B-1
Schedule of Reserve for Animal Control Fund Expenditures - Animal Control Trust Fund	B-2
Schedule of Due to State of New Jersey - Animal Control Trust Fund	B-3
Schedule of Interfund - Current Fund - Trust Other Fund	B-4
Schedule of Reserve for Escrow Funds - Trust Other Fund	B-5
Schedule of Various Reserves - Trust Other Fund	B-6
Schedule of Reserve for Encumbrances - Trust Other Fund	B-7
Schedule of Reserve for Encumbrances - Animal Control Trust Fund	B-8

GENERAL CAPITAL FUND

Schedule of Cash	C-2
Analysis of General Capital Cash	C-3
Schedule of Interfund - Marina Capital Fund	C-4
Schedule of Grants and Other Receivables	C-5
Schedule of Deferred Charges to Future Taxation - Funded	C-6
Schedule of Deferred Charges to Future Taxation - Unfunded	C-7
Schedule of Improvement Authorizations	C-8
Schedule of Capital Improvement Fund	C-9
Schedule of Interfund - Current Fund	C-10
Schedule of Reserve for Encumbrances	C-11
Schedule of Green Trust Loans Payable	C-12
Schedule of General Serial Bonds	C-13
Schedule of Bond Anticipation Notes	C-14
Schedule of Various Reserves	C-15
Schedule of Interlocal Receivable	C-16
Schedule of Reserve for Interlocal Receivable	C-17
Schedule of Bonds and Notes Authorized But Not Issued	C-18

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

TABLE OF CONTENTS (Continued)

	<u>Exhibit</u>
<u>SEWER UTILITY FUND</u>	
Schedule of Cash	D-5
Analysis of Sewer Utility Capital Cash	D-6
Schedule of Deferred Charges - Special Emergency Authorization	D-7
Schedule of Consumer Accounts Receivable	D-8
Schedule of Sewer Liens Receivable	D-9
Schedule of Fixed Capital	D-10
Schedule of Fixed Capital Authorized and Uncompleted	D-11
Schedule of Appropriation Reserves	D-12
Schedule of Reserve for Sewer Operating Encumbrances	D-13
Schedule of Customer Overpayments	D-14
Schedule of Due from General Capital - Sewer Utility Capital Fund	D-15
Schedule of Accrued Interest on Bonds, Notes and Loans	D-16
Schedule of Sewer Utility Serial Bonds	D-17
Schedule of Reserve for Sewer Capital Encumbrances	D-18
Schedule of Improvement Authorizations	D-19
Schedule of Capital Improvement Fund	D-20
Schedule of Reserve for Amortization	D-21
Schedule of Deferred Reserve for Amortization	D-22
Schedule of Loans Payable	D-23
Schedule of Bond Anticipation Notes	D-24
Schedule of OGSA Obligation Receivable	D-25
Schedule of Emergency Notes Payable	D-26
Schedule of Accounts Payable	D-27
Schedule of Bonds and Notes Authorized But Not Issued	D-28
<u>MARINA UTILITY FUND</u>	
Schedule of Cash	E-5
Analysis of Marina Utility Capital Cash	E-6
Schedule of Deferred Charges - N.J.S. 40A:4-55 Special Emergency	E-7
Schedule of Fixed Capital	E-8
Schedule of Fixed Capital Authorized and Uncompleted	E-9
Schedule of Appropriation Reserves	E-10
Schedule of Reserve for Encumbrances	E-11
Schedule of Accounts Payable	E-12
Schedule of Accrued Interest on Bonds and Notes	E-13
Schedule of Marina Utility Serial Bonds	E-14
Schedule of Marina Utility Bond Anticipation Notes	E-15
Schedule of Improvement Authorizations	E-16
Schedule of Capital Improvement Fund	E-17

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

TABLE OF CONTENTS (Continued)

	<u>Exhibit</u>
<u>MARINA UTILITY FUND (continued)</u>	
Schedule of Interfund - General Capital Fund - Marina Utility Capital Fund	E-18
Schedule of Reserve for Amortization	E-19
Schedule of Deferred Reserve for Amortization	E-20
Schedule of Grants Receivable - Marina Utility Capital Fund	E-21
Schedule of Special Emergency Notes Payable	E-22
Schedule of Reserve for Reconstruction	E-23
Schedule of Interfund – Marina Operating Fund – Marina Utility Fund	E-24
Schedule of Bonds and Notes Authorized But Not Issued	E-25
 <u>LOAN AND GRANT FUND</u>	
Schedule of Cash - Treasurer	F-1
Schedule of Reciprocal Loans Receivable	F-2
Schedule of Facade Improvement Loans Receivable	F-3
Schedule of Reserve for Loan and Grant Fund Expenditures	F-4
 <u>GENERAL FIXED ASSET ACCOUNT GROUP</u>	
Schedule of Investments in General Fixed Assets	I-1
 <u>SUPPLEMENTARY DATA</u>	
Comparative Schedule of Tax Rate Information (Excluding Fire District Tax)	34
Comparison of Tax Levies and Collection Currently	34
Delinquent Taxes and Tax Title Liens	34
Property Acquired by Tax Title Lien Liquidation	35
Comparison of Sewer Utility Rents Levied	35
Comparative Schedule of Fund Balances	35
Summary of Municipal Debt (Excluding Current and Operating Debt and Type II School Debt)	36
Summary of Statutory Debt Condition - Annual Debt Statement	36
Borrowing Power Under N.J.S.A. 40A:2-6	37
Calculation of “Self-Liquidating Purpose” - Sewer Utility Per N.J.S.A. 40A:2-45	37
Calculation of “Self Liquidating Purpose” - Marina Utility Per N.J.S.A. 40A:2-45	37
Officials in Office and Surety Bonds	38

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

TABLE OF CONTENTS (Continued)

<u>PART II</u>	<u>Page</u>
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133	1-2
Schedule of Expenditures of Federal Awards	3-5
Notes to the Schedule of Expenditures of Federal Awards	6
Schedule of Findings and Questioned Costs	7-8
Summary Schedule of Prior Audit Findings	9
 <u>PART III</u>	
General Comments	1-3
 <u>PART IV</u>	
Schedule of Findings and Recommendations	1

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
PART I
REPORT OF AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY DATA
FOR THE YEAR ENDED DECEMBER 31, 2014

FALLON & LARSEN LLP

Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members
of the Township Committee
Township of Neptune
County of Monmouth
Neptune, New Jersey

We have audited the accompanying balance sheets of the various funds and the comparative statement of general fixed asset account group of the Township of Neptune, New Jersey (the "Township"), as of December 31, 2014 and 2013, and the related statements of operations and changes in fund balance for the years then ended and the related statements of revenues and statements of expenditures for the year ended December 31, 2014 and the related notes to the financial statements which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of 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 that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the

circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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

As described in Note 2, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2014 and 2013, or the changes in financial position for the year ended December 31, 2014.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the various funds and the general fixed asset account group of the Township as of December 31, 2014 and 2013, and the results of its operations and changes in fund balance of the individual funds for the years then ended and the revenues and expenditures for the year ended December 31, 2014, on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 2 to the financial statements.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements of the Township that collectively comprise the Township's basic financial statements. The accompanying financial information listed as supplementary exhibits and supplementary data in the table of contents are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and is also not a required part of the financial statements. The accompanying financial information listed as supplementary exhibits and supplementary data in the table of contents and the schedule of expenditures of federal awards 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. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary exhibits and supplementary data and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated April 3, 2015, on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreement and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Township's internal control over financial reporting and compliance.

Charles J. Fallon CPA RMA

Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506

Fallon & Larsen LLP

Fallon & Larsen LLP

Hazlet, New Jersey
April 3, 2015

FALLON & LARSEN LLP

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**INDEPENDENT AUDITORS' 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***

To the Honorable Mayor and Members
of the Township Committee
Township of Neptune
County of Monmouth
Neptune, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the Township of Neptune, State of New Jersey (the "Township"), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements and have issued our report thereon dated April 3, 2015. We expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America. As described in Note 2, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

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

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

material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However providing an opinion on compliance with these 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*.

We noted certain matters that we have reported to management of the Township in the Schedule of Findings 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 results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Charles J. Fallon CPA RMA

Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506

Fallon & Larsen LLP

Fallon & Larsen LLP

Hazlet, New Jersey
April 3, 2015

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Cash	A-4	\$ 7,236,996.80	\$ 9,264,701.85
Cash - Change Fund	A	925.00	925.00
		<u>7,237,921.80</u>	<u>9,265,626.85</u>
Due from State - P.L. 1971 C.20	A-6	<u>8,747.94</u>	<u></u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	1,144,546.50	1,113,357.74
Tax Title Liens Receivable	A-9	24,515.17	48,958.39
Property Acquired for Taxes - Assessed Valuation	A-10	5,242,800.00	5,246,000.00
Revenue Accounts Receivable	A-11	148,057.91	127,526.99
Abating Costs and Abating Liens Receivable	A-12	56,088.10	45,380.98
Interfunds Receivable	A-13	72,825.74	196,771.06
Mortgage Receivable	A-7	<u>400,000.00</u>	<u>400,000.00</u>
		<u>7,088,833.42</u>	<u>7,177,995.16</u>
Deferred Charges:			
Special Emergency Authorization (N.J.S.40A:4-55)	A-28	<u>2,579,000.00</u>	<u>3,372,000.00</u>
		<u>16,914,503.16</u>	<u>19,815,622.01</u>
Federal and State Grant Fund:			
Cash	A-4	268,343.60	324,544.45
Interfund - Current Fund	A-24	15,376.07	
Grants Receivable	A-25	<u>1,041,560.71</u>	<u>620,029.15</u>
		<u>1,325,280.38</u>	<u>944,573.60</u>
Total Assets		<u>\$ 18,239,783.54</u>	<u>\$ 20,760,195.61</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

LIABILITIES, RESERVES AND FUND BALANCE	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Appropriation Reserves	A-3/A-15	\$ 619,124.34	\$ 1,391,153.75
Reserve for Encumbrances	A-16	1,015,037.91	1,271,528.67
Interfunds Payable	A-13	29,344.31	117,597.75
Accounts Payable	A-14	219,945.08	42,262.29
Tax Overpayments	A-17	12,941.43	5,385.41
Prepaid Taxes	A-18	595,400.94	540,196.08
County Taxes Payable	A-20	43,221.43	55,057.29
Local School District Tax Payable	A-21	386,741.50	40,373.50
Due to State Agencies	A-22	16,816.00	9,425.00
Due to State - P.L. 1971 C.20	A-6		32,080.13
Various Reserves	A-23	210,720.55	593,756.18
Reserve for FEMA Reimbursements - Hurricane Sandy	A-30	616,814.08	
Reserve for Revaluation	A-15	241,497.39	
Reserve for Interest on Special Emergency Notes	A-5	9,430.00	
Special Emergency Note Payable	A-29		2,404,996.00
		<u>4,017,034.96</u>	<u>6,503,812.05</u>
Special Emergency Note Payable	A-29	2,579,000.00	2,372,000.00
Reserve for Receivables and Other Assets	A	7,088,833.42	7,177,995.16
Fund Balance	A-1	3,229,634.78	3,761,814.80
		<u>12,897,468.20</u>	<u>13,311,809.96</u>
		<u>16,914,503.16</u>	<u>19,815,622.01</u>
Federal and State Grant Fund:			
Appropriated Reserves	A-26	889,391.91	651,201.78
Reserve for Encumbrances	A-26	351,376.97	169,601.89
Unappropriated Reserves	A-27	55,922.82	53,885.04
Interfund - Current Fund	A-24		45,087.88
Interfund - Trust Other Fund	A-26	28,588.68	24,797.01
		<u>1,325,280.38</u>	<u>944,573.60</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 18,239,783.54</u>	<u>\$ 20,760,195.61</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	\$ 2,762,000.00	\$ 3,250,000.00
Miscellaneous Revenue Anticipated	A-2	10,861,262.85	11,003,368.90
Receipts from Delinquent Taxes	A-2	1,144,431.98	1,477,571.38
Receipts from Current Taxes	A-2	74,850,831.49	73,151,035.70
Non-Budget Revenues	A-2	540,083.06	646,793.75
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-15	326,476.77	452,502.67
Accounts Payable Canceled	A-14	35,061.00	14,670.13
Appropriated Grant Reserves Canceled	A-26	30,793.45	
Tax Overpayments Canceled	A-17	300.78	
Local School Tax Advance Returned			12,072.50
		<hr/>	<hr/>
Total Revenue		90,551,241.38	90,008,015.03
		<hr/>	<hr/>
Expenditures:			
Budget Appropriations Within Caps:			
Operations:			
Salaries and Wages	A-3	15,480,300.00	15,017,375.00
Other Expenses	A-3	12,398,100.00	13,135,519.00
Deferred Charges and Statutory Expenditures	A-3	3,091,670.00	3,231,486.67
Budget Appropriations Excluded from Caps:			
Operations:			
Salaries and Wages	A-3	431,575.00	381,575.00
Other Expenses	A-3	2,955,611.08	2,535,931.39
Capital Improvements	A-3	100,000.00	100,000.00
Municipal Debt Service	A-3	3,910,232.43	3,260,597.83
Deferred Charges	A-3	793,000.00	1,195,004.00
		<hr/>	<hr/>
		39,160,488.51	38,857,488.89
		<hr/>	<hr/>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
 REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
County Taxes	A-20	\$ 10,164,828.52	\$ 10,573,787.73
Local District School Tax	A-21	35,329,068.00	34,636,342.00
Fire District Taxes	A-19	3,566,190.00	3,478,472.00
Interfunds Advanced	A-13	72,825.74	128,239.72
Prior Year Senior Citizens Disallowed	A-6	6,511.64	8,250.00
Refund of Prior Year Tax Revenue	A-17	634.23	17,835.85
Refund of Prior Year Revenue	A-4	25.49	30.00
Grants Receivable Canceled	A-25	<u>20,849.27</u>	
Total Expenditures		<u>88,321,421.40</u>	<u>87,700,446.19</u>
Excess/(Deficit) in Revenue		2,229,819.98	2,307,568.84
Add:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of Succeeding Year:			
Special Emergency Authorization			<u>1,000,000.00</u>
Statutory Excess to Fund Balance		2,229,819.98	3,307,568.84
Fund Balance January 1	A	<u>3,761,814.80</u>	<u>3,704,245.96</u>
		5,991,634.78	7,011,814.80
Decreased by:			
Utilized as Anticipated Revenue	A-1/A-2	<u>2,762,000.00</u>	<u>3,250,000.00</u>
Fund Balance December 31	A	<u>\$ 3,229,634.78</u>	<u>\$ 3,761,814.80</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2014

		Anticipated			
	Ref.	Budget	Special N.J.S.A. 40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	\$ 2,762,000.00	\$ _____	\$ 2,762,000.00	\$ _____ -
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-11	55,000.00		54,960.00	(40.00)
Other	A-11	225,000.00		217,914.16	(7,085.84)
Fees and Permits	A-11	352,000.00		330,384.20	(21,615.80)
Fines and Costs:					
Municipal Court	A-11	700,000.00		788,125.19	88,125.19
Interest and Costs on Taxes	A-11	332,000.00		313,798.15	(18,201.85)
Interest on Investments and Deposits	A-11	26,000.00		21,158.18	(4,841.82)
Consolidated Municipal Property Tax					
Relief Aid	A-11	750,024.00		750,024.00	-
Energy Receipts Tax	A-11	4,247,430.00		4,247,430.00	-
Uniform Construction Code Fees	A-11	610,000.00		993,823.20	383,823.20
Interlocal Services Agreements:					
Monmouth County 9-1-1 Services					
Personnel Loan	A-11	65,000.00		64,753.00	(247.00)
Neptune BOE - GREAT Program	A-11	20,000.00		21,800.00	1,800.00
Fleet Maintenance - Allenhurst, Neptune					
Fire Dist, OG Fire Dist, Neptune BOE	A-11	124,046.29		105,894.17	(18,152.12)
Liability, Workman's Compensation, Pensions and Property Insurance -					
Neptune Fire, OG Fire	A-11	173,343.00		173,343.00	-
Monmouth County EMS	A-11	6,000.00		6,000.00	-
Community Notification System Agreement	A-11	10,000.00		11,200.00	1,200.00
Public Safety Officer Program	A-11	50,000.00		52,020.00	2,020.00
Prisoner Processing / Jail Program	A-11	25,250.00		27,000.00	1,750.00
Recycling Tonnage Grant	A-25	46,194.61		46,194.61	-
Drunk Driving Enforcement Fund	A-25	7,690.43	10,148.22	17,838.65	-
Clean Communities Program	A-25		56,274.49	56,274.49	-
Alcohol Education and Rehabilitation Fund	A-25		6,676.05	6,676.05	-
Municipal Alliance on Alcoholism and Drug					
Abuse - State	A-25	26,574.50	60,525.00	87,099.50	-
Site Remediation Hazardous Discharge	A-25		87,333.00	87,333.00	-
Federal Emergency Management Assistance	A-25	5,000.00		5,000.00	-
HDSRF Shark River Municipal Marina	A-25		268,194.00	268,194.00	-
Older Americans Act	A-25	25,000.00		25,000.00	-
2014 Bulletproof Vest Partnership	A-25		1,844.99	1,844.99	-
2013 Drive Sober or Get Pulled Over Grant	A-25		12,500.00	12,500.00	-
NJDOT Youth Corps - Urban Gateway Program	A-25		32,000.00	32,000.00	-

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2014

		Anticipated			
	<u>Ref.</u>	<u>Budget</u>	Special N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Interfaith Neighbors - Senior Meal Program	A-25	24,780.00		24,780.00	-
NJ Law & Public Safety Hazard Mitigation Grant	A-25		85,000.00	85,000.00	-
NJDL&PS Highway Traffic Safety Grant	A-25		11,000.00	11,000.00	-
Body Armor Replacement Fund	A-25		6,742.00	6,742.00	-
Monmouth County Investment Board					
Youth Initiative	A-25		55,245.00	55,245.00	-
Arthritis Intervention in Parks/Rec	A-25				-
Click It or Ticket	A-25		4,000.00	4,000.00	-
National Emergency Grant - Sandy	A-25				-
NJSP HMEP Planning Grant	A-25	25,800.00		25,800.00	-
2014 USDOJ - Justice Assistance Grant	A-25		59,448.00	59,448.00	-
Cops in Shops - Summer Shore Initiative	A-25		2,000.00	2,000.00	-
Administration Fees - Off Duty					
Employment of Police Officers	A-11	250,000.00		222,223.72	(27,776.28)
Reserve for Debt Service - Capital Fund	A-11	43,389.73			(43,389.73)
Cable T.V. - Franchise Fee	A-11	394,741.96		394,741.96	-
Commercial Garbage Removal Fees	A-11	93,000.00		92,125.72	(874.28)
Interfund - Trust Other	A-11	50,528.19		51,683.18	1,154.99
Interfund - Federal and State Grant Fund	A-11	45,087.88		45,087.88	-
Reserve for Debt Service - Ord. 98-38	A-11	5,726.95			(5,726.95)
OCGMA Special Police Contribution	A-11	20,000.00		24,230.00	4,230.00
Cell Tower Lease	A-11	75,000.00		88,572.85	13,572.85
Monmouth County Lease of Facility	A-11	150,000.00		150,000.00	-
Interfund - Marina Capital	A-11	100,000.00		100,000.00	-
Reserve for FEMA (Hurricane Sandy)	A-11	593,000.00		593,000.00	-
Total Miscellaneous Revenues	A-1	9,752,607.54	758,930.75	10,861,262.85	349,724.56
Receipts from Delinquent Taxes	A-1/A-2	1,118,496.81		1,144,431.98	25,935.17
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes		25,502,480.47		26,524,622.97	1,022,142.50
Minimum Library Tax		1,171,979.00		1,171,979.00	-
Total Amount to be Raised by Taxes	A-2	26,674,459.47	-	27,696,601.97	1,022,142.50
Non-Budget Revenues	A-1/A-2			540,083.06	540,083.06
Total		\$ 40,307,563.82	\$ 758,930.75	\$ 43,004,379.86	\$ 1,937,885.29
	<u>Ref.</u>	A-3	A-3		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2014

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	A-1/A-8	\$ 74,850,831.49
Allocated to School ,County, and Fire District Taxes	A-8	<u>49,060,086.52</u>
Balance for Support of Municipal Budget Appropriations		25,790,744.97
Add:		
Reserve for Uncollected Taxes	A-3	<u>1,905,857.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 27,696,601.97</u>
Receipts from Delinquent Taxes:		
Delinquent Tax Collections	A-8	\$ 1,112,545.94
Tax Title Lien Collections	A-9	<u>31,886.04</u>
	A-2	<u>\$ 1,144,431.98</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2014

Analysis of Non-Budget Revenues:

Canister Rental		\$	5,415.00
Tires			1,362.00
Recycling			6,800.12
DPW - Freon			2,160.00
Copies			1,093.89
Planning Board			18,887.97
Employee Reimbursements - Cell Phones			1,320.00
Workman's Compensation Refunds			24,929.49
Variance - Board of Adjustment			25,780.40
Attorney Fees			7,130.66
Other Unanticipated			28,868.40
State Administration Fee - Senior Citizen and Veterans			4,498.41
Sale of Trash Cans			3,326.00
Prescription Rebates			9,707.60
DMV Inspection Fines			8,702.50
Auction Township Property			56,623.47
Duplicate Bill			1,435.00
HPC Application Fees			4,750.00
Abating Charges	A-12		65,404.24
Neptune City-Brush Pickup			44,047.06
Payments in Lieu of Taxes on Real Property			210,390.05
Green Recycling Cans			3,596.00
Other			<u>3,854.80</u>
	A-2/A-5	\$	<u><u>540,083.06</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>		<u>Canceled</u>
<u>Operations Within CAPS</u>					
General Government Functions:					
General Administration					
Salaries and Wages	\$ 285,500.00	\$ 285,500.00	\$ 285,497.22	\$ 2.78	
Other Expenses	110,000.00	110,000.00	108,503.49	1,496.51	
Municipal Clerk					
Salaries and Wages	192,000.00	195,700.00	195,683.98	16.02	
Other Expenses	22,000.00	24,800.00	24,377.32	422.68	
Financial Administration					
Salaries and Wages	384,000.00	365,000.00	354,495.95	10,504.05	
Other Expenses	98,000.00	93,000.00	91,249.48	1,750.52	
Audit Services					
Other Expenses	43,000.00	43,000.00	43,000.00	-	
Computerized Data Processing					
Salaries and Wages	120,000.00	105,000.00	104,561.01	438.99	
Other Expenses	22,000.00	22,000.00	14,478.35	7,521.65	
Revenue Administration					
Salaries and Wages	367,000.00	367,000.00	341,910.90	25,089.10	
Other Expenses	35,000.00	35,000.00	32,004.53	2,995.47	
Tax Assessment Administration					
Salaries and Wages	198,500.00	200,000.00	199,910.17	89.83	
Other Expenses	18,500.00	8,500.00	7,497.10	1,002.90	
Legal Services					
Other Expenses	300,000.00	401,000.00	399,817.57	1,182.43	
Engineering Services					
Salaries and Wages	239,000.00	287,000.00	286,861.82	138.18	
Other Expenses	95,000.00	95,000.00	94,160.55	839.45	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended Balance <u>Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Economic Development					
Salaries and Wages	12,800.00	12,800.00	10,585.46	2,214.54	
Other Expenses	4,000.00	4,000.00	79.80	3,920.20	
Land Use Administration:					
Planning Board					
Salaries and Wages	24,500.00	24,500.00	24,497.49	2.51	
Other Expenses	32,000.00	22,000.00	19,122.05	2,877.95	
Zoning Board of Adjustment					
Salaries and Wages	24,500.00	24,500.00	24,499.34	0.66	
Other Expenses	14,000.00	14,000.00	11,246.40	2,753.60	
Historic Preservation Committee					
Salaries and Wages	6,500.00	6,500.00	6,498.92	1.08	
Other Expenses	20,000.00	20,000.00	19,293.70	706.30	
Land Use Administration Office					
Salaries and Wages	74,000.00	74,000.00	73,744.18	255.82	
Other Expenses	2,000.00	2,000.00	1,719.07	280.93	
Community Programs					
Salaries and Wages	47,500.00	47,500.00	47,481.57	18.43	
Other Expenses	5,000.00	5,000.00	1,213.62	3,786.38	
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	240,000.00	205,000.00	202,392.96	2,607.04	
Other Expenses	5,000.00	5,000.00	2,196.39	2,803.61	
Mercantile Licensing					
Salaries and Wages	6,700.00	6,700.00	6,598.40	101.60	
Other Expenses	16,000.00	16,000.00	15,943.86	56.14	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Insurance					
Liability Insurance	425,000.00	400,000.00	394,574.70	5,425.30	
Workers Compensation Insurance	485,000.00	485,000.00	485,000.00	-	
Employee Group Insurance	5,500,000.00	5,542,000.00	5,541,316.91	683.09	
Health Benefit Waivers	10,000.00	10,000.00	10,000.00	-	
Public Safety Functions:					
Police Department					
Salaries and Wages	8,750,000.00	8,940,000.00	8,939,987.37	12.63	
Other Expenses	315,000.00	385,000.00	372,185.70	12,814.30	
Homeland Security Expenses	10,000.00	10,000.00	9,001.15	998.85	
Office of Emergency Management					
Salaries and Wages	26,500.00	26,500.00	22,982.82	3,517.18	
Other Expenses	28,000.00	35,000.00	34,421.06	578.94	
Homeland Security Expenses	10,000.00	10,000.00	8,016.20	1,983.80	
Aid to Volunteer Ambulance Companies					
Other Expenses	48,000.00	48,000.00	38,369.00	9,631.00	
Municipal Prosecutor's Office					
Salaries and Wages	37,500.00	37,500.00	37,400.08	99.92	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended Balance <u>Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	1,299,000.00	1,299,000.00	1,298,565.46	434.54	
Other Expenses	150,000.00	200,000.00	196,838.92	3,161.08	
Administration of Public Works					
Salaries and Wages	234,000.00	214,000.00	210,620.01	3,379.99	
Other Expenses	16,000.00	19,500.00	19,338.91	161.09	
Solid Waste Collection					
Salaries and Wages	1,107,000.00	1,012,000.00	990,933.93	21,066.07	
Other Expenses	20,000.00	20,000.00	18,211.60	1,788.40	
Building and Grounds					
Salaries and Wages	345,000.00	363,000.00	358,433.86	4,566.14	
Other Expenses	130,000.00	130,000.00	125,932.03	4,067.97	
Vehicle Maintenance					
Other Expenses	990,000.00	1,075,000.00	1,074,571.78	428.22	
Health and Human Services:					
Public Health Services					
Salaries and Wages	125,000.00	125,000.00	123,330.62	1,669.38	
Other Expenses	7,800.00	7,800.00	5,553.73	2,246.27	
Environmental and Shade Tree Committee					
Salaries and Wages	1,600.00	1,600.00	1,600.00	-	
Other Expenses	7,500.00	7,500.00	5,126.07	2,373.93	
Animal Control Services					
Other Expenses	75,000.00	75,000.00	50,270.80	24,729.20	
Monmouth County Drug & Alcohol Abuse Program					
Other Expenses	14,000.00	14,000.00	9,645.00	4,355.00	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended Balance <u>Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	173,500.00	176,000.00	175,996.65	3.35	
Other Expenses	40,500.00	40,500.00	35,963.62	4,536.38	
Senior Citizens Programs					
Salaries and Wages	255,000.00	300,000.00	299,997.74	2.26	
Other Expenses	102,000.00	102,000.00	100,481.41	1,518.59	
Maintenance of Parks					
Other Expenses	195,000.00	178,000.00	168,187.19	9,812.81	
Publicity and Tourism					
Salaries and Wages	12,000.00	12,000.00	11,053.35	946.65	
Other Expenses	3,000.00	3,000.00	-	3,000.00	
Celebration of Public Events					
Other Expenses	6,000.00	6,000.00	5,954.96	45.04	
Utility Expenses and Bulk Purchases:					
Electricity					
Other Expenses	350,000.00	225,000.00	144,355.58	80,644.42	
Street Lighting					
Other Expenses	295,000.00	295,000.00	196,302.89	98,697.11	
Telephone					
Other Expenses	150,000.00	150,000.00	144,855.61	5,144.39	
Water					
Other Expenses	40,000.00	40,000.00	30,931.99	9,068.01	
Gas (Natural)					
Other Expenses	125,000.00	160,000.00	134,694.42	25,305.58	
Telecommunications Costs					
Other Expenses	60,000.00	67,500.00	67,271.48	228.52	
Gasoline					

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Other Expenses	450,000.00	360,000.00	353,102.80	6,897.20	
Landfill / Solid Waste Disposal Costs:					
Landfill and Solid Waste Disposal Costs	1,600,000.00	1,341,000.00	1,243,415.01	97,584.99	
Municipal Court					
Salaries and Wages	272,000.00	272,000.00	269,799.62	2,200.38	
Other Expenses	22,000.00	22,000.00	18,461.02	3,538.98	
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	10,000.00	10,000.00	9,559.92	440.08	
Uniform Construction Code Enforcement Functions					
Salaries and Wages	485,000.00	485,000.00	484,933.63	66.37	
Other Expenses	14,000.00	14,000.00	13,101.34	898.66	
Total Operations Within CAPS	27,890,900.00	27,878,400.00	27,341,770.59	536,629.41	-
Contingent	-	-	-	-	
Total Operations Including Contingent Within CAPS	27,890,900.00	27,878,400.00	27,341,770.59	536,629.41	-
Detail:					
Salaries and Wages	15,355,600.00	15,480,300.00	15,400,414.43	79,885.57	-
Other Expenses	12,535,300.00	12,398,100.00	11,941,356.16	456,743.84	-

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended	
	<u>Budget</u>	Budget After <u>Modification</u>	Paid or <u>Charged</u>	Reserved <u>Reserved</u>
				Unexpended Balance <u>Canceled</u>
<u>Deferred Charges and Statutory Expenditures Within CAPS</u>				
Statutory Expenditures:				
Public Employees' Retirement System	794,760.00	794,760.00	782,760.00	12,000.00
Social Security System (O.A.S.I.)	755,000.00	755,000.00	754,999.62	0.38
Police and Firemen's Retirement System	1,499,410.00	1,499,410.00	1,499,410.00	-
Unemployment Insurance	40,000.00	40,000.00	40,000.00	-
Defined Contribution Retirement Program	2,500.00	2,500.00	2,041.28	458.72
Deferred Charges and Statutory Expenditures Within CAPS	3,091,670.00	3,091,670.00	3,079,210.90	12,459.10
Total Appropriations Within CAPS	30,982,570.00	30,970,070.00	30,420,981.49	549,088.51
<u>Operations Excluded from CAPS</u>				
Declared State of Emergency costs for Snow Removal N.J.S.A. 40A:4-45(b) and N.J.S.A. 40A: 4-45.3(bb) Streets and Roads Department				
Salaries and Wages	75,000.00	75,000.00	75,000.00	-
Aid to Free Public Library	1,171,979.00	1,171,979.00	1,165,910.67	6,068.33
Recycling Tax	65,000.00	65,000.00	42,440.76	22,559.24

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Interlocal Municipal Service Agreements					
Liability, Workers Comp., & Prop. Ins-NFD &OGFD	173,343.00	173,343.00	173,343.00	-	
Neptune BOE GREAT Program - Police S&W	20,000.00	20,000.00	20,000.00	-	
Community Notification System	10,000.00	10,000.00	10,000.00	-	
ANSWER Water Rescue Team	7,500.00	7,500.00	7,500.00	-	
Monmouth County - EMS	6,000.00	6,000.00	6,000.00	-	
Fleet Maintenance - Allenhurst, NFD,OGFD, Neptune BOE	124,046.29	124,046.29	102,770.61	21,275.68	
Neptune BOE Newsletter Cooperative	17,000.00	17,000.00	8,976.67	8,023.33	
Public Safety Officer Program	50,000.00	50,000.00	50,000.00	-	
Prisoner Processing / Jail Program	25,250.00	25,250.00	25,250.00	-	
Monmouth County 9-1-1 Services	365,000.00	365,000.00	365,000.00	-	
Monmouth County Tax Assessment Program	7,500.00	7,500.00	-	7,500.00	
Monmouth County Personnel Loan (9-1-1 Operator)	65,000.00	65,000.00	65,000.00	-	
Public and Private Programs Offset by Revenues:					
Senior Citizen Program - Title III					
Salaries and Wages	213,000.00	213,000.00	213,000.00	-	
Drunk Driving Enforcement Fund	7,690.43	17,838.65	17,838.65	-	
Recycling Tonnage Grant	46,194.61	46,194.61	46,194.61	-	
NJEDA/NJDEP Site Remediation		87,333.00	87,333.00	-	
HDSRF - Shark River Municipal Marina		268,194.00	268,194.00	-	
Click It or Ticket		4,000.00	4,000.00	-	
2013 Drive Sober or Get Pulled Over		12,500.00	12,500.00	-	
Clean Communities Program		56,274.49	56,274.49	-	
Federal Emergency Management Services					
Federal Share	5,000.00	5,000.00	5,000.00	-	
Municipal Match	5,000.00	5,000.00	5,000.00	-	
DEDR - Drug and Alcohol Alliance - State Share	26,574.50	71,968.25	71,968.25	-	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
DEDR - Drug and Alcohol Alliance - Municipal Share	6,384.50	21,515.75	21,515.75	-	
Supplemental Fire Services Grant	41,668.00	41,668.00	41,668.00	-	
COPS in Shops - Summer Shore Initiative		2,000.00	2,000.00	-	
Bulletproof Vest Partnership		1,844.99	1,844.99	-	
Interfaith Neighbors - Sr. Ctr Meals Program	48,325.00	48,325.00	48,325.00	-	
NJ Law & Public Safety Hazard Mitigation Grant		85,000.00	85,000.00	-	
NJDL&PS Highway Traffic Safety Grant		11,000.00	11,000.00	-	
NJDOT Youth Corps - Urban Gateway Program		32,000.00	32,000.00	-	
Monmouth County Investment Board Youth Initiative		55,245.00	55,245.00	-	
NJSP HMEP Planning Grant	25,800.00	25,800.00	25,800.00	-	
Alcohol Education and Rehabilitation Fund		6,676.05	6,676.05	-	
USDOJ - Justice Assistance Grant		59,448.00	59,448.00	-	
Body Armor Replacement Fund		6,742.00	6,742.00	-	
Matching Funds for Grants	20,000.00	20,000.00	15,390.75	4,609.25	
Total Operations - Excluded from CAPS	2,628,255.33	3,387,186.08	3,317,150.25	70,035.83	-
Detail:					
Salaries and Wages	427,575.00	431,575.00	431,575.00	-	-
Other Expenses	2,200,680.33	2,955,611.08	2,885,575.25	70,035.83	-
Capital Improvements Excluded from CAPS					
Capital Improvement Fund	100,000.00	100,000.00	100,000.00	-	-
Total Capital Improvements Excluded from CAPS	100,000.00	100,000.00	100,000.00	-	-

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>Municipal Debt Service Excluded from CAPS</u>					
Payment of Bond Principal	1,710,000.00	1,710,000.00	1,710,000.00	-	
Interest on Bonds	862,247.58	862,247.58	862,246.33	-	1.25
Interest on Notes	74,000.00	87,500.00	87,451.95	-	48.05
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	81,500.00	80,500.00	80,400.24	-	99.76
Capital Lease Obligations					
Principal	985,194.00	985,194.00	985,194.00	-	
Interest	184,939.91	184,939.91	184,939.91	-	
Total Municipal Debt Service Excluded from CAPS	<u>3,897,881.49</u>	<u>3,910,381.49</u>	<u>3,910,232.43</u>	<u>-</u>	<u>149.06</u>
<u>Deferred Charges Excluded from CAPS</u>					
Emergency Authorizations - 5 Years	<u>793,000.00</u>	<u>793,000.00</u>	<u>793,000.00</u>	<u>-</u>	
Total General Appropriations Excluded from CAPS	<u>7,419,136.82</u>	<u>8,190,567.57</u>	<u>8,120,382.68</u>	<u>70,035.83</u>	<u>149.06</u>
Subtotal General Appropriations	38,401,706.82	39,160,637.57	38,541,364.17	619,124.34	149.06
Reserve for Uncollected Taxes	<u>1,905,857.00</u>	<u>1,905,857.00</u>	<u>1,905,857.00</u>	<u>-</u>	<u>-</u>
Total General Appropriations	<u>\$ 40,307,563.82</u>	<u>\$ 41,066,494.57</u>	<u>\$ 40,447,221.17</u>	<u>\$ 619,124.34</u>	<u>\$ 149.06</u>
	<u>Ref.</u>	A-3	A-1/A-3	A/A-1	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	<u>Ref.</u>	<u>Budget After Modification</u>
Budget	A-2	\$ 40,307,563.82
Added by N.J.S. 40A:4-87	A-2	<u>758,930.75</u>
	A-3	<u>\$ 41,066,494.57</u>
		<u>Paid or Charged</u>
Disbursements	A-4	\$ 35,575,035.72
Reserve for Encumbrances	A-16	1,015,037.91
Deferred Charges - Special Emergency	A-28	793,000.00
Appropriated Reserves for		
Federal and State Grants	A-13/A-26	1,158,290.54
Reserve for Uncollected Taxes	A-2	<u>1,905,857.00</u>
	A-3	<u>\$ 40,447,221.17</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST FUND
 COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Animal Control Trust Fund:			
Cash	B-1	\$ <u>1,472.75</u>	\$ <u>14,916.75</u>
Trust Other Fund:			
Cash	B-1	4,117,686.47	4,421,333.42
Interfund - Grant Fund	B-1	28,588.68	24,797.01
Interfund - Current Fund	B-4	<u>11,619.24</u>	<u> </u>
		<u>4,157,894.39</u>	<u>4,446,130.43</u>
		<u>\$ 4,159,367.14</u>	<u>\$ 4,461,047.18</u>
 LIABILITIES, RESERVES AND FUND BALANCE			
Animal Control Trust Fund:			
Reserve for Animal Control Expenditures	B-2	\$ 1,400.75	\$ 7,412.15
Due to State of New Jersey	B-3	72.00	27.60
Encumbrances	B-8	<u> </u>	<u>7,477.00</u>
		<u>1,472.75</u>	<u>14,916.75</u>
Trust Other Fund:			
Interfund - Current Fund	B-4	<u> </u>	51,683.18
Reserve for:			
Escrow Funds	B-5	1,485,446.70	2,101,512.18
Other Funds	B-6	2,226,202.87	2,021,436.66
Encumbrances	B-7	<u>446,244.82</u>	<u>271,498.41</u>
		<u>4,157,894.39</u>	<u>4,446,130.43</u>
		<u>\$ 4,159,367.14</u>	<u>\$ 4,461,047.18</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Cash	C-2	\$ 1,312,617.78	\$ 8,607,284.99
Grants and Other Receivables	C-5	1,953,351.75	3,249,175.50
Interlocal Receivable - Salt Dome	C-16	20,383.85	30,575.78
Deferred Charges to Future Taxation:			
Funded	C-6	20,632,507.59	22,419,917.10
Unfunded	C-7	5,753,510.64	2,817,626.00
Interfund - Marina Operating Fund	C-2	-	68,500.00
Interfund - Marina Capital Fund	C-4	-	259,944.57
Interfund - Current Fund	C-10	-	117,597.75
		<u>\$ 29,672,371.61</u>	<u>\$ 37,570,621.69</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Reserve for Encumbrances	C-11	\$ 1,045,517.95	\$ 2,390,342.73
General Serial Bonds	C-13	19,667,000.00	21,377,000.00
Green Trust Loans Payable	C-12	965,507.59	1,042,917.10
Bond Anticipation Notes	C-14	1,914,631.00	7,431,631.00
Improvement Authorizations:			
Funded	C-8	1,668,226.78	2,514,140.15
Unfunded	C-8	3,818,697.62	2,444,010.41
Capital Improvement Fund	C-9	165,114.75	152,614.75
Various Reserves	C-15	274,267.61	60,075.68
Interfund - Sewer Capital Fund	C-2	-	1,956.63
Interfund - Marina Capital Fund	C-4	1,750.24	-
Reserve for Interlocal Receivable	C-17	20,383.85	30,575.78
Fund Balance	C-1	131,274.22	125,357.46
		<u>\$ 29,672,371.61</u>	<u>\$ 37,570,621.69</u>

There were bonds and notes authorized but not issued on December 31, 2014 of \$3,838,879.64. (Exhibit C-18)

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 125,357.46
Increased by:		
Premium on Sale of Bond Anticipation Notes	C-2	<u>5,916.76</u>
Balance, December 31, 2014	C	<u>\$ 131,274.22</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Cash	D-5	\$ 3,797,118.48	\$ 2,875,920.99
Change Fund	D	200.00	200.00
		<u>3,797,318.48</u>	<u>2,876,120.99</u>
Deferred Charges:			
Special Emergency Authorization	D-7	<u>270,000.00</u>	<u>360,000.00</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-8	426,168.58	524,909.99
Sewer Liens Receivable	D-9	219.81	8,614.46
OGSA Obligation Receivable	D-25	217,406.76	253,641.22
		<u>643,795.15</u>	<u>787,165.67</u>
Total Operating Fund		<u>4,711,113.63</u>	<u>4,023,286.66</u>
<u>Capital Fund</u>			
Cash	D-5	2,154,899.86	1,113,914.59
Fixed Capital	D-10	19,139,611.57	18,127,653.88
Fixed Capital Authorized and Uncompleted	D-11	3,138,539.42	4,150,497.11
Interfund - General Capital Fund	D-15	-	1,956.63
Interfund - Sewer Operating Fund	D-4	4,000.00	-
Total Capital Fund		<u>24,437,050.85</u>	<u>23,394,022.21</u>
Total Assets		<u>\$ 29,148,164.48</u>	<u>\$ 27,417,308.87</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

LIABILITIES, RESERVES AND FUND BALANCE	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Appropriation Reserves	D-4/D-12	\$ 361,316.28	\$ 685,382.89
Reserve for Encumbrances	D-13	99,320.24	132,789.93
Accounts Payable	D-27	-	4,204.00
Customer Overpayments	D-14	14,530.64	15,285.67
Interfund - Sewer Capital Fund	D-4	4,000.00	-
Interfund - Current Fund	D-5	72,825.74	-
Special Emergency Note Payable	D-26	-	365,000.00
Accrued Interest on Bonds, Notes and Loans	D-16	20,210.17	21,296.39
		<u>572,203.07</u>	<u>1,223,958.88</u>
Special Emergency Note Payable	D-26	270,000.00	360,000.00
Reserve for Receivable	D	643,795.15	787,165.67
Fund Balance	D-1	3,225,115.41	1,652,162.11
		<u>4,711,113.63</u>	<u>4,023,286.66</u>
Total Operating Fund		<u>4,711,113.63</u>	<u>4,023,286.66</u>
<u>Capital Fund</u>			
Serial Bonds	D-17	3,056,000.00	2,352,000.00
Bond Anticipation Notes	D-24	1,107,000.00	1,131,000.00
Loans Payable	D-23	1,012,065.73	1,071,203.43
Reserve for Encumbrances	D-18	120,315.34	32,894.96
Improvement Authorizations:			
Funded	D-19	729,600.25	525,938.74
Unfunded	D-19	250.00	411,385.44
Capital Improvement Fund	D-20	189,258.25	139,258.25
Reserve for Amortization	D-21	17,414,077.36	16,266,296.73
Deferred Reserve for Amortization	D-22	795,757.90	1,457,400.83
Reserve for Debt Service	D	235.02	235.02
Fund Balance	D-2	12,491.00	6,408.81
		<u>24,437,050.85</u>	<u>23,394,022.21</u>
Total Capital Fund		<u>24,437,050.85</u>	<u>23,394,022.21</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 29,148,164.48</u>	<u>\$ 27,417,308.87</u>

There were bonds and notes authorized but not issued on December 31, 2014 of \$250.00 (Exh. D-28)

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	D-3	\$ 96,399.17	\$ 86,600.00
Sewer Rents	D-3	5,886,147.48	5,480,355.76
Interest on Rents	D-3	70,609.06	47,249.82
Interest on Investments	D-3	6,124.87	9,860.49
Contract - Ocean Grove Sewer Authority	D-3	82,840.00	84,026.64
Contract - Borough of Tinton Falls	D-3	706,050.00	788,420.00
Contract - Borough of Neptune City	D-3	40,000.00	
Contract - Township of Wall	D-3	50,000.00	50,000.00
Penn Station - OGSA Obligation	D-3	36,234.46	36,234.46
FEMA Disaster Assistance-Hurricane Sandy			140,000.00
Other Credits to Income:			
Miscellaneous Revenue Not Anticipated	D-3	244,159.43	79,904.68
Unexpended Balance of Appropriation Reserves	D-12	718,911.76	627,478.76
Accounts Payable Cancelled	D-27	1,004.00	
Premium on Sale of Special Emergency Notes	D-5	1,431.00	
		<hr/>	<hr/>
Total Revenue		<u>7,939,911.23</u>	<u>7,430,130.61</u>
Expenditures:			
Operating	D-4	5,451,000.00	5,803,000.00
Capital Improvements	D-4	60,000.00	35,000.00
Debt Service	D-4	612,058.76	674,238.37
Deferred Charges	D-4	90,000.00	135,000.00
Statutory Expenditures	D-4	57,500.00	57,500.00
		<hr/>	<hr/>
Total Expenditures		<u>6,270,558.76</u>	<u>6,704,738.37</u>
Statutory Excess to Fund Balance		1,669,352.47	725,392.24
Fund Balance January 1	D	<u>1,652,162.11</u>	<u>1,013,369.87</u>
		3,321,514.58	1,738,762.11
Decreased by:			
Utilization as Anticipated Revenue	D-1/D-3	<u>96,399.17</u>	<u>86,600.00</u>
Fund Balance December 31	D	<u>\$ 3,225,115.41</u>	<u>\$ 1,652,162.11</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
 STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 6,408.81
Increased by:		
Premium on Sale of Bonds	D-5	<u>6,082.19</u>
Balance, December 31, 2014	D	<u>\$ 12,491.00</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2014

	<u>Ref.</u>	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	D-1	\$ 96,399.17	\$ 96,399.17	\$ -
Sewer Rent	D-1/D-3	5,150,000.00	5,886,147.48	736,147.48
Interest on Sewer Rent	D-1/D-5	45,000.00	70,609.06	25,609.06
Interest on Investments	D-1/D-5	9,000.00	6,124.87	(2,875.13)
Contract - Ocean Grove Sewer Authority	D-1/D-5	65,000.00	82,840.00	17,840.00
Contract - Borough of Tinton Falls	D-1/D-5	780,000.00	706,050.00	(73,950.00)
Contract - Borough of Neptune City	D-1/D-5	40,000.00	40,000.00	-
Contract - Township of Wall	D-1/D-5	50,000.00	50,000.00	-
Penn Station - OGSA Obligation	D-1/D-5/D-25	36,000.00	36,234.46	234.46
Miscellaneous Revenue Not Anticipated	D-1/D-3		<u>244,159.43</u>	<u>244,159.43</u>
		<u>\$ 6,271,399.17</u>	<u>\$ 7,218,564.47</u>	<u>\$ 947,165.30</u>

Ref. D-4

Analysis of Miscellaneous Revenue Not Anticipated

Sewer Connection Fees		\$ 19,865.00
T.O.S.A. Agreement		4,050.00
Reimbursement for Reserve of Capacity from NTSA		218,673.85
Miscellaneous		<u>1,570.58</u>

D-3/D-5 \$ 244,159.43

Analysis of Rents

Sewer Rents Collected	D-8	\$ 5,877,533.02
Sewer Liens Collected	D-9	<u>8,614.46</u>
	D-3	<u>\$ 5,886,147.48</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	Appropriated		Expended		Unexpended
	Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled
Operating:					
Salaries and Wages	\$ 560,000.00	\$ 560,000.00	\$ 528,175.81	\$ 31,824.19	
Other Expenses	575,000.00	575,000.00	538,875.71	36,124.29	
TNSA - Annual Charge	4,200,000.00	4,196,000.00	3,906,926.22	289,073.78	
Group Insurance for Employees	120,000.00	120,000.00	119,962.28	37.72	
Capital Improvements:		-			
Capital Improvement Fund	50,000.00	50,000.00	50,000.00	-	
Capital Outlay	10,000.00	10,000.00	9,997.80	2.20	
Debt Service:					
Payment of Bond Principal	296,000.00	296,000.00	296,000.00	-	
Payment of Bond Anticipation Notes	20,000.00	24,000.00	24,000.00	-	
Interest on Bonds	104,000.00	105,488.52	105,488.52	-	
Interest on Notes	19,000.00	19,078.67	19,078.67	-	
Capital Lease Program	98,899.17	97,331.98	96,699.90	-	\$ 632.08
NJEIT - Loan	71,000.00	71,000.00	70,791.67	-	208.33
Deferred Charges and Statutory Expenditures					
Deferred Charges					
Special Emergency Authorizations	90,000.00	90,000.00	90,000.00	-	
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	12,000.00	12,000.00	12,000.00	-	
Social Security System (O.A.S.I.)	45,000.00	45,000.00	40,745.90	4,254.10	
Unemployment Compensation Insurance	500.00	500.00	500.00	-	
	<u>\$ 6,271,399.17</u>	<u>\$ 6,271,399.17</u>	<u>\$ 5,909,242.48</u>	<u>\$ 361,316.28</u>	<u>\$ 840.41</u>
<u>Ref.</u>	D-3	D-3	D-1	D/D-1	
Cash Disbursed	D-5		\$ 5,579,701.08		
Due to Sewer Capital Fund	D		4,000.00		
Reserve for Encumbrances	D-13		99,320.24		
Accrued Interest on Bonds, Notes and Loans	D-16		136,221.16		
Deferred Charges - Special Emergency	D-7		90,000.00		
	D-4		<u>\$ 5,909,242.48</u>		

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Cash	E-5	\$ 245,916.73	\$ 773,376.79
Change Fund	E	50.00	50.00
Grants Receivable	E	93.04	93.04
Interfund - Current Fund	E-5	2,349.00	-
Interfund - Marina Utility Capital Fund	E-24	25,000.00	365,000.00
		<u>273,408.77</u>	<u>1,138,519.83</u>
Deferred Charges:			
Special Emergency Authorization (N.J.S. 40A:4-55)	E-7	443,250.00	592,000.00
		<u>716,658.77</u>	<u>1,730,519.83</u>
<u>Capital Fund</u>			
Cash	E-5/E-6	1,292,774.78	803,181.15
Fixed Capital	E-8	5,865,000.00	5,865,000.00
Fixed Capital Authorized and Uncompleted	E-9	1,590,000.00	1,590,000.00
Interfund-General Capital Fund	E-18	1,750.24	-
Grants Receivable	E-21	600,000.00	600,000.00
Total Capital Fund		<u>9,349,525.02</u>	<u>8,858,181.15</u>
Total Assets		<u>\$ 10,066,183.79</u>	<u>\$ 10,588,700.98</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
LIABILITIES, RESERVES AND FUND BALANCE			
<u>Operating Fund</u>			
Appropriation Reserves	E-4/E-10	\$ 1,846.83	\$ 177,166.11
Reserve for Encumbrances	E-11	8,985.18	28,353.85
Accounts Payable	E-12	73,551.67	67,375.35
Accrued Interest on Bonds and Notes	E-13	7,938.62	7,639.10
Sales Taxes Payable	E-5	2,985.78	-
Reserve for FEMA Reimbursement	E-5	41,433.16	-
Interfund - General Capital Fund	E-5	-	68,500.00
Special Emergency Note Payable	E-22	-	600,000.00
		<u>136,741.24</u>	<u>949,034.41</u>
Special Emergency Note Payable	E-22	443,250.00	592,000.00
Fund Balance	E-1	<u>136,667.53</u>	<u>189,485.42</u>
Total Operating Fund		<u>716,658.77</u>	<u>1,730,519.83</u>
<u>Capital Fund</u>			
Serial Bonds	E-14	1,358,000.00	606,000.00
Bond Anticipation Notes	E-15	1,466,369.00	1,539,369.00
Improvement Authorizations:			
Funded	E-16	366,532.82	-
Unfunded	E-16	14.60	631,359.34
Reserve for Encumbrances	E-16	96,860.97	6,587.18
Capital Improvement Fund	E-17	35,500.00	30,500.00
Reserve for Amortization	E-19	4,816,131.00	4,705,131.00
Deferred Reserve for Amortization	E-20	689,500.00	604,500.00
Reserve for Reconstruction	E-23	479,100.00	-
Interfund - Current Fund	E-5	-	100,000.00
Interfund - General Capital Fund	E-18	-	259,944.57
Interfund - Marina Utility Operating Fund	E-24	25,000.00	365,000.00
Fund Balance	E-2	<u>16,516.63</u>	<u>9,790.06</u>
Total Capital Fund		<u>9,349,525.02</u>	<u>8,858,181.15</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 10,066,183.79</u>	<u>\$ 10,588,700.98</u>

Bonds and notes authorized but not issued on December 31, 2014 is \$25,000.00 (Exhibit E-25)

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	E-3	\$ 180,000.00	\$ 50,745.00
Marina Fees and Costs	E-3	362,277.19	271,988.23
Marina Lease			1,830.63
Interest on Investments	E-3	1,224.07	2,111.90
FEMA Disaster Assistance-Hurricane Sandy			710,000.00
Miscellaneous	E-3	1,004.15	19,031.70
Other Credits to Income:			
Premium on Special Emergency Note Sale	E-5	2,349.00	
Accounts Payable Canceled	E-12	4,625.42	
Unexpended Balance of Appropriation Reserves	E-10	<u>106,592.28</u>	<u>33,882.99</u>
 Total Revenue		 <u>658,072.11</u>	 <u>1,089,590.45</u>
Expenditures:			
Operating	E-4	121,000.00	362,000.00
Capital Improvements	E-4	5,000.00	15,000.00
Debt Service	E-4	249,684.44	198,674.80
Deferred Charges	E-4	148,750.00	400,000.00
Statutory Expenditures	E-4	<u>6,455.56</u>	<u>7,000.00</u>
 Total Expenditures		 <u>530,890.00</u>	 <u>982,674.80</u>
 Statutory Excess to Fund Balance		 127,182.11	 106,915.65
 Fund Balance January 1	 E	 <u>189,485.42</u>	 <u>133,314.77</u>
		316,667.53	240,230.42
Decreased by:			
Utilization as Anticipated Revenue	E-1/E-3	<u>180,000.00</u>	<u>50,745.00</u>
 Fund Balance December 31	 E	 <u>\$ 136,667.53</u>	 <u>\$ 189,485.42</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>Ref.</u>		
Balance, December 31, 2013	E		\$ 9,790.06
Increased by:			
Premium Received on Sale of Bond Anticipation Notes	E-5	4,976.33	
Premium Received on Sale of Bond Anticipation Notes - Interfund - General Capital Fund	E-18	<u>1,750.24</u>	
			<u>6,726.57</u>
Balance, December 31, 2014	E		<u>\$ 16,516.63</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2014

	<u>Ref.</u>	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	E-1	\$ 180,000.00	\$ 180,000.00	\$ -
Marina Fees and Costs	E-1/E-3/E-5	370,890.00	362,277.19	(8,612.81)
Interest on Investments	E-1/E-5		1,224.07	1,224.07
Miscellaneous	E-1/E-5		<u>1,004.15</u>	<u>1,004.15</u>
		<u>\$ 550,890.00</u>	<u>\$ 544,505.41</u>	<u>\$ (6,384.59)</u>
	<u>Ref.</u>	E-4		
<u>Analysis of Marina Fees and Costs</u>				
Summer Dockage			\$ 296,893.59	
Winter Storage Fees			42,238.60	
Ramp Fees			14,214.00	
Launching/Haul Out			3,816.00	
Summer Land Storage			<u>5,115.00</u>	
	E-1		<u>\$ 362,277.19</u>	

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2014

	<u>Appropriated</u>		<u>Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Canceled</u>
Operating:					
Salaries and Wages	\$ 70,000.00	\$ 70,000.00	\$ 64,000.00	\$ -	\$ 6,000.00
Other Expenses	71,000.00	71,000.00	56,624.73	375.27	14,000.00
Capital Improvements:					
Capital Improvement Fund	5,000.00	5,000.00	5,000.00	-	
Debt Service:					
Payment of Bond Principal	59,000.00	59,000.00	59,000.00	-	
Payment of Bond Anticipation Notes and Capital Notes	48,000.00	48,000.00	48,000.00	-	
Interest on Bonds	29,140.00	29,655.47	29,655.47	-	
Interest on Notes	28,000.00	28,028.97	28,028.97	-	
Monmouth County Capital Equipment Lease Program -2007	85,000.00	85,000.00	85,000.00	-	
Deferred Charges and Statutory Expenditures					
Special Emergency Authorizations	148,750.00	148,750.00	148,750.00	-	
Statutory Expenditures:					
Public Employees' Retirement System	2,000.00	1,455.56		1,455.56	
Contribution to Social Security System (O.A.S.I.)	5,000.00	5,000.00	4,984.00	16.00	
	<u>\$ 550,890.00</u>	<u>\$ 550,890.00</u>	<u>\$ 529,043.17</u>	<u>\$ 1,846.83</u>	<u>\$ 20,000.00</u>

<u>Ref.</u>	E-3	E-1/E-4	E/E-1
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Analysis of Paid or Charged:

Cash Disbursements	E-5	\$ 313,623.55
Reserve for Encumbrances	E-11	8,985.18
Accrued Interest on Bonds and Notes	E-13	57,684.44
Deferred Charges - Special Emergency	E-7	<u>148,750.00</u>
	E-4	<u>\$ 529,043.17</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Cash - Treasurer	F-1	\$ 674,622.99	\$ 698,174.79
Notes Receivable:			
Reciprocal Loans	F-2	336,759.84	382,054.29
Facade Improvement Loans	F-3	<u>74,438.77</u>	<u>59,795.99</u>
		<u>\$ 1,085,821.60</u>	<u>\$ 1,140,025.07</u>
LIABILITIES AND RESERVES			
Reserve for Notes Receivable:			
Reciprocal Loans	F	\$ 336,759.84	\$ 382,054.29
Facade Improvement Loans	F	74,438.77	59,795.99
Reserve for Encumbrances	F-4	-	3,759.14
Reserve for Loan and Grant Fund Expenditures	F-4	<u>674,622.99</u>	<u>694,415.65</u>
		<u>\$ 1,085,821.60</u>	<u>\$ 1,140,025.07</u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PUBLIC ASSISTANCE FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash	\$ <u>19,736.78</u>	\$ <u>19,723.17</u>
	\$ <u><u>19,736.78</u></u>	\$ <u><u>19,723.17</u></u>
 LIABILITIES AND RESERVES		
Reserve for Public Assistance	\$ <u>19,736.78</u>	\$ <u>19,723.17</u>
	\$ <u><u>19,736.78</u></u>	\$ <u><u>19,723.17</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PAYROLL FUND
 COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

	<u>2014</u>	<u>2013</u>
ASSETS		
Cash	\$ <u>185,318.40</u>	\$ <u>182,442.34</u>
	\$ <u><u>185,318.40</u></u>	\$ <u><u>182,442.34</u></u>
LIABILITIES		
Pensions Payable	\$ 149,478.57	\$ 151,944.51
Miscellaneous	<u>35,839.83</u>	<u>30,497.83</u>
	\$ <u><u>185,318.40</u></u>	\$ <u><u>182,442.34</u></u>

The accompanying notes are an integral part of this statement.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
 REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
General Fixed Assets:			
Land	I-1	\$ 18,406,960.52	\$ 18,406,960.52
Land Improvements	I-1	412,519.14	412,519.14
Buildings and Improvements	I-1	4,730,183.72	4,730,183.72
Machinery, Equipment and Vehicles	I-1	<u>16,981,897.18</u>	<u>16,927,101.81</u>
		<u>\$ 40,531,560.56</u>	<u>\$ 40,476,765.19</u>
Investments in General Fixed Assets	I-1	<u>\$ 40,531,560.56</u>	<u>\$ 40,476,765.19</u>

The accompanying notes are an integral part of this statement.

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

NOTE 1 REPORTING ENTITY

This report includes the financial statements of the Township of Neptune (the “Township”), within the County of Monmouth, in the State of New Jersey, and reflects the activities of the municipality which is under the control of the Mayor and Township Committee. The financial statements of the Board of Education, Housing Authority, Neptune Sewerage Authority, Ocean Grove Sewerage Authority, Public Library, First Aid Organization and Fire Districts are reported separately since their activities are administered by separate boards.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Funds

The Governmental Accounting Standards Board (“GASB”) is the recognized standard-setting body for establishing governmental accounting and financial reporting principles generally accepted in the United States of America.

The accounting policies of the Township conform to the accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (“Division”). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds which differs from the fund structure required by generally accepted accounting principles.

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

Grant Fund - accounts for receipts and disbursements of Federal and State grants.

Animal Control Trust Fund - animal license revenues and expenditures.

Trust Other Funds - receipts, custodianship, and disbursements of monies in accordance with the purpose for which each reserve was created.

General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. General bonds and notes payable are recorded in this fund and are offset by deferred charges to future taxation.

Sewer Utility Operating and Capital Funds - account for the operations and acquisition of capital facilities of the municipality-owned sewer utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Description of Funds (continued)

Loan and Grant Fund - is used to account for the loan activity related to UDAG, reciprocal, and facade improvement loans.

Marina Utility Operating and Capital Funds - account for the operations and acquisitions of capital facilities of the municipality-owned marina utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

Public Assistance Trust Fund - receipts and disbursements of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes.

Payroll Fund - receipts and disbursements to account for the payroll and payroll tax liabilities of the Township. Amounts are received from the Current, Sewer Utility and Marina Utility Funds.

General Fixed Assets Account Group - is used to account for fixed assets used in general governmental operations.

B. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from GAAP applicable to local governmental units. The more significant differences are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Budgets and Budgetary Accounting - the Township of Neptune must adopt an annual budget in accordance with N.J.S.A. 40A:4-4 et al. N.J.S.A. 40A:4-5 which requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9.

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

Budgets and Budgetary Accounting (continued)

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

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

The Township of Neptune is required to deposit funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units.

The Township considers highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

Property Taxes and Other Revenues - property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts. Property taxes are payable quarterly on the first day of February, May, August and November.

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

Grant Revenues and Expenditures - Federal and State grants, entitlement or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Township's budget. GAAP requires such revenues to be recognized in the accounting period when they are earned and the expenditures to be recognized when the liability is incurred.

Expenditures - unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless cancelled by the governing body. 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 - contractual orders at December 31 are reported as expenditures through the establishment of a reserve for encumbrances. Encumbrances do not constitute expenditures under GAAP.

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.

Deferred Charges - the regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred, and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories, overexpenditures and emergency appropriations. Overexpenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Overexpenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the respective balance sheet. GAAP does not permit the deferral of overexpenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance. The status of deferred charges at December 31, 2014 is set forth in Note 8.

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

Compensated Absences - expenditures relating to obligations for unused vested accumulated vacation and sick 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 - is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the general fixed assets account group at its market value.

Mortgage Receivable - The Township has entered into a mortgage agreement in the amount of \$400,000.00. The Township sold property to a developer to construct affordable housing units as part of the Schoolhouse Square Project (“the Project”). As part of the mortgage agreement when a unit is sold, the purchaser will sign a \$20,000.00 secondary mortgage payable to the Township under the Neptune Housing Incentive Fund Program. This is a no interest mortgage and is payable in a single lump sum payment upon the first to occur of the following events:

- a) The sale of the property; or
- b) The refinancing of the purchaser’s first mortgage
- c) The repayment in full of the note secured by the first mortgage

The mortgage receivable is fully reserved and revenue will only be recognized when and if units are sold and the above conditions are met.

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

Inventories of Supplies - the costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The inventories have offsetting reserve amounts.

Reserve for Sale of Municipal Assets - cash proceeds from the sale of Township owned property may be reserved until utilized as an item of anticipated revenue in a subsequent year budget. Year end balances of such proceeds would be reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of sales contracts become legally enforceable.

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

Capital Leases - are not recorded at the lesser of the fair value of the leased property or the present value of the minimum lease payments. GAAP requires an amount equal to the lesser of the fair value of the leased property or the present value of the minimum lease payments to be recorded in General Fixed Assets Account Group and the long-term obligation be recorded as part of a General Long-Term Debt Account Group. The future principal and interest payments on capital leases are disclosed in Note 5.

General Fixed Assets - property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized.

Accounting for Governmental Fixed Assets, as promulgated by Technical Accounting Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive.

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

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available except for land which is valued at estimated market value.

No depreciation on general fixed assets is recorded in the financial statements.

Fixed assets acquired through grants-in-aid or contributed capital are not accounted for separately.

Fixed Assets - Utility - accounting for utility fund “fixed capital” remains unchanged under the Requirements of Technical Accounting Directive No. 85-2.

Property and equipment purchased by the Sewer and Marina Utility Funds are recorded in the capital account at cost and are adjusted for disposition and abandonments. The amount reported for reserve for amortization of fixed capital acquired on the balance sheet of the Sewer and Marina Capital Funds represents the aggregate charges (capital outlay and debt service) to the operating budget for the costs of acquisitions of property and equipment and proceeds from grants-in-aid. The utilities do not record depreciation of property and equipment. GAAP does not require the establishment of a reserve for amortization of fixed capital, whereas it does require the recognition of depreciation of property and equipment by enterprise funds.

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Accounting (continued)

Comparative Data - comparative total data for the various funds for the prior year has been presented in the accompanying Balance Sheets and Statements of Operations and Changes in Fund Balance in order to provide an understanding of changes in the Township's financial position. However, Comparative Statements of Revenues and Statements of Expenditures have not been presented since this inclusion would make the statements unduly complex and difficult to read.

C. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Township presents the financial statements listed in the table of contents which are required by the Division 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.

NOTE 3 CASH, CASH EQUIVALENTS AND INVESTMENTS

Deposits

At December 31, 2014, the Township's deposits had a carrying amount of \$21,308,680.42.

Custodial Credit Risk Related to Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit

Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholding, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

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

NOTE 3 CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Custodial Credit Risk Related to Deposits (continued)

As of December 31, 2014, the Township's bank balances of \$22,464,982.57 were exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$	-
Insured		<u>22,464,982.57</u>
Total	\$	<u><u>22,464,982.57</u></u>

Investments

At December 31, 2014, the Township had no investments.

NOTE 4 BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2014, the Township had authorized but not issued bonds and notes as follows:

General Capital Fund		
Bonds and Notes	\$	3,838,879.64
Sewer Utility Capital Fund		
Bonds and Notes		250.00
Marina Utility Capital Fund		
Bonds and Notes		<u>25,000.00</u>
Total	\$	<u><u>3,864,129.64</u></u>

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

NOTE 5 LONG-TERM DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. 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. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The terms of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

The Township's long-term debt is summarized as follows:

Purpose
General Serial Bonds

\$2,460,000.00 2004 Pooled Governmental Loan Revenue Bonds due in an annual installment of \$3,000.00 on December 2015, interest rate of 3.850%.	\$ 3,000.00
\$5,147,000.00 2005 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$1,000.00 to \$253,000.00 through December 2017, interest rates ranging from 4.000% to 5.000%.	258,000.00
\$2,114,000.00 2006 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$242,000.00 to \$254,000.00 through December 2016, interest rate of 5.000%.	496,000.00
\$5,518,000.00 2007 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$399,000.00 to \$553,000.00 through December 2022, interest rates ranging from 4.000% to 5.250%.	3,790,000.00
\$7,100,000.00 2011 General Obligation Bonds due in annual installments of \$500,000.00 through September 2026, interest rates ranging from 2.250% to 4.000%.	6,000,000.00

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

NOTE 5 LONG-TERM DEBT (continued)

Purpose

General Serial Bonds (continued)

\$4,800,000.00 2012 Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$160,000.00 to \$495,000.00 through December 2025, interest rates ranging from 4.000% to 5.000%. \$ 4,140,000.00

\$5,180,000.00 2013 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$200,000.00 to \$400,000.00 through December 2029, interest rates ranging from 3.000% to 5.000% 4,980,000.00

\$ 19,667,000.00

Sewer Utility Bonds

\$1,858,000.00 2005 Pooled Governmental Loan Revenue Bonds due in an annual installment of \$91,000.00 in December 2015, interest rate of 5.000%. \$ 91,000.00

\$1,271,800.00 2006 Pooled Governmental Loan Refunding Revenue Bonds due in an annual installment of \$131,000.00 in February 2015, interest rate of 5.000%. 131,000.00

\$722,000.00 2006 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$49,000.00 to \$51,000.00 through December 2016, interest rate of 5.000%. 100,000.00

\$504,000.00 2007 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$33,000.00 to \$46,000.00 through December 2022, interest rates ranging from 4.000% to 5.250%. 313,000.00

\$1,310,000.00 2012 Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$0.00 to \$140,000.00 through December 2025, interest rates ranging from 4.000% to 5.000%. 1,125,000.00

\$291,000.00 2014 Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$0.00 to \$63,000.00 through December 2021, interest rates ranging from 3.000% to 5.000%. 291,000.00

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

NOTE 5 LONG-TERM DEBT (continued)

Purpose
Sewer Utility Bonds (continued)

\$1,005,000.00 2014 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$35,000.00 to \$70,000.00 through December 2034, interest rates ranging from 3.000% to 5.000%. \$ 1,005,000.00

\$ 3,056,000.00

Marina Utility Bonds

\$452,000.000 2006 Marina Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$30,000.00 to \$32,000.00 through December 2016, interest rate of 5.000%. \$ 62,000.00

\$483,000.00 2007 Marina Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$32,000.00 to \$44,000.00 through December 2022, interest rates ranging from 4.000% to 5.250%. 300,000.00

\$181,000.00 2014 Marina Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$0.00 to \$40,000.00 through December 2021, interest rates ranging from 3.000% to 5.000%. 181,000.00

\$815,000.00 2014 Marina Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$30,000.00 to \$60,000.00 through December 2034, interest rates ranging from 3.000% to 5.000%. 815,000.00

\$ 1,358,000.00

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

NOTE 5 LONG-TERM DEBT (continued)

Annual debt service for principal and interest over the next five years and five-year increments thereafter for bonded debt issued and outstanding are as follows:

Year	General Capital Fund		
	Principal	Interest	Total
2015	\$ 1,757,000.00	\$ 809,963.00	\$ 2,566,963.00
2016	1,799,000.00	737,747.50	2,536,747.50
2017	1,659,000.00	664,047.50	2,323,047.50
2018	1,712,000.00	598,287.50	2,310,287.50
2019	1,766,000.00	529,032.50	2,295,032.50
2020-2024	7,614,000.00	1,666,662.50	9,280,662.50
2025-2029	<u>3,360,000.00</u>	<u>378,000.00</u>	<u>3,738,000.00</u>
Total	\$ <u>19,667,000.00</u>	\$ <u>5,383,740.50</u>	\$ <u>25,050,740.50</u>

Year	Sewer Utility Capital Fund		
	Principal	Interest	Total
2015	\$ 339,000.00	\$ 146,089.27	\$ 485,089.27
2016	211,000.00	121,207.50	332,207.50
2017	220,000.00	112,257.50	332,257.50
2018	228,000.00	103,637.50	331,637.50
2019	238,000.00	94,042.50	332,042.50
2020-2024	1,065,000.00	312,960.00	1,377,960.00
2025-2029	415,000.00	115,250.00	530,250.00
2030-2034	<u>340,000.00</u>	<u>37,325.00</u>	<u>377,325.00</u>
Total	\$ <u>3,056,000.00</u>	\$ <u>1,042,769.27</u>	\$ <u>4,098,769.27</u>

Year	Marina Utility Capital Fund		
	Principal	Interest	Total
2015	\$ 92,000.00	\$ 58,072.23	\$ 150,072.23
2016	95,000.00	56,385.00	151,385.00
2017	98,000.00	52,235.00	150,235.00
2018	100,000.00	48,295.00	148,295.00
2019	104,000.00	43,845.00	147,845.00
2020-2024	369,000.00	151,720.00	520,720.00
2025-2029	220,000.00	88,250.00	308,250.00
2030-2034	<u>280,000.00</u>	<u>31,050.00</u>	<u>311,050.00</u>
Total	\$ <u>1,358,000.00</u>	\$ <u>529,852.23</u>	\$ <u>1,887,852.23</u>

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

NOTE 5 LONG-TERM DEBT (continued)

Loans Payable

General Capital Fund Loans Payable

During 2005, the Township was awarded a loan of \$100,000.00 under the Green Trust Loan Program for the Bradly Park acquisition. The loan is due in semi-annual installments ranging from \$2,497.89 to \$3,078.38 through September 2025, interest rate 2.00%.	\$ 61,127.26
During 2005, the Township was awarded a loan of \$25,000.00 under the Green Trust Loan Program for the Bradly Park acquisition. The loan is due in semi-annual installments ranging from \$624.47 to \$769.58 through September 2025, interest rate 2.00%.	15,281.79
During 2007, the Township was awarded a loan of \$170,000.00 under the Green Trust Loan Program for the Riverside Park acquisition. The loan is due in semi-annual installments ranging from \$4,121.52 to \$5,233.24 through May 2027, interest rate 2.00%.	116,404.96
During 2008, the Township was awarded a loan of \$225,228.72 under the Green Trust Loan Program for the development of Bradly Park. The loan is due in semi-annual installments of \$5,927.07 through July 2027, interest rate 0.00%	154,103.88
During 2009, the Township was awarded a loan for \$25,000.00 under the Green Trust Loan Program for the Bradly Park acquisition. The loan is due in semi-annual installments of \$641.03 through June 2029, interest rate 0.00%	18,589.70
During 2011, the Township was awarded a loan of \$750,000.00 under the Green Trust Loan Program for multi-parks development. The loan is due in semi-annual installments of \$25,000 through August 2026	<u>600,000.00</u>
	<u>\$ 965,507.59</u>

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

NOTE 5 LONG-TERM DEBT (continued)

Loans Payable (continued)

Sewer Utility Fund Loan Payable

On March 1, 2010, the Township entered into loan agreements funded by the New Jersey Environmental Infrastructure Trust in the amount of \$1,281,375.00 for upgrades to the Pennsylvania Avenue pump station. \$315,000.00 was funded by a trust loan with interest rates ranging from 3.00% to 5.00%. The trust loan is due in annual \$15,000.00 to \$25,000.00 through 2029. The remaining \$966,375.00 was funded by a fund loan with 0.00% interest. The fund loan is due in semi-annual installments ranging from \$16,379.23 to \$32,758.70 through 2029.

\$ 1,012,065.73

Total Sewer Utility Capital Fund Loan Payable

\$ 1,012,065.73

Annual debt service for principle and interest over the next five years and five year increments thereafter for loans issued and outstanding is as follows:

General Capital Fund Loans Payable			
Year	Principal	Interest	Year
2015	\$ 77,696.41	\$ 3,783.83	\$ 81,480.24
2016	77,989.05	3,491.19	81,480.24
2017	78,287.60	3,192.64	81,480.24
2018	78,592.15	2,888.09	81,480.24
2019	78,902.81	2,577.43	81,480.24
2020-2024	399,397.01	8,004.19	407,401.20
2025-2029	<u>174,642.56</u>	<u>889.77</u>	<u>175,532.33</u>
Total	\$ <u>965,507.59</u>	\$ <u>24,827.14</u>	\$ <u>990,334.73</u>

Sewer Utility Loans Payable			
Year	Principal	Interest	Total
2015	\$ 64,137.70	\$ 11,500.00	\$ 75,637.70
2016	64,137.70	10,750.00	74,887.70
2017	64,137.70	10,000.00	74,137.70
2018	64,137.70	9,250.00	73,387.70
2019	64,137.70	8,500.00	72,637.70
2020-2024	335,688.50	32,750.00	368,438.50
2025-2029	<u>355,688.73</u>	<u>13,600.00</u>	<u>369,288.73</u>
Total	\$ <u>1,012,065.73</u>	\$ <u>96,350.00</u>	\$ <u>1,108,415.73</u>

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

NOTE 5 LONG-TERM DEBT (continued)

Capital Lease Program

During 2005, 2007, 2011 and 2013 the Township of Neptune acquired equipment through the Monmouth County Improvement Authority's Equipment Lease Financing Program. The Equipment Lease Financing Program involved the issuance of Capital Equipment Pooled Lease Revenue Bonds, Series 2005, 2007, 2011 and 2013 of which \$1,467,600.00, \$2,380,400.00, \$1,180,000.00 and \$2,789,000.00 respectively, represent the Township's portion. Debt service requirements by fund are as follows:

General Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2015	\$ 936,296.00	\$ 155,725.40	\$ 1,092,021.40	4.00%-5.00%
2016	811,844.00	114,173.60	926,017.60	3.00%-5.00%
2017	694,268.00	75,989.40	770,257.40	4.00%-5.00%
2018	437,880.00	41,813.00	479,693.00	2.50%-5.00%
2019	117,320.00	21,335.00	138,655.00	4.00%
2020-2023	385,840.00	35,954.00	421,794.00	4.00%-5.00%
Total	\$ <u>3,383,448.00</u>	\$ <u>444,990.40</u>	\$ <u>3,828,438.40</u>	

Sewer Utility Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2015	\$ 85,840.00	\$ 14,198.00	\$ 100,038.00	4.00%-5.00%
2016	70,040.00	10,621.00	80,661.00	3.00%-5.00%
2017	45,280.00	8,055.00	53,335.00	4.00%-5.00%
2018	47,120.00	5,992.00	53,112.00	2.50%-5.00%
2019	26,680.00	4,169.00	30,849.00	4.00%
2020-2023	65,160.00	5,414.00	70,574.00	4.00%-5.00%
Total	\$ <u>340,120.00</u>	\$ <u>48,449.00</u>	\$ <u>388,569.00</u>	

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

NOTE 5 LONG-TERM DEBT (continued)

Capital Lease Program (continued)

Marina Utility Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2015	\$ 70,864.00	\$ 15,951.60	\$ 86,815.60	4.00%-5.00%
2016	74,716.00	12,940.40	87,656.40	5.00%
2017	78,652.00	9,220.60	87,872.60	5.00%
2018	64,000.00	5,310.00	69,310.00	5.00%
2019	10,000.00	2,136.00	12,136.00	4.00%
2020-2023	43,000.00	4,432.00	47,432.00	4.00%
Total	\$ <u>341,232.00</u>	\$ <u>49,990.60</u>	\$ <u>391,222.60</u>	

Changes in Outstanding Debt

Transactions for the year ended December 31, 2014 are summarized as follows:

	Balance Dec. 31, 2013	Additions	Deductions	Balance Dec. 31, 2014
<u>General Capital Fund</u>				
Serial Bonds	\$ 21,377,000.00	\$ -	\$ 1,710,000.00	\$ 19,667,000.00
Loans Payable	<u>1,042,917.10</u>	<u>-</u>	<u>77,409.51</u>	<u>965,507.59</u>
	<u>22,419,917.10</u>	<u>-</u>	<u>1,787,409.51</u>	<u>20,632,507.59</u>
<u>Sewer Capital Fund</u>				
Serial Bonds	2,352,000.00	1,296,000.00	592,000.00	3,056,000.00
Loans Payable	<u>1,071,203.43</u>	<u>-</u>	<u>59,137.70</u>	<u>1,012,065.73</u>
	<u>3,423,203.43</u>	<u>1,296,000.00</u>	<u>651,137.70</u>	<u>4,068,065.73</u>
<u>Marina Capital Fund</u>				
Serial Bonds	<u>606,000.00</u>	<u>996,000.00</u>	<u>244,000.00</u>	<u>1,358,000.00</u>
	\$ <u>26,449,120.53</u>	\$ <u>2,292,000.00</u>	\$ <u>2,682,547.21</u>	\$ <u>26,058,573.32</u>

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

NOTE 5 LONG-TERM DEBT (continued)

Borrowing Power

New Jersey statutes limit the debt of a municipality to 3.50% of the average of the last three preceding years equalized valuations of the taxable real estate and improvements. The Township's statutory net debt at December 31, 2014 was 0.740%. The Township's remaining borrowing power is 2.760%. The summary of municipal debt for the last three years and the calculation of statutory net debt is presented in the Supplementary Data section of this report.

NOTE 6 SHORT-TERM DEBT

Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuing of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note.

On December 31, 2014, the Township's outstanding bond anticipation notes were as follows:

<u>General Capital Fund</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
Various 2013 Improvements to Parks and Other Township Facilities	09-11-14	09-10-15	\$ 133,000.00	1.00%
Various 2013 Roadway and Drainage Improvements	09-11-14	09-10-15	1,188,631.00	1.00%
Emergency Watershed Protection Program	09-11-14	09-10-15	359,000.00	1.00%
Acquisition of Real Property (Division Street Property)	09-11-14	09-10-15	114,000.00	1.00%
Pedestrian/Bicycle Lane Transportation	09-11-14	09-10-15	<u>120,000.00</u>	1.00%
			\$ <u>1,914,631.00</u>	
 <u>Sewer Utility Capital Fund</u>				
Upgrades to Pennsylvania Avenue Pumping Station	09-11-14	01-22-15	\$ 294,500.00	.72%
Acquisition of Vehicles and Equipment	09-11-14	01-22-15	147,500.00	.72%
Various Sewer Utility Improvements	09-11-14	01-22-15	<u>665,000.00</u>	.72%
			\$ <u>1,107,000.00</u>	

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

NOTE 6 SHORT-TERM DEBT (continued)

Bond Anticipation Notes (continued)

<u>Marine Utility Capital Fund</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
Acquisition of Marina Property and Various Improvements to the Marina	09-11-14	09-10-15	\$ 204,500.00	1.00%
Various Improvements to Marina	09-11-14	09-10-15	276,369.00	1.00%
Various Improvements	09-11-14	09-10-15	85,500.00	1.00%
Various Improvements	09-11-14	01-22-15	<u>900,000.00</u>	.72%
			<u>\$ 1,466,369.00</u>	

Changes in Bond Anticipation Notes

	<u>Balance Dec. 31, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2014</u>
General Capital Fund	\$ 7,431,631.00	\$ 1,914,631.00	\$ 7,431,631.00	\$ 1,914,631.00
Sewer Utility Capital Fund	1,131,000.00	-	24,000.00	1,107,000.00
Marina Utility Capital Fund	<u>1,539,369.00</u>	<u>-</u>	<u>73,000.00</u>	<u>1,466,369.00</u>
	<u>\$ 10,102,000.00</u>	<u>\$ 1,914,631.00</u>	<u>\$ 7,528,631.00</u>	<u>\$ 4,488,000.00</u>

Special Emergency Notes

The Township issues special emergency notes to fund special emergency appropriations. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid within three to five years depending on the type of special emergency.

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

NOTE 6 SHORT-TERM DEBT (continued)

Special Emergency Notes (continued)

On December 31, 2014, the Township's outstanding special emergency notes were as follows:

	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
<u>Current Fund</u>				
Hurricane Sandy	11-13-14	11-12-15	\$ 1,779,000.00	1.25%
Revaluation	04-18-14	04-07-15	<u>800,000.00</u>	0.50%
			<u>2,579,000.00</u>	
<u>Sewer Utility Fund</u>				
Hurricane Sandy	11-13-14	11-12-15	<u>270,000.00</u>	1.25%
<u>Marina Utility Fund</u>				
Hurricane Sandy	11-13-14	11-12-15	<u>443,250.00</u>	1.25%
			<u>\$ 3,292,250.00</u>	

Changes in Special Emergency Notes

Transactions for the year ended December 31, 2014 are summarized as follows:

	<u>Balance Dec. 31, 2013</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2014</u>
Current Fund	\$ 4,776,996.00	\$ 2,579,000.00	\$ 4,776,996.00	\$ 2,579,000.00
Sewer Utility Fund	725,000.00	270,000.00	725,000.00	270,000.00
Marina Utility Fund	<u>1,192,000.00</u>	<u>-</u>	<u>748,750.00</u>	<u>443,250.00</u>
	<u>\$ 6,693,996.00</u>	<u>\$ 2,849,000.00</u>	<u>\$ 6,250,746.00</u>	<u>\$ 3,292,250.00</u>

NOTE 7 DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED

Upon the authorization of capital projects, the Township establishes deferred charges for the cost of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. According to the New Jersey Statutes Annotated 40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for the particular year in the current budget. As funds are raised, the deferred charges are reduced.

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

NOTE 8 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

As noted in Note 2, 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 sheets of the various funds:

	Balance December 31, 2014	2015 Budget Appropriation	Balance to Succeeding Budgets
Current Fund:			
Special Emergency Authorization	\$ 2,579,000.00	\$ 793,000.00	\$ 1,786,000.00
Sewer Utility Operating Fund:			
Special Emergency Authorization	270,000.00	90,000.00	180,000.00
Marina Utility Operating Fund:			
Special Emergency Authorization	443,250.00	148,000.00	295,250.00
	\$ 3,292,250.00	\$ 1,031,000.00	\$ 2,261,250.00

The 2015 budget has not been adopted as of the date of this audit.

NOTE 9 TAXES COLLECTED IN ADVANCE

Taxes collected in advance set forth as cash liabilities in the financial statements, are as follows:

	Balance December 31,	
	2014	2013
Prepaid Taxes	\$ 595,400.94	\$ 540,196.08

NOTE 10 ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1st in each year and filed with the County Board of Taxation ("Board") by January 10th of the following year. Upon the filing of certified adopted budgets by the Township, Local School District and County, the tax rate is struck by the Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 20th, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector ("Collector") on or before June 3rd. Tax bills are prepared then mailed by the Collector of the Township annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year.

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

NOTE 10 ASSESSMENT AND COLLECTION OF PROPERTY TAXES (continued)

In addition the property owner receives a preliminary bill for the succeeding year based on one half of the prior year's tax. The preliminary payments are due and payable on February 1st and May 1st. The N.J. Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% or 18% of the amount delinquent. If taxes are delinquent as of the eleventh day of the eleventh month of the fiscal year, the delinquent amount is subject to "Tax Sale" which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

NOTE 11 LOCAL DISTRICT SCHOOL TAXES

Local District School Taxes have been raised and liabilities deferred. Section 13 of P.L. 1991, C. 63 provides that any municipality that levies school taxes on a school year basis may defer from the municipal purposes tax levy 50% (fifty percent) of the levy. The amounts so deferred shall be regarded as fund balance and shall be used to offset the local property tax levy for local purposes. At year end taxes due to the District consisted of the following:

	Local District School Tax Balance December 31	
	2014	2013
Balance of Tax	\$ 17,652,466.50	\$ 17,306,098.50
Deferred	17,265,725.00	17,265,725.00
Tax Payable/(Advanced)	\$ 386,741.50	\$ 40,373.50

NOTE 12 FUND BALANCES APPROPRIATED

Fund balances at December 31, 2014 which were appropriated and included as anticipated revenue in the 2015 municipal budget as adopted for the year ending December 31, 2015 were as follows:

Current Fund:	
Fund Balance	*
Sewer Utility Fund:	
Fund Balance	*
Marina Utility Fund:	
Fund Balance	*

* The budget has not been adopted as of the date of the audit.

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

NOTE 13 PENSION PLANS

Public Employee’s Retirement System and Police and Firemen’s Retirement System

The Township of Neptune contributes to the Public Employees’ Retirement System (“PERS”) and the Police and Firemen’s Retirement System (“PFRS”), cost-sharing multiple-employer defined benefit pension plans administered by the Division of Pensions in the Department of the Treasury, State of New Jersey. The plans provide retirement, death, disability benefits and medical benefits to certain qualifying plan members and beneficiaries. The Public Employees’ Retirement System was established January 1, 1955 under the provisions of N.J.S.A. 43:15A. The Police and Firemen’s Retirement System was established July 1, 1944 under the provisions of N.J.S.A. 43:16A. The Public Employees’ Retirement System and the Police and Firemen’s Retirement System issue publicly available financial reports that include financial statements and required supplementary information. These reports may be obtained by writing to the State of New Jersey, Division of Pensions.

Funding Policy

Employee contributions are currently 6.92% and 10% of their base wages for PERS and PFRS, respectively. Employer’s contributions are actuarially determined annually by the Division of Pensions. Township contributions to the plan for the past three (3) years are as follows:

<u>Year</u>	<u>PERS</u>	<u>PFRS</u>
2014	\$ 794,760.00	\$ 1,499,410.00
2013	822,647.00	1,611,469.00
2012	850,754.00	1,609,484.00

All contributions were equal to the required contributions for each of the three years, respectively.

Under the provisions of Chapter 78, P.L. 2011, employee pension contribution rates for PERS members increased effective July 1, 2014 from 6.78% to 6.92%. The contribution rate will increase by 0.140% each year on July 1 until the rate reaches 7.50% in July 2018.

NOTE 14 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”)

A. Plan Description

In addition to the pension benefits described in Note 13, the Township contributes to the New Jersey State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq.,

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

NOTE 14 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

A. Plan Description (continued)

governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. In 2010, the Township authorized participation in the SHBP’s post-employment benefit program through resolution number 10-281. The Township provides post-employment benefits to employees who have completed the required number of years of service, and having attained the specific age, under PERS, PFRS or is retired on approved disability. Said retirees who have completed 25 years in the appropriate pension plan and have completed 15 years of continuous service to the Township of Neptune will be provided with hospitalization benefits for the employee and his/her dependents under the New Jersey State Health Benefits Program in accordance with State of New Jersey Statute Chapter 88. In the event the Township changes insurance carriers, substantially similar benefits will be provided.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes the financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website.

B. Funding Policy

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

Contributions to pay for health premiums of participating retirees in the SHBP are billed to the Township on a monthly basis. The Township currently contributes on a pay-as-you-go basis based upon monthly invoices from the State of New Jersey Division of Pensions. Employees are not required to contribute. Contributions to the plan for the last three years and the number of former employees eligible for and participating in the post-employment health care benefits program as of the respective year ended December 31 was as follows:

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

NOTE 14 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

B. Funding Policy (continued)

<u>Year</u>	<u>Contribution</u>	<u>Number of Employees</u>
2014	\$ 2,182,290.24	128
2013	2,136,520.92	123
2012	1,823,637.24	117

All contributions were equal to the required contributions for each of the three years respectively.

NOTE 15 DEFERRED COMPENSATION PLAN

The Township of Neptune 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.

All amounts of compensation deferred under the Plan, all property and rights purchased with the amounts, and all income attributable to these amounts are for the exclusive benefit of the Plan participants and their beneficiaries and the assets cannot be diverted to any other purpose. The Township serves as Trustee under the Plan.

NOTE 16 INTERFUND BALANCES

The composition of interfund balances as of December 31, 2014 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Current Fund	Sewer Utility Operating Fund	\$ <u>72,825.74</u>
Federal and State Grant Fund	Current Fund	<u>15,376.07</u>
Marina Utility Operating Fund	Current Fund	2,349.00
Marina Utility Operating Fund	Marina Utility Capital Fund	<u>25,000.00</u>
		<u>27,349.00</u>
Trust Other Fund	Current Fund	11,619.24
Trust Other Fund	Federal and State Grant Fund	<u>28,588.68</u>
		<u>40,207.92</u>

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

NOTE 16 INTERFUND BALANCES (continued)

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Sewer Utility Capital Fund	Sewer Operating Fund	4,000.00
Marina Capital Fund	General Capital Fund	1,750.24
		\$ <u>161,508.97</u>

All balances resulted from the time lag between the dates that (1) reimbursable expenditures occur, (2) revenues/receipts are collected, and (3) payments between funds are made.

NOTE 17 INTERFUND TRANSFERS

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Current Fund	Federal and State Grant Fund	\$ 58,463.95
Current Fund	Marina Utility Operating Fund	2,349.00
General Capital Fund	Current Fund	117,597.75
Current Fund	Trust Other Fund	63,302.42
Federal and State Grant Fund	Trust Other Fund	3,791.67
Sewer Utility Operation Fund	Current Fund	72,825.74
General Capital Fund	Sewer Utility Capital Fund	1,956.63
Marina Capital Fund	General Capital Fund	261,694.81
Current Fund	Marina Utility Capital Fund	100,000.00
Marina Utility Operating Fund	Marine Utility Capital Fund	340,000.00
Sewer Utility Operating Fund	Sewer Utility Capital Fund	4,000.00
General Capital Fund	Marina Utility Operating Fund	68,500.00

Transfers are primarily used to move funds from:

- The Current Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.
- The Utility Operating Funds to the Utility Capital Funds to finance capital improvements accounted for in the Utility Capital Funds in accordance with budgetary authorizations.

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

NOTE 18 FIXED ASSETS

Fixed asset and fixed capital activity for the year ended December 31, 2014 was as follows:

Fixed Assets

	Balance Dec. 31, 2013	Additions	Disposals	Balance Dec. 31, 2014
Land	\$ 18,406,960.52	\$ -	\$ -	\$ 18,406,960.52
Land Improvements	412,519.14	-	-	412,519.14
Buildings and Improvements	4,730,183.72	-	-	4,730,183.72
Machinery, Equipment and Vehicles	<u>16,927,101.81</u>	<u>834,908.05</u>	<u>780,112.68</u>	<u>16,981,897.18</u>
	<u>\$ 40,476,765.19</u>	<u>\$ 834,908.05</u>	<u>\$ 780,112.68</u>	<u>\$ 40,531,560.56</u>

Fixed Capital – Sewer Utility

	Balance Dec. 31, 2013	Additions	Disposals	Balance Dec. 31, 2014
Sewer System	\$ <u>18,127,653.88</u>	\$ <u>1,011,957.69</u>	\$ -	\$ <u>19,139,611.57</u>

Fixed Capital - Marina Utility

	Balance Dec. 31, 2013	Additions	Disposals	Balance Dec. 31, 2014
Marina	\$ <u>5,865,000.000</u>	\$ -	\$ -	\$ <u>5,865,000.00</u>

NOTE 19 RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; error and omission, injuries to employees; and natural disaster. The Township is a member of the Statewide Insurance Fund (the "Fund"). The Fund is both an insured and self-administered group of public entities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The Fund will be self-sustaining through member premiums. There were no settlements in excess of insurance coverage in 2014, 2013 and 2012.

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

NOTE 20 CONTINGENCIES

A. Accrued Sick and Vacation Unaudited

As discussed in Note 2 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation and sick pay. The Township permits certain employees within limits to accumulate unused vacation and sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. The estimated current cost of such unpaid compensation would approximate \$4,152,000 at December 31, 2014. In accordance with New Jersey accounting principles, this amount is not reported as an expenditure or liability in the accompanying financial statements.

B. Litigation

The Township is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, Township Officials, based upon the opinion of the Township Counsel, presently believe that the outcome of each such proceeding or claim which is pending or known to be threatened, or all of them combined, will not have a material or adverse effect on the Township's financial position or adversely affect the Township's ability to levy, collect, and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

C. Federal and State Grants

The Township receives financial assistance from the U.S. government and the State of New Jersey in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require payment to the grantor agency. As of December 31, 2014, the Township estimates that no material liabilities will result from such audits.

D. Unemployment Compensation Insurance

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Township has elected to provide a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2014 was \$51,900.40.

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

NOTE 21 SUBSEQUENT EVENTS

On February 23, 2015 the Township adopted ordinance 15-03 providing for improvements in the West Lake Avenue Redevelopment Area under the Township Neighborhood Community Revitalization Program. The project will be funded by a grant from the United States Department of Housing and Urban Development in the amount of \$800,114.00.

On February 23, 2015 the Township adopted ordinance 15-04 providing for the reconstruction of the Municipal Marina Building destroyed by Hurricane Sandy. The ordinance authorizes \$420,900.00 of debt, a \$1,700,000.00 FEMA Disaster Assistance Program grant, and \$379,100.00 of insurance proceeds for a total appropriation of \$2,500,000.00.

On February 23, 2015 the Township adopted ordinance 15-05 providing for the construction of sidewalks along Neptune Boulevard. The ordinance authorizes \$108,000.00 of debt and a \$142,000.00 grant from the New Jersey Community Development Block Grant Program for a total appropriation of \$250,000.00.

On February 23, 2015 the Township adopted ordinance 15-06 providing for Central Avenue roadway reconstruction and drainage improvements. The ordinance authorizes \$226,410.00 of debt and a \$273,590.00 grant from the New Jersey Department of Transportation Municipal Aid and Urban Aid Program for a total appropriation of \$500,000.00.

On February 23, 2015 the Township adopted ordinance 15-07 providing for the Alberta Basin drainage project. The ordinance authorizes \$253,915.25 of debt and a grant of \$696,084.75 from the New Jersey Office of Emergency Management/Federal Emergency Management Agency, Pre-Disaster Mitigation Program for a total appropriation of \$950,000.00.

The Township has evaluated subsequent events occurring after December 31, 2014 through the date of April 3, 2015 which is the date the financial statements were available to be issued.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>		<u>Regular</u>		<u>Grant Fund</u>
Balance, December 31, 2013	A		\$ 9,264,701.85		\$ 324,544.45
Increased by Receipts:					
Collector	A-5	\$ 89,954,502.08			
Federal and State Grants Due Current Fund	A-24			\$ 167,912.12	
Federal and State Grants Receivable	A-25			423,704.42	
Federal and State Grants Unappropriated Reserves	A-27			55,922.82	
			<u>89,954,502.08</u>		<u>647,539.36</u>
			99,219,203.93		972,083.81
Decreased by Disbursements:					
2014 Budget Appropriations	A-3	35,575,035.72			
Appropriation Reserves	A-15	1,854,692.63			
Tax Overpayments	A-17	28,686.75			
County Taxes Payable	A-20	10,176,664.38			
Local School District Tax	A-21	34,982,700.00			
Fire District Taxes	A-19	3,566,190.00			
Various Reserves	A-23	591,526.71			
Interfunds	A-13	358,335.61			
Due to State Agencies	A-22	44,082.00			
Accounts Payable	A-14	27,271.84			
Special Emergency Notes Payable	A-29	4,776,996.00			
Refund of Prior Year Revenue	A-1	25.49			
Appropriated Reserves for Federal and State Grants	A-26			703,740.21	
			<u>91,982,207.13</u>		<u>703,740.21</u>
Balance, December 31, 2014	A		<u>\$ 7,236,996.80</u>		<u>\$ 268,343.60</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - COLLECTOR

	<u>Ref.</u>		
Increased by Receipts:			
Taxes Receivable	A-8	\$ 75,135,740.34	
Tax Title Liens	A-9	31,886.04	
Revenue Accounts Receivable	A-11	9,151,521.50	
Tax Overpayments	A-17	51,090.06	
Prepaid Taxes	A-18	595,400.94	
State of New Jersey (Ch. 20, P.L. 1971)	A-6	224,920.56	
Non-Budget Revenues	A-2	540,083.06	
Interfunds	A-13	165,651.42	
Due to State Agencies	A-22	51,473.00	
Various Reserves	A-23	208,491.08	
Sale of Special Emergency Notes	A-29	2,579,000.00	
Reserve for Interest on Special Emergency Notes	A	9,430.00	
Reserve for FEMA Reimbursement - Hurricane Sandy	A-30	<u>1,209,814.08</u>	
			\$ <u>89,954,502.08</u>
Decreased by Disbursements:			
Payments to Treasurer	A-4		\$ <u><u>89,954,502.08</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DUE FROM/(TO) STATE - P.L. 1971, C. 20

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ (32,080.13)
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens		\$ 56,000.00	
Veterans		211,000.00	
Deductions Allowed by Collector		11,500.00	
		278,500.00	
Less: Deductions Disallowed by Collector		6,239.73	
	A-8		272,260.27
			240,180.14
Decreased by:			
Received from State of New Jersey	A-5	224,920.56	
Deductions Disallowed by Collector - Prior Taxes	A-1/A-8	6,511.64	
		231,432.20	
Balance, December 31, 2014	A		\$ <u><u>8,747.94</u></u>

SCHEDULE OF MORTGAGE RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2013 and 2014	A		\$ <u><u>400,000.00</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance Dec. 31, 2013	2014 Levy	Collections 2013	2014	P.L. 1971 Senior Citizens and Veterans	Tax Overpayments Applied	Transfer to Tax Title Lien	Canceled, Remitted or Abated	Balance Dec. 31, 2014
2011	\$ 947.42			\$ 349.30					\$ 598.12
2012	25,122.98	\$ 1,377.43		24,582.82					1,917.59
2013	<u>1,087,287.34</u>	<u>28,983.39</u>		1,085,779.13	\$ (6,511.64)	\$ 1,834.69	\$ 11,337.67	\$ 5,557.95	<u>18,272.93</u>
	1,113,357.74	30,360.82	-	1,110,711.25	(6,511.64)	1,834.69	11,337.67	5,557.95	20,788.64
2014		<u>76,044,037.54</u>	<u>\$ 540,196.08</u>	<u>74,025,029.09</u>	<u>272,260.27</u>	<u>13,346.05</u>	<u>10,649.08</u>	<u>58,799.11</u>	<u>1,123,757.86</u>
	<u>\$ 1,113,357.74</u>	<u>\$ 76,074,398.36</u>	<u>\$ 540,196.08</u>	<u>\$ 75,135,740.34</u>	<u>\$ 265,748.63</u>	<u>\$ 15,180.74</u>	<u>\$ 21,986.75</u>	<u>\$ 64,357.06</u>	<u>\$ 1,144,546.50</u>
<u>Ref.</u>	A	A-8	A-2/A-18	A-2/A-5	A-1/A-2/A-6	A-2/A-17	A-9		A
<u>Analysis of 2014 Property Tax Levy</u>			<u>Ref.</u>						
Tax Yield:									
General Purpose Tax					\$ 72,147,797.10				
Special District Taxes					3,575,784.69				
Added and Omitted Tax					320,455.75				
6% Penalty					<u>30,360.82</u>				
			A-8			\$ <u>76,074,398.36</u>			
Tax Levy:									
Local District School Tax			A-21		\$ 35,329,068.00				
County Taxes:									
County Tax			A-20	\$ 9,421,930.00					
County Open Space Tax			A-20	513,697.48					
County Health Tax			A-20	185,979.61					
Due County for Added and Omitted Taxes			A-20	<u>43,221.43</u>					
Total County Taxes					10,164,828.52				
Fire District No. 1 (Amount Certified)			A-19	2,867,325.00					
Fire District No. 2 (Amount Certified)			A-19	<u>698,865.00</u>					
					3,566,190.00				
Local Tax for Municipal Purposes			A-2	25,502,480.47					
Minimum Library Tax			A-2	1,171,979.00					
Add: Additional Tax Levied				<u>339,852.37</u>					
					<u>27,014,311.84</u>				
			A-8			\$ <u>76,074,398.36</u>			

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF TAX TITLE LIENS

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ 48,958.39
Increased by:			
Transfer from Taxes Receivable	A-8	\$ 21,986.75	
Interest and Costs of Tax Sale of March 13, 2014		<u>3,852.46</u>	
			<u>25,839.21</u>
			74,797.60
Decreased by:			
Cash Receipts	A-2/A-5	31,886.04	
Cancelled		1,409.42	
Transferred to Foreclosed Property	A-10	<u>16,986.97</u>	
			<u>50,282.43</u>
Balance, December 31, 2014	A		<u>\$ 24,515.17</u>

Exhibit A-10

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
 (AT ASSESSED VALUATION)

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ 5,246,000.00
Increased by:			
Transferred from Tax Title Liens	A-9	\$ 16,986.97	
Transferred from Abating Liens	A-12	937.20	
Adjustment to Assessed Value		<u>147,375.83</u>	
			<u>165,300.00</u>
			5,411,300.00
Decreased by:			
Property Deeded to Other Local Agencies			<u>168,500.00</u>
Balance, December 31, 2014	A		<u>\$ 5,242,800.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Accrued</u> <u>in 2014</u>	<u>Collected</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Licenses:					
Alcoholic Beverages	A-2		\$ 54,960.00	\$ 54,960.00	\$ -
Other	A-2		217,914.16	217,914.16	-
Fees & Permits	A-2		330,384.20	330,384.20	-
Municipal Court:					
Fines and Costs	A-2	\$ 51,986.96	788,125.19	788,125.19	59,777.01
Other Revenue:					
Interest and Costs on Taxes	A-2		313,798.15	313,798.15	-
Interest on Investments and Deposits	A-2		21,158.18	21,158.18	-
Consolidated Municipal Property Tax Relief Aid	A-2		750,024.00	750,024.00	-
Energy Receipts Tax	A-2		4,247,430.00	4,247,430.00	-
Uniform Construction Code Fees	A-2		993,823.20	993,823.20	-
Interlocal Services Agreement:					
Monmouth County 9-1-1 Services					
Personnel Loan	A-2		64,753.00	64,753.00	-
Neptune BOE - GREAT Program	A-2		21,800.00	21,800.00	-
Fleet Maintenance	A-2		105,894.17	105,894.17	-
Insurances	A-2		173,343.00	173,343.00	-
Monmouth County EMS	A-2		6,000.00	6,000.00	-
Community Notification System Agreement	A-2		11,200.00	11,200.00	-
Public Safety Officer Program	A-2		52,020.00	52,020.00	-
Prisoner Processing/Jail Program	A-2		27,000.00	27,000.00	-
Administrative Fees - Off Duty Employment					
of Police Officers	A-2		222,223.72	222,223.72	-
Cable TV Franchise Fees	A-2		394,741.96	394,741.96	-
Commercial Garbage Removal Fees	A-2	75,540.03	104,866.59	92,125.72	88,280.90
Interfund - Trust Other	A-2		51,683.18	51,683.18	-
Interfund - Federal and State Grant Fund	A-2		45,087.88	45,087.88	-
OCGMA Special Police Contribution	A-2		24,230.00	24,230.00	-
Cell Tower Lease	A-2		88,572.85	88,572.85	-
Monmouth County Lease of Facility	A-2		150,000.00	150,000.00	-
Interfund - Marina Capital	A-2		100,000.00	100,000.00	-
Reserve for FEMA (Hurricane Sandy)	A-2		593,000.00	593,000.00	-
		<u>\$ 127,526.99</u>	<u>\$ 9,954,033.43</u>	<u>\$ 9,941,292.56</u>	<u>\$ 148,057.91</u>
	<u>Ref.</u>	<u>A</u>			<u>A</u>
Cash Receipts	A-5			\$ 9,151,521.50	
Interfunds Receivable	A-13			196,771.06	
Reserve for FEMA (Hurricane Sandy)	A-30			<u>593,000.00</u>	
				<u>\$ 9,941,292.56</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF ABATING COSTS AND ABATING LIENS RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ 45,380.98
Increased by:			
Billings			<u>77,048.56</u>
			122,429.54
Decreased by:			
Transferred to Foreclosed Property	A-10	\$ 937.20	
Collections	A-2	<u>65,404.24</u>	
			<u>66,341.44</u>
Balance, December 31, 2014	A		<u><u>\$ 56,088.10</u></u>
Analysis:			
Abating Costs Receivable			\$ 33,788.10
Abating Liens Receivable			<u>22,300.00</u>
			<u><u>\$ 56,088.10</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF INTERFUNDS RECEIVABLE / (PAYABLE)

	Ref.	Total (MEMO ONLY)	Federal and State Grant Fund	Marina Utility Operating Fund	Marina Utility Capital Fund	General Capital Fund	Trust Other Fund	Sewer Utility Operating Fund
Balance, December 31, 2013:								
Interfunds Receivable	A	\$ 196,771.06	\$ 45,087.88		\$ 100,000.00		\$ 51,683.18	\$ -
Interfunds Payable	A	<u>(117,597.75)</u>		\$ -		\$ (117,597.75)		
Increased by:								
Disbursements	A-4	358,335.61	167,912.12			117,597.75		72,825.74
Grants Receivable - Budget	A-25	919,970.29	919,970.29					
Grants Appropriated Cancelled	A-1	30,793.45	30,793.45					
		<u>1,309,099.35</u>	<u>1,118,675.86</u>	<u>-</u>	<u>-</u>	<u>117,597.75</u>	<u>-</u>	<u>72,825.74</u>
		<u>1,388,272.66</u>	<u>1,163,763.74</u>	<u>-</u>	<u>100,000.00</u>	<u>-</u>	<u>51,683.18</u>	<u>72,825.74</u>
Decreased by:								
Receipts	A-5	165,651.42		2,349.00	100,000.00		63,302.42	
Grant Appropriations	A-3	1,158,290.54	1,158,290.54					
Grants Receivable Cancelled	A-1	20,849.27	20,849.27					
		<u>1,344,791.23</u>	<u>1,179,139.81</u>	<u>2,349.00</u>	<u>100,000.00</u>	<u>-</u>	<u>63,302.42</u>	<u>-</u>
Balance, December 31, 2014								
Interfunds Receivable	A	72,825.74			\$ -			\$ 72,825.74
Interfunds Payable	A	<u>(29,344.31)</u>	<u>(15,376.07)</u>	<u>(2,349.00)</u>		<u>-</u>	<u>(11,619.24)</u>	
		<u>\$ 43,481.43</u>						

Analysis of Net Charge to Operations

Interfunds Accounts Receivable:		
Balance, December 31, 2014	Above	\$ 72,825.74
Balance, December 31, 2013	Above	196,771.06
Net credit to operations		<u>(123,945.32)</u>
Less:		
Anticipated as Revenue	A-11	<u>196,771.06</u>
Net Charge to Operations	A-1	<u>\$ 72,825.74</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ 42,262.29
Increased by:			
Charged to Appropriation Reserves	A-15		<u>240,015.63</u>
			282,277.92
Decreased by:			
Disbursements	A-4	\$ 27,271.84	
Cancelled	A-1	<u>35,061.00</u>	
			<u>62,332.84</u>
Balance, December 31, 2014	A		<u><u>\$ 219,945.08</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
<u>Operations Within CAPS</u>					
General Government Functions:					
General Administration					
Salaries and Wages	\$ 305.88	\$ -	\$ 305.88	\$ -	\$ 305.88
Other Expenses	2,730.73	5,823.71	8,554.44	6,526.71	2,027.73
Municipal Clerk					
Salaries and Wages	494.57	-	494.57	-	494.57
Other Expenses	378.59	1,853.60	2,882.19	2,283.65	598.54
Financial Administration					
Salaries and Wages	5,793.98	-	25,293.98	25,000.00	293.98
Other Expenses	301.87	5,892.84	6,944.71	6,373.65	571.06
Audit Services					
Other Expenses	-	43,000.00	43,000.00	43,000.00	-
Computerized Data Processing					
Salaries and Wages	5,826.99	-	5,826.99	-	5,826.99
Other Expenses	8,366.51	1,667.30	10,033.81	8,409.80	1,624.01
Revenue Administration					
Salaries and Wages	2,217.22	-	217.22	-	217.22
Other Expenses	1,209.01	557.27	2,366.28	2,181.88	184.40

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Tax Assessment Administration					
Salaries and Wages	15.72	-	15.72	-	15.72
Other Expenses	627.11	2,681.56	3,308.67	2,681.56	627.11
Legal Services					
Other Expenses	938.18	10,585.75	21,673.93	15,690.00	5,983.93
Engineering Services					
Salaries and Wages	391.14	-	391.14	-	391.14
Other Expenses	908.33	23,603.29	30,811.62	29,050.55	1,761.07
Economic Development					
Salaries and Wages	3.60	-	3.60	-	3.60
Other Expenses	464.86	69.55	534.41	69.55	464.86
Land Use Administration:					
Planning Board					
Other Expenses	323.23	4,075.28	4,398.51	4,187.52	210.99
Zoning Board					
Salaries and Wages	109.07	-	109.07	-	109.07
Other Expenses	1,340.54	4,503.03	4,843.57	4,451.66	391.91
Historical Preservation Committee					
Other Expenses	1,481.39	5,695.00	6,176.39	1,930.00	4,246.39
Land Use Administration Office					
Salaries and Wages	613.97	-	613.97	-	613.97
Other Expenses	176.08	63.46	239.54	-	239.54

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Community Programs					
Other Expenses	1,302.19	362.81	1,665.00	362.81	1,302.19
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	194.10	-	4,444.10	4,376.42	67.68
Other Expenses	999.22	-	999.22	-	999.22
Mercantile Licensing					
Salaries and Wages	185.35	-	185.35	-	185.35
Other Expenses	2,341.78	7,134.32	9,476.10	7,126.49	2,349.61
Insurance					
Liability Insurance	2,453.15	8,112.25	8,565.40	301.50	8,263.90
Workers Compensation Insurance	1,477.24	25,268.75	26,745.99	25,268.75	1,477.24
Employee Group Insurance	14,233.24	126,299.60	135,532.84	128,188.96	7,343.88

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Public Safety Functions:					
Police Department					
Salaries and Wages	2,515.92	-	166,265.92	166,223.22	42.70
Other Expenses	60.69	91,112.58	91,173.27	88,344.65	2,828.62
Homeland Security Expenses	-	2,001.50	2,001.50	2,001.50	-
Office of Emergency Management					
Salaries and Wages	5,329.24	-	2,829.24	-	2,829.24
Other Expenses	18.25	1,033.73	1,401.98	973.70	428.28
Homeland Security Expenses	-	3,138.90	3,138.90	3,138.90	-
Aid to Volunteer Fire Companies					
Other Expenses	1,219.96	27,594.00	28,813.96	27,594.00	1,219.96
Municipal Prosecutor's Office					
Salaries and Wages	1,099.92	-	1,099.92	-	1,099.92

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	50,355.32	-	355.32	151.31	204.01
Other Expenses	175.29	33,544.56	38,419.85	34,849.47	3,570.38
Administration of Public Works					
Salaries and Wages	11,012.15	-	11,012.15	11,000.00	12.15
Other Expenses	9.37	3,310.00	3,319.37	3,310.00	9.37
Solid Waste Collection					
Salaries and Wages	4,885.46	-	885.46	-	885.46
Other Expenses	612.92	2,070.65	2,683.57	1,695.96	987.61
Buildings and Grounds					
Salaries and Wages	1,038.34	-	38.34	-	38.34
Other Expenses	579.31	21,099.49	21,678.80	17,644.84	4,033.96
Vehicle Maintenance					
Other Expenses	1,949.55	75,163.77	77,113.32	72,664.57	4,448.75

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Health and Human Services:					
Public Health Services					
Salaries and Wages	233.38	-	233.38	-	233.38
Other Expenses	288.05	2,086.26	3,874.31	3,164.09	710.22
Environmental and Shade Tree Committee					
Salaries and Wages	579.59	-	579.59	-	579.59
Other Expenses	637.49	-	637.49	-	637.49
Animal Control Services					
Other Expenses	22,396.60	-	22,396.60	-	22,396.60
Monmouth County Drug & Alcohol Abuse Program					
Other Expenses	2,925.00	-	2,925.00	-	2,925.00
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	58.27	-	58.27	-	58.27
Other Expenses	8,628.66	5,553.90	14,182.56	1,467.41	12,715.15
Senior Citizen Programs					
Salaries and Wages	67.24	-	67.24	-	67.24
Other Expenses	2,491.45	10,062.64	12,554.09	6,171.59	6,382.50
Maintenance of Parks					
Other Expenses	5,084.13	15,864.61	20,948.74	15,866.71	5,082.03
Publicity and Tourism					
Salaries and Wages	884.55	-	884.55	-	884.55
Other Expenses	800.00	-	800.00	-	800.00
Celebration of Public Events					
Other Expenses	321.49	-	321.49	-	321.49
Utility Expenses and Bulk Purchases:					
Electricity		10,455.59	5,455.59	-	5,455.59

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Street Lighting		70,979.93	70,979.93	64,315.55	6,664.38
Telephone	3,268.38	15,331.00	13,599.38	12,685.85	913.53
Water	4,896.33	3,489.24	3,385.57	1,325.58	2,059.99
Natural Gas	8,210.39	19,520.38	17,730.77	15,065.53	2,665.24
Telecommunications	988.60	5,033.16	6,021.76	4,149.72	1,872.04
Gasoline	7,785.65	252.97	5,038.62	2,225.00	2,813.62
Landfill and Solid Waste Disposal Costs	58,913.89	382,972.20	326,886.09	281,471.87	45,414.22
Municipal Court					
Salaries and Wages	11,696.21	-	11,696.21	-	11,696.21
Other Expenses	100.90	4,200.94	4,301.84	3,708.82	593.02
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	240.08	-	240.08	-	240.08
Uniform Construction Code Enforcement Functions					
Salaries and Wages	427.61	-	427.61	427.00	0.61
Other Expenses	1,353.96	169.85	523.81	-	523.81
Revaluations of Real Property and					
Tax Map Updates	948,650.00	51,350.00	1,000,000.00	1,000,000.00	-

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Deferred Charges and Statutory Expenditures:					
Public Employees' Retirement System	14,000.00	-	14,000.00	-	14,000.00
Social Security System	4,064.36	-	4,064.36	4,000.00	64.36
Consolidated Police and Firemen's Pension Fund	30.00	-	30.00	-	30.00
Police and Firemen's Pension Fund	49,605.12	-	49,605.12	41,651.43	7,953.69
Defined Contribution Retirement Program	500.00	1,000.00	1,500.00	-	1,500.00
Police Pension Adjustment	15,840.67		15,840.67	15,840.67	-

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
<u>Operations Excluded from CAPS</u>					
Aid to Free Public Library	19,977.18	67,237.19	87,214.37	87,214.37	-
Recycling Tax	15,910.98	13,908.51	29,819.49	9,909.06	19,910.43
ANSWER Water Rescue Team	718.94	4,822.20	5,541.14	4,822.20	718.94
Fleet Maintenance - Allenhurst, NFD, OGF,					
Neptune Board of Education	3,244.07	47,199.23	50,443.30	6,169.62	44,273.68
Matching Funds for Grants	20,000.00	-	20,000.00	-	20,000.00
Neptune BOE Newsletter Cooperative	8,700.00	2,720.32	11,420.32	-	11,420.32
Monmouth County Communications - Computer	68.00	-	68.00	-	68.00
Monmouth County Tax Assessment Program	7,500.00	-	7,500.00	7,500.00	-
	<u>\$ 1,391,153.75</u>	<u>\$ 1,271,528.67</u>	<u>\$ 2,662,682.42</u>	<u>\$ 2,336,205.65</u>	<u>\$ 326,476.77</u>
	<u>Ref.</u>	A	A-16		A-1
Cash Disbursed	A-4			\$ 1,854,692.63	
Reserve for Revaluation	A			241,497.39	
Accounts Payable	A-14			<u>240,015.63</u>	
				<u>\$ 2,336,205.65</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 1,271,528.67
Increased by:		
Current Appropriations Charged	A-3	1,015,037.91
		<u>2,286,566.58</u>
Decreased by:		
Transferred to Appropriation Reserves	A-15	1,271,528.67
		<u>1,271,528.67</u>
Balance, December 31, 2014	A	\$ <u><u>1,015,037.91</u></u>

Exhibit A-17

SCHEDULE OF TAX OVERPAYMENTS

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ 5,385.41
Increased by:			
Receipts	A-5	\$ 51,090.06	
Refund Prior Year Tax Revenue	A-1	<u>634.23</u>	
			<u>51,724.29</u>
			57,109.70
Decreased by:			
Applied to Taxes Receivable	A-8	15,180.74	
Refunds	A-4	28,686.75	
Cancelled	A-1	<u>300.78</u>	
			<u>44,168.27</u>
Balance, December 31, 2014	A		\$ <u><u>12,941.43</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF PREPAID TAXES

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ 540,196.08
Increased by:		
Collections, 2015 Taxes	A-5	595,400.94
		<u>1,135,597.02</u>
Decreased by:		
Applied to Taxes Receivable	A-8	540,196.08
		<u>540,196.08</u>
Balance, December 31, 2014	A	\$ <u><u>595,400.94</u></u>

SCHEDULE OF FIRE DISTRICTS' TAXES PAYABLE

	<u>Ref.</u>	
Increased by:		
Fire District #1 Levy	A-8	\$ 2,867,325.00
Fire District #2 Levy	A-8	698,865.00
	A-1	<u>3,566,190.00</u>
Decreased by:		
Disbursed	A-4	\$ <u><u>3,566,190.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2013	A		\$ 55,057.29
Increased by:			
County Tax	A-8	\$ 9,421,930.00	
County Open Space Tax	A-8	513,697.48	
County Health Tax	A-8	185,979.61	
Due County for Added and Omitted Taxes	A-8	<u>43,221.43</u>	
	A-1		<u>10,164,828.52</u>
			10,219,885.81
Decreased by:			
Payments	A-4		<u>10,176,664.38</u>
Balance, December 31, 2014	A		<u>\$ 43,221.43</u>

Exhibit A-21

SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2013			
School Tax Payable	A	\$ 40,373.50	
School Tax Deferred		<u>17,265,725.00</u>	
			\$ 17,306,098.50
Increased by:			
Levy - School Year July 1, 2014 to June 30, 2015	A-1/A-8		<u>35,329,068.00</u>
			52,635,166.50
Decreased by:			
Payments	A-4		<u>34,982,700.00</u>
Balance December 31, 2014:			
School Tax Payable	A	386,741.50	
School Tax Deferred		<u>17,265,725.00</u>	
			<u>\$ 17,652,466.50</u>
<u>2014 Liability for Local School District Taxes:</u>			
Tax Paid	A-21		\$ 34,982,700.00
Taxes Payable December 31, 2014	A		<u>386,741.50</u>
			35,369,441.50
Less: Taxes Payable December 31, 2013	A		<u>40,373.50</u>
Amount Charged to 2014 Operations	A-1		<u>\$ 35,329,068.00</u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DUE TO STATE AGENCIES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Due to State:				
Vital Statistics - Marriage Licenses and Death Certificates	\$ 1,900.00	\$ 4,925.00	\$ 4,425.00	\$ 2,400.00
Training Fees	<u>7,525.00</u>	<u>46,548.00</u>	<u>39,657.00</u>	<u>14,416.00</u>
	<u>\$ 9,425.00</u>	<u>\$ 51,473.00</u>	<u>\$ 44,082.00</u>	<u>\$ 16,816.00</u>
	A	A-5	A-4	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF VARIOUS RESERVES

	Balance <u>Dec. 31, 2013</u>	<u>Increased</u>	<u>Decreased</u>	Balance <u>Dec. 31, 2014</u>
Reserve for:				
State Library Aid	\$ 21,701.57	\$ 12,142.00	\$ 10,729.69	\$ 23,113.88
Insurance Refunds	562,611.08	189,123.51	570,997.02	180,737.57
Election Expenses	8,998.84	7,070.26	9,200.00	6,869.10
Cobra	<u>444.69</u>	<u>155.31</u>	<u>600.00</u>	<u>-</u>
	<u>\$ 593,756.18</u>	<u>\$ 208,491.08</u>	<u>\$ 591,526.71</u>	<u>\$ 210,720.55</u>
<u>Ref.</u>	A	A-5	A-4	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF INTERFUND - CURRENT FUND

	<u>Ref.</u>		
Balance, December 31, 2013 - Due to	A		\$ 45,087.88
Increased by:			
Cash Receipts	A-4	\$ 167,912.12	
Grants Appropriated Canceled	A-26	30,793.45	
2014 Anticipated Revenue	A-25	<u>919,970.29</u>	
			<u>1,118,675.86</u>
			1,163,763.74
Decreased by:			
Grants Receivable Canceled	A-25	20,849.27	
2014 Budget Appropriations	A-26	<u>1,158,290.54</u>	
			<u>1,179,139.81</u>
Balance, December 31, 2014 - (Due from)	A		\$ <u><u>(15,376.07)</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>2014</u> <u>Anticipated</u> <u>Revenue</u>	<u>Cash</u> <u>Received</u>	<u>Transferred</u> <u>From Grants</u> <u>Unappropriated</u>	<u>Canceled</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Senior Citizens - Title III (Older Americans Act)	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00			\$ 25,000.00
Recycling Tonnage Grant		46,194.61		\$ 46,194.61		-
Neighborhood Preservation Program - Balanced Housing	260,000.00					260,000.00
Federal Emergency Management Assistance	5,000.00	5,000.00				10,000.00
Municipal Alliance on Alcoholism and Drug Abuse - State	30,171.70		9,690.76		\$ 20,480.94	-
Municipal Alliance on Alcoholism and Drug Abuse - State		26,709.50	26,341.17		368.33	-
Municipal Alliance on Alcoholism and Drug Abuse - State		60,390.00				60,390.00
Drunk Driving Enforcement Fund		17,838.65	10,148.22	7,690.43		-
Alcohol Education and Rehabilitation Fund		6,676.05	6,676.05			-
2013 Drive Sober or Get Pulled Over	4,400.00		4,400.00			-
2014 Drive Sover or Get Pulled Over		12,500.00	5,000.00			7,500.00
Hazardous Discharge Site Remediation - Childnese Property	10,339.00	87,333.00				97,672.00
Hazardous Discharge Site Remediation - Shark River Mun. Marina		268,194.00				268,194.00
COPS in Shops - Summer Shore Initiative		2,000.00	2,000.00			-
Federal Bulletproof Vest Partnership Grant	7,898.00	1,844.99	7,214.90			2,528.09
Clean Communities Program		56,274.49	56,274.49			-
Interfaith Neighbors Senior Meal Program		24,780.00	24,780.00			-
Hazardous Mitigation Grant Program-Energy Allocation Initiative		85,000.00				85,000.00
Post Sandy Planning Assistance Grant	30,000.00		26,988.75			3,011.25
Edward Byrne Memorial Justice Assistance Grant - 2013	14,803.00		14,803.00			-
Highway Safety 2015 Pedestrian Safety Grant		11,000.00				11,000.00
NJDOT Youth Corps - Urban Gateway Program	32,000.00	32,000.00	32,000.00			32,000.00
Click It or Ticket		4,000.00	4,000.00			-
National Emergency Grant - Sandy	50,388.11		14,815.74			35,572.37
FY11 Edward Byrne Memorial Justice Assistance	20,511.00		20,511.00			-

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-25
 Sheet 2 of 2

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	Balance <u>Dec. 31, 2013</u>	2014 Anticipated <u>Revenue</u>	Cash <u>Received</u>	Transferred From Grants <u>Unappropriated</u>	<u>Canceled</u>	Balance <u>Dec. 31, 2014</u>
Body Armor Replacement Fund - N.J.		6,742.00	6,742.00			-
Monmouth County Workforce Investment Board Youth Initiative		55,245.00				55,245.00
2014 USDOJ - JAG Law Enforcement Equipment Grant		59,448.00				59,448.00
COPS - Hiring Program Grant	69,318.77		69,318.77			-
FY12 Urban Areas Security Initiative	56,999.57		56,999.57			-
NJSP HMEP Training Grant	3,200.00					3,200.00
HMEP Planning Grant		25,800.00				25,800.00
	<u>\$ 620,029.15</u>	<u>\$ 919,970.29</u>	<u>\$ 423,704.42</u>	<u>\$ 53,885.04</u>	<u>\$ 20,849.27</u>	<u>\$ 1,041,560.71</u>
<u>Ref.</u>	A	A-2/A-24	A-4	A-27	A-1/A-24	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

<u>Grant</u>	<u>Balance Dec. 31, 2013</u>	<u>Transfer from 2014 Budget Appropriation</u>	<u>Transfer from Reserve for Encumbrances</u>	<u>Paid or Charged</u>	<u>Reserve for Encumbrances</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2014</u>
Senior Citizens - Title III		\$ 213,000.00		\$ 213,000.00			-
Recycling Tonnage Grant	\$ 112,176.08	46,194.61	\$ 10,050.00	25,662.23	\$ 9,851.00		\$ 132,907.46
Neighborhood Preservation Program - Balanced Housing	262,197.20			(0.10)			262,197.30
Federal Emergency Management Assistance - Federal		5,000.00	4,481.07	7,428.13	1,765.64		287.30
Federal Emergency Management Assistance - Match		5,000.00	4,481.11	7,428.17	1,765.64		287.30
DEDR - Municipal Drug and Alcohol Alliance - State	11,960.09	26,709.50	9,323.97	26,341.17		\$ 21,652.39	-
DEDR - Municipal Drug and Alcohol Alliance - Local		6,384.50	2,203.44	3,446.88		5,141.06	-
DEDR - Municipal Drug and Alcohol Alliance - State		60,390.00		34,639.83	11,177.00		14,573.17
DEDR - Municipal Drug and Alcohol Alliance - Local		15,390.75		7,064.75			8,326.00
Drunk Driving Enforcement Fund	6,440.13	17,838.65		9,635.50	5,868.54		8,774.74
Alcohol Education and Rehabilitation	11,834.12	6,676.05					18,510.17
2013 Drive Sober or Get Pulled Over	4,400.00			4,400.00			-
2014 Drive Sober or Get Pulled Over		12,500.00		5,000.00			7,500.00
Hazardous Discharge Site Remediation - Tides Motel	3,693.95						3,693.95
Hazardous Discharge Site Remediation - Sewall			9,576.91		9,576.91		-
Hazardous Discharge Site Remediation - Childnese Property	60,523.30	87,333.00			87,333.00		60,523.30
Hazardous Discharge Site Remediation - Shark River Municipal Marina	1,180.00	268,194.00		91,965.00	176,229.00		1,180.00
COPS in Shops - Summer Shore Initiative		2,000.00		2,000.00			-
National Parks and Recreation 2012 ACHIEVE			19,026.99	16,702.99			2,324.00
Hazardous Mitigation Grant Program-Energy Allocation Initiative Clean Communities	109,767.04	85,000.00 56,274.49		19,348.22	4,748.04		85,000.00 142,475.27
Body Armor Replacement Fund - N.J.			1,812.50	1,812.50			-
Body Armor Replacement Fund - N.J.			4,218.50	4,218.50			-
Body Armor Replacement Fund - N.J.	4,598.46			252.25			4,346.21
Body Armor Replacement Fund - N.J.	9,062.38						9,062.38
Body Armor Replacement Fund - N.J.		6,742.00					6,742.00
Monmouth County Workforce Investment Board Youth Initiative		55,245.00					55,245.00

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-26
 Sheet 2 of 2

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

<u>Grant</u>	<u>Balance Dec. 31,2013</u>	<u>Transfer from 2014 Budget Appropriation</u>	<u>Transfer from Reserve for Encumbrances</u>	<u>Paid or Charged</u>	<u>Reserve for Encumbrances</u>	<u>Canceled</u>	<u>Balance Dec. 31,2014</u>
Interfaith Neighbors Senior Meal Program	4,831.10	48,325.00	2,200.00	46,554.07	2,200.00		6,602.03
NJSP HMEP Planning Grant		25,800.00		25,400.00	400.00		-
NJSP HMEP Training Grant	3,200.00						3,200.00
2014 USDOJ - JAG Law Enforcement Equipment Grant		59,448.00		20,473.00	38,975.00		-
Post Sandy Planning Assistance Grant	3,000.00		22,638.75	22,627.50	11.25		3,000.00
Click It or Ticket	4,000.00	4,000.00		4,000.00		4,000.00	-
Edward Byrne Memorial Justice Assistance Grant - 2013			14,803.00	14,803.00			-
Highway Safety 2015 Pedestrian Safety Grant		11,000.00		2,000.00			9,000.00
NJDOT Youth Corps - Urban Gateway Program		32,000.00		26,073.47	1,475.95		4,450.58
Arthritis Intervention in Parks/Rec	204.92		3,670.08	3,875.00			-
National Emergency Grant - Sandy	38,133.01						38,133.01
Federal Bulletproof Vest Partnership Grant		1,844.99	3,586.00	4,380.25			1,050.74
FY12 Urban Areas Security Initiative			56,999.57	56,999.57			-
	<u>\$ 651,201.78</u>	<u>\$ 1,158,290.54</u>	<u>\$ 169,601.89</u>	<u>\$ 707,531.88</u>	<u>\$ 351,376.97</u>	<u>\$ 30,793.45</u>	<u>\$ 889,391.91</u>
<u>Ref.</u>	A	A-3/A-24	A		A	A-1/A-24	A
Cash Disbursed	A-4			\$ 703,740.21			
Interfund - Trust Other Fund	A			<u>3,791.67</u>			
				<u>\$ 707,531.88</u>			

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF UNAPPROPRIATED RESERVES

<u>Grant</u>	Balance <u>Dec. 31, 2013</u>	Funding <u>Received</u>	Transferred to Grants <u>Receivable</u>	Balance <u>Dec. 31, 2014</u>
Recycling Tonnage Grant	\$ 46,194.61	\$ 55,922.82	\$ 46,194.61	\$ 55,922.82
Drunk Driving Enforcement Fund	7,690.43	-	7,690.43	-
	<u>\$ 53,885.04</u>	<u>\$ 55,922.82</u>	<u>\$ 53,885.04</u>	<u>\$ 55,922.82</u>
<u>Ref.</u>	A	A-4	A-25	A

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DEFERRED CHARGES
 N.J.S. 40A: 4-55 SPECIAL EMERGENCY

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Amount</u> <u>Authorized</u>	<u>Budget</u> <u>Requirement</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Raised in</u> <u>2014 Budget</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
2012	Hurricane Sandy	\$ 3,600,000.00	\$ 593,000.00	\$ 2,372,000.00	\$ 593,000.00	\$ 1,779,000.00
10-13-13	Revaluation of Real Property & Tax Map Updates	1,000,000.00	200,000.00	<u>1,000,000.00</u>	<u>200,000.00</u>	<u>800,000.00</u>
				<u>\$ 3,372,000.00</u>	<u>\$ 793,000.00</u>	<u>\$ 2,579,000.00</u>
			Ref.	A	A-3	A

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF SPECIAL EMERGENCY NOTES PAYABLE

<u>Date Authorized</u>	<u>Purpose</u>	<u>Amount Authorized</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Cash Receipts</u>	<u>Cash Disbursed</u>	<u>Balance Dec. 31, 2014</u>
11-26-12	Hurricane Sandy	\$ 3,600,000.00	11-19-13	01-07-14	0.90%	\$ 2,404,996.00		\$ 2,404,996.00	\$ -
11-26-12	Hurricane Sandy	3,600,000.00	12-05-13	12-04-14	2.00%	2,372,000.00		2,372,000.00	-
11-26-12	Hurricane Sandy	3,600,000.00	11-13-14	11-12-15	1.25%		\$ 1,779,000.00		1,779,000.00
10-10-13	Revaluation of Real Property and Tax Map Updates	800,000.00	04-08-14	04-07-15	0.50%		800,000.00		800,000.00
						<u>\$ 4,776,996.00</u>	<u>\$ 2,579,000.00</u>	<u>\$ 4,776,996.00</u>	<u>\$ 2,579,000.00</u>
			<u>Ref.</u>			A	A-5	A-4	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR FEMA REIMBURSEMENT - HURRICANE SANDY

	<u>Ref.</u>	
Balance, December 31, 2013	A	\$ -
Increased by:		
Cash Receipts	A-5	<u>1,209,814.08</u>
		1,209,814.08
Decreased by:		
Anticipated Revenue	A-11	<u>593,000.00</u>
Balance, December 31, 2014	A	<u><u>\$ 616,814.08</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>Trust Other Fund</u>
Balance, December 31, 2013	B	\$ 14,916.75	\$ 4,421,333.42
Increased by Receipts:			
Reserve for Animal Control			
Trust Fund Expenditures	B-2	\$ 78,095.60	
Various Reserves	B-6		\$ 8,062,323.75
Escrow Funds	B-5		445,468.11
Due to State of New Jersey	B-3	<u>2,893.20</u>	
		80,988.80	<u>8,507,791.86</u>
		<u>95,905.55</u>	<u>12,929,125.28</u>
Decreased by Disbursements:			
Due to State of New Jersey	B-3	2,848.80	
Animal Control Trust Fund			
Expenditures (R.S. 4:19-15.11)	B-2	91,584.00	
Various Reserves	B-6		7,905,206.12
Escrow Funds	B-5		839,138.60
Interfund - Current Fund	B-4		63,302.42
Interfund - Grant Fund	B		<u>3,791.67</u>
		<u>94,432.80</u>	<u>8,811,438.81</u>
Balance, December 31, 2014	B	<u>\$ 1,472.75</u>	<u>\$ 4,117,686.47</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	<u>Ref.</u>	
Balance, December 31, 2013	B	\$ 7,412.15
Increased by:		
Dog License Fees Collected		\$ 27,824.80
Current Fund Budget Appropriation		<u>50,270.80</u>
	B-1	78,095.60
Reserve for Encumbrances	B-8	<u>7,477.00</u>
		<u>85,572.60</u>
Decreased by:		
Expenditures Under R.S. 4:19-15.11:		92,984.75
Cash Disbursed	B-1	<u>91,584.00</u>
Balance, December 31, 2014	B	<u><u>\$ 1,400.75</u></u>

License and Penalty Fees Collected:

<u>Year</u>	<u>Amount</u>
2012	\$ 25,386.80
2013	<u>24,884.00</u>
	<u><u>\$ 50,270.80</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY

	<u>Ref.</u>	
Balance, December 31, 2013	B	\$ 27.60
Increased by:		
Cash Receipts	B-1	<u>2,893.20</u>
		2,920.80
Decreased by:		
Cash Disbursed	B-1	<u>2,848.80</u>
Balance, December 31, 2014	B	<u><u>\$ 72.00</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
 SCHEDULE OF INTERFUND - CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2013	B	\$ 51,683.18
Increased by:		
Cash Receipts		-
		<u>51,683.18</u>
Decreased by:		
Cash Disbursements	B-1	<u>63,302.42</u>
Balance, December 31, 2014	B	\$ <u><u>(11,619.24)</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
 SCHEDULE OF RESERVE FOR ESCROW FUNDS

	<u>Ref.</u>	<u>Total</u>	<u>Developers'</u> <u>Escrow Trust</u> <u>Fund Account</u>	<u>Inspection</u> <u>Fees</u>	<u>Special</u> <u>Developers'</u> <u>Escrow</u> <u>Account</u>
Balance, December 31, 2013	B	\$ 2,101,512.18	\$ 1,757,820.04	\$ 276,781.55	\$ 66,910.59
		-			
Increased by:		-			
Cash Receipts	B-1	445,468.11	188,969.54	43,702.34	212,796.23
Reserve for Encumbrances	B-7	208,253.97	138,687.10	17,382.87	52,184.00
		<u>2,755,234.26</u>	<u>2,085,476.68</u>	<u>337,866.76</u>	<u>331,890.82</u>
		-			
Decreased by:		-			
Cash Disbursements	B-1	839,138.60	539,697.19	110,709.88	188,731.53
Reserve for Encumbrances	B-7	430,648.96	342,071.20	21,060.38	67,517.38
		<u>1,269,787.56</u>	<u>881,768.39</u>	<u>131,770.26</u>	<u>256,248.91</u>
Balance, December 31, 2014	B	<u>\$ 1,485,446.70</u>	<u>\$ 1,203,708.29</u>	<u>\$ 206,096.50</u>	<u>\$ 75,641.91</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF VARIOUS RESERVES

	<u>Balance</u>		<u>Balance</u>
	<u>Dec. 31, 2013</u>	<u>Increases</u>	<u>Dec. 31, 2014</u>
Fire Prevention Services	\$ 474.00		\$ 474.00
POAA	9,262.96	\$ 622.00	9,884.96
Veterans Memorial Park	31,471.71	23,355.00	\$ 41,918.25
Fuel Agencies	262,838.87	128,316.03	317,345.28
Hurricane Sandy	10,655.06		9,158.95
Tax Map Revaluation	-	400.00	400.00
Emergency Management	160.39	2,705.05	2,433.48
Public Defender	9,325.47	17,177.06	11,000.00
Senior Citizen Donations	11,995.11	27,455.04	34,700.71
Senior Citizen Building Donations	10,712.50	7,694.05	5,758.31
Law Enforcement	56,671.57	39,175.71	16,565.20
Unclaimed Moneys	25,449.03	2,117.79	27,566.82
Unemployment Trust	33,686.56	58,741.14	40,527.30
Miscellaneous Trust Escrows	11,697.27		11,697.27
Municipal Alliance	15,710.59	5,496.35	8,000.00
Older Americans	0.76	250.09	250.00
Special Police	154,799.82	767,988.03	747,217.56
Police Vest	5,612.93	6.62	5,619.55
Recreation Trust	205,326.20	98,617.54	168,466.04
Freehold RCA	2,949.28		2,949.28
Wesley Lake Trust		264.47	264.47
Open Space	3,143.02	3.71	3,146.73
Tree Preservation	124,202.96	147.08	1,164.00
Tax Collector's Trust	772,614.81	6,911,634.19	6,545,306.69
Affordable Housing	222,290.28	33,401.17	255,691.45
Federal LETF	71.09	0.07	71.16
Accumulated Leave	40,314.42		40,314.42
	<u>\$ 2,021,436.66</u>	<u>\$ 8,125,568.19</u>	<u>\$ 7,920,801.98</u>
			<u>\$ 2,226,202.87</u>

	<u>Ref.</u>	B		B
Cash Received	B-1	\$ 8,062,323.75		
Reserve for Encumbrances	B-7	63,244.44		
		<u>\$ 8,125,568.19</u>		
Cash Disbursed	B-1		\$ 7,905,206.12	
Reserve for Encumbrances	B-7		15,595.86	
			<u>\$ 7,920,801.98</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>		
Balance, December 31, 2013	B		\$ 271,498.41
Increased by:			
Charges to Reserve for Escrow Funds	B-5	\$ 430,648.96	
Charges to Various Reserves	B-6	<u>15,595.86</u>	
			<u>446,244.82</u>
Decreased by:			
Transfer to Reserve for Escrow Funds	B-5	208,253.97	717,743.23
Transfer to Various Reserves	B-6	<u>63,244.44</u>	
			<u>271,498.41</u>
Balance, December 31, 2014	B		\$ <u><u>446,244.82</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2013	B	\$ 7,477.00
Decreased by:		
Transfer to Reserve for Animal Control	B-2	<u>7,477.00</u>
Balance, December 31, 2014	B	<u>\$ -</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CASH

	<u>Ref.</u>		
Balance, December 31, 2013	C		\$ 8,607,284.99
Increased by Receipts:			
Capital Improvement Fund	C-9	\$ 170,000.00	
Grants and Other Receivables	C-5	2,237,823.75	
Premium on Sale of Bond Anticipation Notes	C-1	5,916.76	
Deferred Charges to Future Taxation - Unfunded	C-7	64,615.36	
Interfund - Marina Capital Fund	C-4	261,694.81	
Interfund - Marina Operating Fund	C	68,500.00	
Interfund - Current Fund	C-10	117,597.75	
Interlocal Receivable	C-16	10,191.93	
Bond Anticipation Notes	C-14	1,914,631.00	
Various Reserves	C-15	<u>204,000.00</u>	
			<u>5,054,971.36</u>
			13,662,256.35
Decreased by Disbursements:			
Interfund - Sewer Capital Fund	C	1,956.63	
Improvement Authorizations	C-8	4,916,050.94	
Bond Anticipation Notes	C-14	<u>7,431,631.00</u>	
			<u>12,349,638.57</u>
Balance, December 31, 2014	C		<u><u>\$ 1,312,617.78</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

	<u>Balance</u> <u>Dec. 31, 2014</u>
Fund Balance	\$ 131,274.22
Capital Improvement Fund	165,114.75
Interfund - Marina Capital Fund	1,750.24
Reserve for Encumbrances	1,045,517.95
Various Reserves	274,267.61
Grants and Other Receivables	(1,953,351.75)

Improvement Authorizations:

Ordinance

Number

1245	Installation of Traffic Signal	(291.00)
04-32	Lake Alberta Watershed Improvements	23,696.03
05-29	Acquisition, Demolition, and Improvements of Neptune Boulevard	56,121.98
07-38	Purchase and Installation of Street Lighting on Broadway	39,096.71
07-40	Ocean Grove Storm Water Management Project - Phase III and Township-Wide Storm Drain Labeling and Mapping	128,155.44
08-49	Acquisition and Installation of a Storm Water Management Facility in the Gables Area	9,920.95
09-20	Bradley Park Pedestrian and ADA Accessibility Project	34,795.79
10-10	Renovations to the Senior Center	12,437.27
11-02	Various Improvements to the Senior Center	15,004.52
11-05/14-30	Concourse/Seaview Island Flood Mitigation	476,336.58
11-06	Acquisition of Property - Block 217, Lot 58	41,567.14
11-25	Various Roadway Improvements	6,247.30
12-07	Various Improvements to Municipal Buildings and Facilities	40.91
12-15	Acquisition of Various Equipment	33,740.36
12-17	Various Improvements to Parks and Facilities	117,014.05

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 ANALYSIS OF GENERAL CAPITAL CASH

Balance
Dec. 31, 2014

Improvement Authorizations (cont.):

<u>Ordinance Number</u>		
12-24	Acquisition of Equipment Associated with the Implementation of a Single Stream Recycling Program	11,311.10
13-14	Various 2013 Roadway and Drainage Improvements	1,079,463.49
13-23	Emergency Watershed Protection Program	174,188.02
13-27	Aquisition of Real Property (Division Street Property)	5,321.63
13-28	Pedestrian/Bicycle Lane Transportation	650,040.65
13-39	Implementation of the Energy Efficiency Improvement Program and the Boiler Replacement Project	(15,040.00)
13-40	Demolition of the Welsh Farms Property	(185,133.24)
14-09/14-43	Reconstruction of Ocean Grove Broadwalk	(394,715.64)
14-12	Sidewalk and Acessibility Project on Neptune Boulevard and Other Identified Locations	132,700.00
14-13/14-29	Development of Veterans Park	(751,738.84)
14-20	Acquisition and Installation of Various Public Safety Technology and Equipment	<u>(52,236.44)</u>
		<u>\$ 1,312,617.78</u>

Ref. C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF INTERFUND - MARINA CAPITAL FUND

	<u>Ref.</u>	
Balance, December 31, 2013 - Due From	C	\$ 259,944.57
Decreased by:		
Cash Receipts	C-2	<u>261,694.81</u>
Balance, December 31, 2014 - (Due To)	C	<u>\$ (1,750.24)</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GRANTS AND OTHER RECEIVABLES

<u>Ordinance Number</u>	<u>Grant Description</u>	Balance December 31, <u>2013</u>	2014 Grant <u>Awards</u>	Grant <u>Receipts</u>	Balance December 31, <u>2014</u>
09-27	NJ Dept. of Transportation (Broadway - South Side)	\$ 129,298.75		\$ 129,298.75	\$ -
11-05	FEMA Grant (Concourse/Seaview Island Flood Mitigation)	430,176.75			430,176.75
11-24	County of Monmouth Open Space (Wesley Lake Wall)	250,000.00			250,000.00
12-08	County of Monmouth Open Space (Three Park Playgrounds)	239,000.00			239,000.00
13-13	County of Monmouth Open Space (Jumping Brook)	250,000.00			250,000.00
13-14	NJ Dept. of Transportation (Wayside Road)	248,700.00		186,525.00	62,175.00
13-23	USDA Natural Resource Conservation Service (Watersheds)	1,122,000.00		1,122,000.00	-
13-28	NJ Dept. of Transportation (Pedestian/Bicycle Enhancement)	580,000.00			580,000.00
14-12	Monmouth County Community Development Block Grant		\$ 142,000.00		142,000.00
14-43	Ocean Grove Camp Meeting Association - Ocean Grove Boardwalk		<u>800,000.00</u>	<u>800,000.00</u>	<u>-</u>
		<u>\$ 3,249,175.50</u>	<u>\$ 942,000.00</u>	<u>\$ 2,237,823.75</u>	<u>\$ 1,953,351.75</u>
		<u>Ref.</u> C	C-8	C-2	C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	<u>Ref.</u>		
Balance, December 31, 2013	C		\$ 22,419,917.10
Decreased by:			
Budget Appropriation to Pay Bonds	C-13	\$ 1,710,000.00	
Budget Appropriation to Pay Green Trust Loan	C-12	<u>77,409.51</u>	
			<u>1,787,409.51</u>
Balance, December 31, 2014	C		<u><u>\$ 20,632,507.59</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ordinance Number	Improvement Description	Balance Dec. 31, 2013	Increased by: 2014 Authorizations	Decreased by: Cash Receipts	Balance Dec. 31, 2014	Analysis of Balance Dec. 31, 2014		
						Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
11-05/14-30 1245	Concourse/Seaview Island Flood Mitigation Installation of Traffic Signal	\$ 291.00	\$ 190,000.00		\$ 190,000.00 291.00		\$ 291.00	\$ 190,000.00
13-13	Various 2013 Improvements to Parks and Other Township Facilities, Including Improvements to Jumping Brook Ballfields	133,000.00			133,000.00	\$ 133,000.00		
13-14	Various 2013 Roadway and Drainage Improvements	1,188,735.00			1,188,735.00	1,188,631.00		104.00
13-23	Emergency Watershed Protection Measures Program, Including Wesley and Fletcher Basins	359,100.00			-	359,000.00		100.00
13-27	Aquisition and the Payment of the Purchase Price of Real Property Being Designated as Block 173, Lot 31.01 on the Official tax Map of the Township of Neptune and Various Improvements Thereof	114,000.00			114,000.00	114,000.00		
13-28	Pedestrian/Bicycle Lane Transportation Enhancement Project	120,000.00			120,000.00	120,000.00		
13-39	Implementation of the Energy Efficiency Improvment Program and the Boiler Replacement Project	712,500.00			712,500.00		15,040.00	697,460.00
13-40	Demolition of the Welsh Farms Property	190,000.00			190,000.00		185,133.24	4,866.76
14-09	Reconstruction of Ocean Grove Broadwalk		1,330,000.00	\$ 64,615.36	1,265,384.64		394,715.64	870,669.00
14-12	Sidewalk and Aecessibility Project on Neptune Boulevard and Other Identified Locations		150,500.00		150,500.00			150,500.00
14-13/14-29	Development of Veterans Park		950,000.00		950,000.00		751,738.84	198,261.16
14-20	Acquisition and Installation of Various Public Safety Technology and Equipment		380,000.00		380,000.00		52,236.44	327,763.56
		<u>\$ 2,817,626.00</u>	<u>\$ 3,000,500.00</u>	<u>\$ 64,615.36</u>	<u>\$ 5,753,510.64</u>	<u>\$ 1,914,631.00</u>	<u>\$ 1,399,155.16</u>	<u>\$ 2,439,724.48</u>
	<u>Ref</u>	<u>C</u>	<u>C-8/C-18</u>	<u>C-2/C-18</u>	<u>C</u>	<u>C-14</u>	<u>C-3</u>	
							<u>Ref.</u>	
						Improvement Authorizations Unfunded	C-8	\$ 3,818,697.62
						Less: Unexpended Proceeds of Bond Anticipation Notes:		
						<u>Ordinance</u>		
						13-14	\$ 1,079,463.49	
						13-23	174,188.02	
						13-27	5,321.63	
						13-28	<u>120,000.00</u>	
								<u>1,378,973.14</u>
								<u>\$ 2,439,724.48</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2013		Increased by		Decreased by		Balance Dec. 31, 2014	
				Funded	Unfunded	Reserve for Encumbrances	2014 Authorizations	Paid	Reserve for Encumbrances	Funded	Unfunded
01-14	Acquisition and Improvements to Real Property	04-09-01	\$ 125,000.00			\$ 2,375.00		\$ 2,375.00			
03-17/05-03	Main Avenue Streetscape Improvement Program	04-14-03	1,250,000.00			2,761.53		2,761.53			
04-32	Lake Alberta Watershed Improvements	07-26-04	255,400.00	\$ 27,796.03				\$ 4,100.00		\$ 23,696.03	
05-21	Reconstruction of Wesley Lake Retaining Wall	06-13-05	350,000.00			314,579.25		314,579.25			
05-24	Main Avenue Drainage Project Phase II	06-13-05	500,000.00			9,968.68			9,968.68		
05-29	Acquisition, Demolition and Improvements of Neptune Boulevard	06-27-05	300,000.00	56,121.98							56,121.98
05-40	Development of Various Park and Playground Facilities	09-26-05	462,000.00		2,393.36			2,393.36			-
05-22/05-41	Improvements to Various Parks	09-26-05	1,500,000.00		2,007.19			2,007.19			-
07-38	Purchase and Installation of Street Lighting on Broadway	06-25-07	100,000.00	98,720.50				41,622.00	18,001.79		39,096.71
07-39	Various 2007 Capital Improvements to Municipal Facilities	06-25-07	600,000.00			934.60			934.60		-
07-40	Ocean Grove Storm Water Management Project - Phase III and Township-Wide Storm Drain Labeling and Mapping	06-25-07	720,000.00	141,755.44		52,397.61		13,600.00	52,397.61		128,155.44
08-49	Acquisition and Installation of a Storm Water Mgt. Facility in the Gables Area	12-01-08	200,000.00		9,920.95						9,920.95
09-20	Bradley Park Pedestrian and ADA Accessibility Project	05-11-09	500,000.00	34,795.79							34,795.79
09-27	Ocean Grove Drainage Project - Broadway Area	06-22-09	375,000.00			16,122.48			16,122.48		
09-34	Acquisition and Payment of Purchase Price of Real Property Designated as Block 7013, Lot 11	08-24-09	550,000.00			3,088.86		3,073.86	15.00		
09-35	Acquisition and Installation of Various Equipment	08-24-09	200,000.00			7,860.00			7,860.00		
09-36	Acquisition of Various Vehicles and Equipment for the Department of Public Works and the Senior Citizens Center	08-24-09	1,000,000.00	163,680.38		2,457.30			166,137.68		-
10-10	Renovations to the Senior Center	04-26-10	950,000.00	12,437.27		9,380.18			9,380.18		12,437.27
11-02	Various Improvements to the Senior Center	01-24-11	600,000.00	2,356.52		27,330.00		14,682.00			15,004.52
11-05/14-30	Concourse/Seaview Island Flood Mitigation	01-24-11	850,000.00	612,656.58		30,480.00	200,000.00	81,760.55	95,039.45		476,336.58
11-06	Acquisition of Property - Block 217, Lot 58	01-24-11	300,000.00	41,567.14							190,000.00
11-19	Various Roadway Improvements	04-11-11	600,000.00			165.25			165.25		-
11-24	Wesley Lake Wall Reconstruction - Phase II	04-25-11	350,000.00			323,980.49		323,706.14	274.35		
11-25	Various Roadway Improvements	04-25-11	400,000.00	21,911.20		1,000.00		16,345.15	318.75		6,247.30
12-07	Various Improvements to Municipal Buildings & Facilities	03-26-12	350,000.00	41,342.50		40,778.27		65,639.86	16,440.00		40.91
12-15	Acquisition of Various Equipment	06-11-12	100,000.00	42,735.56				8,995.20			33,740.36
12-17	Various Improvements to Parks and Facilities	06-11-12	250,000.00	188,520.56				49,841.84	21,664.67		117,014.05
12-24	Acquisition of Equipment Associated with the Implementation of a Single Stream Recycling Program	07-23-12	1,100,000.00	11,811.10				500.00			11,311.10
13-13	Various 2013 Improvements to Parks and Other Township Facilities, Including Improvements to Jumping Brook Ballfields	04-08-13	390,000.00	217,649.63	\$ 133,000.00	21,225.00		337,779.24	34,095.39		-

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2013		Increased by		Decreased by		Balance Dec. 31, 2014	
				Funded	Unfunded	Reserve for Encumbrances	2014 Authorizations	Paid	Reserve for Encumbrances	Funded	Unfunded
13-14	Various 2013 Roadway and Drainage Improvements	04-08-13	1,500,000.00	252,237.82	1,188,735.00	39,136.88		43,109.70	357,432.51		1,079,567.49
13-23	Emergency Watershed Protection Measures Program, Including Wesley and Fletcher Basins	08-12-13	1,500,000.00		265,753.02	1,201,753.61		1,283,443.36	9,775.25		174,288.02
13-27	Acquisition and the Payment of the Purchase Price of Real Property Being Designated as Block 173, Lot 31.01 on the Official Tax Map of the Township of Neptune and Various Improvements Thereof	08-12-13	120,000.00		30,758.63	3,200.00		9,349.50	19,287.50		5,321.63
13-28	Pedestrian/Bicycle Lane Transportation Enhancement Project	08-12-13	700,000.00	531,722.65	120,000.00	40,361.50		15,001.00	27,042.50	530,040.65	120,000.00
13-39	Implementation of the Energy Efficiency Improvement Program and the Boiler Replacement Project	10-10-13	750,000.00		697,460.00	51,915.00		44,129.00	7,786.00		697,460.00
13-40	Demolition of the Welsh Farms Property	10-10-13	200,000.00		8,303.76	187,091.24		175,289.81	15,238.43		4,866.76
14-09/14-43	Reconstruction of Ocean Grove Boardwalk	02-10-14									
		10-27-14	2,200,000.00				2,200,000.00	1,311,784.75	17,546.25		870,669.00
14-12	Sidewalk and Accessibility Project on Neptune Boulevard and Other Identified Locations	03-24-14	300,000.00				300,000.00	400.00	16,400.00	132,700.00	150,500.00
14-13/14-29	Development of Veterans Park	03-24-14									
		08-11-14	1,000,000.00				1,000,000.00	681,681.74	120,057.10		198,261.16
14-20	Acquisition and Installation of Various Public Safety Technology and Equipment	06-09-14	400,000.00				400,000.00	71,236.44	1,000.00		327,763.56
				<u>\$ 2,514,140.15</u>	<u>\$ 2,444,010.41</u>	<u>\$ 2,390,342.73</u>	<u>\$ 4,100,000.00</u>	<u>\$ 4,916,050.94</u>	<u>\$ 1,045,517.95</u>	<u>\$ 1,668,226.78</u>	<u>\$ 3,818,697.62</u>
<u>Ref.</u>				C	C	C-11		C-2	C-11	C	C/C-7
Capital Improvement Fund		C-9					\$ 157,500.00				
Grants and Other Receivables		C-5					942,000.00				
Deferred Charges - Unfunded		C-7/C-18					<u>3,000,500.00</u>				
							<u>\$ 4,100,000.00</u>				

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 152,614.75
Increased by:		
Budget Appropriation		\$ 100,000.00
Contributions		70,000.00
	C-2	<u>170,000.00</u>
Decreased by:		<u>322,614.75</u>
Appropriated to Finance		
Improvement Authorizations	C-8	<u>157,500.00</u>
Balance, December 31, 2014	C	<u><u>\$ 165,114.75</u></u>

Exhibit C-10

SCHEDULE OF INTERFUND - CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 117,597.75
Decreased by:		
Cash Receipts	C-2	<u>117,597.75</u>
Balance, December 31, 2014	C	<u><u>\$ -</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 2,390,342.73
Increased by:		
Charged to Improvement Authorizations	C-8	<u>1,045,517.95</u>
		3,435,860.68
Decreased by:		
Applied to Improvement Authorizations	C-8	<u>2,390,342.73</u>
Balance, December 31, 2014	C	\$ <u><u>1,045,517.95</u></u>

Exhibit C-12

SCHEDULE OF GREEN TRUST LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 1,042,917.10
Decreased by:		
Paid by Budget Appropriation	C-6	<u>77,409.51</u>
Balance, December 31, 2014	C	\$ <u><u>965,507.59</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2014</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2014</u>
Pooled Governmental Loan Revenue Bonds, Series 2004	12-21-04	\$ 2,460,000.00	12-01-15	\$ 3,000.00 3.850%	\$ 162,000.00	\$ 159,000.00	\$ 3,000.00
Pooled Governmental Loan Revenue Bonds, Series 2005	12-19-05	5,147,000.00	12-01-15 12-01-16 12-01-17	253,000.00 5.000% 1,000.00 5.000% 4,000.00 4.000%	499,000.00	241,000.00	258,000.00
Pooled Governmental Loan Revenue Bonds, Series 2006	12-21-06	2,114,000.00	12-01-15 12-01-16	242,000.00 5.000% 254,000.00 5.000%	726,000.00	230,000.00	496,000.00
Pooled Governmental Loan Revenue Bonds, Series 2007	12-13-07	5,518,000.00	12-01-15 12-01-16 12-01-17 12-01-18 12-01-19 12-01-20 12-01-21 12-01-22	399,000.00 5.000% 419,000.00 5.000% 440,000.00 5.000% 462,000.00 5.250% 486,000.00 4.000% 505,000.00 4.000% 526,000.00 5.250% 553,000.00 4.250%	4,170,000.00	380,000.00	3,790,000.00
General Obligation Bonds Series 2011	09-15-11	7,100,000.00	09-01-15 to 18 09-01-19 09-01-20 09-01-21 09-01-22 to 24 09-01-25 to 26	500,000.00 3.000% 500,000.00 2.250% 500,000.00 2.375% 500,000.00 2.500% 500,000.00 3.000% 500,000.00 4.000%	6,500,000.00	500,000.00	6,000,000.00

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF GENERAL SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2014</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2014</u>
Revenue Refunding Bonds, Series 2012	05-22-12	4,800,000.00	12-01-15	160,000.00	4.000%	4,140,000.00		4,140,000.00
			12-01-16	425,000.00	4.000%			
			12-01-17	440,000.00	4.000%			
			12-01-18	460,000.00	4.000%			
			12-01-19	480,000.00	4.000%			
			12-01-20	495,000.00	4.000%			
			12-01-21	310,000.00	4.000%			
			12-01-22	320,000.00	5.000%			
			12-01-23	335,000.00	5.000%			
			12-01-24	350,000.00	5.000%			
			12-01-25	365,000.00	5.000%			

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2014</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2014</u>
Pooled Governmental Loan Revenue Bonds, Series 2013	12-24-13	5,180,000.00	12-01-15	200,000.00	3.000%			
			12-01-16	200,000.00	4.000%			
			12-01-17	275,000.00	4.000%			
			12-01-18	290,000.00	4.000%			
			12-01-19	300,000.00	4.000%			
			12-01-20	310,000.00	5.000%			
			12-01-21	325,000.00	5.000%			
			12-01-22	345,000.00	5.000%			
			12-01-23	360,000.00	5.000%			
			12-01-24	380,000.00	5.000%			
			12-01-25	395,000.00	5.000%			
			12-01-26	400,000.00	5.000%			
			12-01-27	400,000.00	5.000%			
			12-01-28	400,000.00	5.000%			
			12-01-29	400,000.00	5.000%			
						<u>5,180,000.00</u>	<u>200,000.00</u>	<u>4,980,000.00</u>
						<u>\$ 21,377,000.00</u>	<u>\$ 1,710,000.00</u>	<u>\$ 19,667,000.00</u>
				<u>Ref.</u>		C	C-6	C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2013	Increased	Decreased	Balance Dec. 31, 2014	
07-61	Expansion of and Renovations to the Senior Center and the Municipal Complex (Phase III and IV)					\$ 375,000.00		\$ 375,000.00	\$ -	
09-20	Bradley Park Pedestrian and ADA Accessibility Project					23,817.50		23,817.50	-	
09-34	Acquisition and Payment of Purchase Price of Real Property Designated as Block 7013, Lot 11					513,821.50		513,821.50	-	
10-10	Renovations to the Senior Center					902,500.00		902,500.00	-	
11-02	Various Improvements to the Senior Center					403,075.00		403,075.00	-	
11-04	South Riverside Drive Flood Mitigation - Phase I					182,433.00		182,433.00	-	
11-05	Concourse/Seaview Island Flood Mitigation					209,353.00		209,353.00	-	
11-06	Acquisition of Property - Block 217, Lot 58					285,000.00		285,000.00	-	
11-19	Various Roadway Improvements					304,000.00		304,000.00	-	
11-24	Wesley Lake Wall Reconstruction - Phase II					95,000.00		95,000.00	-	
11-25	Various Roadway Improvements					148,000.00		148,000.00	-	
12-07	Various Improvements to Municipal Buildings & Facilities					332,500.00		332,500.00	-	
12-08	Various 2012 Park and Playground Improvements					81,000.00		81,000.00	-	
12-15	Acquisition of Various Equipment					95,000.00		95,000.00	-	
12-16	Acquisition of Various Equipment and Vehicles					285,000.00		285,000.00	-	
12-17	Various Improvements to Parks and Facilities					237,500.00		237,500.00	-	
12-24	Acquisition of Equipment Associated With the Implementation of a Single Stream Recycling Program					1,044,000.00		1,044,000.00	-	
13-13	Various 2013 Improvements to Parks and Other Township Facilities	09-13-13	09-11-14	09-10-15	1.00%	133,000.00	\$ 133,000.00	133,000.00	133,000.00	
13-14	Various 2013 Roadway and Drainage Improvements	09-13-13	09-11-14	09-10-15	1.00%	1,188,631.00	1,188,631.00	1,188,631.00	1,188,631.00	
13-23	Emergency Watershed Protection Program	09-13-13	09-11-14	09-10-15	1.00%	359,000.00	359,000.00	359,000.00	359,000.00	
13-27	Acquisition of Real Property (Division Street Property)	09-13-13	09-11-14	09-10-15	1.00%	114,000.00	114,000.00	114,000.00	114,000.00	
13-28	Pedestrian/Bicycle Lane Transportation	09-13-13	09-11-14	09-10-15	1.00%	120,000.00	120,000.00	120,000.00	120,000.00	
						<u>\$ 7,431,631.00</u>	<u>\$ 1,914,631.00</u>	<u>\$ 7,431,631.00</u>	<u>\$ 1,914,631.00</u>	
						Ref.	C	C-2	C-2	C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF VARIOUS RESERVES

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increased by:</u>		<u>Balance</u> <u>Dec. 31, 2014</u>
		<u>Cash</u> <u>Receipts</u>	<u>Reserve</u> <u>for Interlocal</u> <u>Receivable</u>	
Reserve to Pay Debt Service	\$ 43,389.73	\$ 204,000.00	\$ 10,191.93	\$ 257,581.66
Reserve to Pay Debt Service - Ordinance 98-38 Beach Erosion and Fishing Pier	5,726.95			5,726.95
Reserve for 2013 Bond issuance Costs	9,959.00			9,959.00
Reserve for Main Avenue Improvements	<u>1,000.00</u>	<u> </u>	<u> </u>	<u>1,000.00</u>
	<u>\$ 60,075.68</u>	<u>\$ 204,000.00</u>	<u>\$ 10,191.93</u>	<u>\$ 274,267.61</u>
<u>Ref.</u>	C	C-2	C-17	C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF INTERLOCAL RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 30,575.78
Decreased by:		
Cash Receipts	C-2	<u>10,191.93</u>
Balance, December 31, 2014	C	<u>\$ 20,383.85</u>

Detail:

Ordinance

Number

Municipality

12-07 Bradley Beach

\$ 20,383.85

Exhibit C-17

SCHEDULE OF RESERVE FOR INTERLOCAL RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2013	C	\$ 30,575.78
Decreased by:		
Reserve for Debt Service	C-15	<u>10,191.93</u>
Balance, December 31, 2014	C	<u>\$ 20,383.85</u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF BONDS AND NOTES AUTHORIZED
 BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2013</u>	<u>2014 Authorizations</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2014</u>
11-05/14-30	Concourse/Seaview Island Flood Mitigation	\$	190,000.00		\$ 190,000.00
1245	Installation of Traffic Signal	\$ 291.00			291.00
13-14	Various 2013 Roadway and Drainage Improvements	104.00			104.00
13-23	Emergency Watershed Protection Measures Program, Including Wesley and Fletcher Basins	100.00			100.00
13-39	Implementation of the Energy Efficiency Improvement Program and the Boiler Replacement Project	712,500.00			712,500.00
13-40	Demolition of the Welsh Farms Property	190,000.00			190,000.00
14-09	Reconstruction of Ocean Grove Boardwalk		1,330,000.00	\$ 64,615.36	1,265,384.64
14-12	Sidewalk and Accessibility Project on Neptune Boulevard and Other Identified Locations		150,500.00		150,500.00
14-13/14-29	Development of Veterans Park		950,000.00		950,000.00
14-20	Acquisition and Installation of Various Public Safety Technology and Equipment		380,000.00		380,000.00
		<u>\$ 902,995.00</u>	<u>\$ 3,000,500.00</u>	<u>\$ 64,615.36</u>	<u>\$ 3,838,879.64</u>
<u>Ref.</u>			C-7/C-8	C-7	(Footnote C)

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance, December 31, 2013	D	\$ 2,875,920.99	\$ 1,113,914.59
Increased by Receipts:			
Miscellaneous Revenue Anticipated	D-3	\$ 991,858.39	
Miscellaneous Revenue Not Anticipated	D-3	244,159.43	
Consumer Accounts Receivable	D-8	5,863,137.33	
Sewer Liens Receivable	D-9	8,614.46	
Premium on Special Emergency Notes	D-1	1,431.00	
Customer Overpayments	D-14	14,530.64	
Special Emergency Notes Payable	D-26	270,000.00	
Interfund - Current Fund	D	72,825.74	
Interfund - General Capital Fund	D-15		\$ 1,956.63
Budget Appropriation-Capital Improvement Fund	D-20		50,000.00
Serial Bonds Issued	D-17		1,296,000.00
Reserve for Amortization	D-21		16,715.79
Deferred Reserve for Amortization	D-22		90,284.21
Capital Fund Balance	D-2		6,082.19
		<u>7,466,556.99</u>	<u>1,461,038.82</u>
		10,342,477.98	2,574,953.41
Decreased by Disbursements:			
2014 Appropriations	D-4	5,579,701.08	
Appropriation Reserves	D-12	99,261.06	
Refund Customer Overpayments	D-14	889.98	
Accrued Interest on Bonds, Notes and Loans	D-16	137,307.38	
Accounts Payable	D-27	3,200.00	
Special Emergency Note	D-26	725,000.00	
Interfund - Sewer Utility Operating Fund	D		4,000.00
Serial Bonds Refunded	D-17		296,000.00
Improvement Authorizations	D-19		120,053.55
		<u>6,545,359.50</u>	<u>420,053.55</u>
Balance, December 31, 2014	D	<u>\$ 3,797,118.48</u>	<u>\$ 2,154,899.86</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
ANALYSIS OF SEWER UTILITY CAPITAL CASH

	<u>Balance</u> <u>Dec. 31, 2014</u>
Capital Improvement Fund	\$ 189,258.25
Reserve for Encumbrances	120,315.34
Interfund - Sewer Operating Fund	(4,000.00)
Reserve for Debt Service	235.02
Excess Bond Anticipation Notes	1,107,000.00
Fund Balance	12,491.00

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	
98-35	Phase II Rehabilitation/Infiltration and Inflow Program, Improvements to Hillside and Beverly Pump Stations	18.01
99-51/00-17	Construction and Reconstruction of Various Sewer Lines, Stations, Facilities and Related Assets	21.41
01-25	Reconstruction of Gables Area Sanitary Sewer System	1,205.55
07-41	Gables Area Sanitary Sewer System Replacement Project - Phase III	398,793.77
08-51/09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	32,508.47
12-14	Various Sewer Utility Improvements	<u>297,053.04</u>
		<u>\$ 2,154,899.86</u>
	<u>Ref.</u>	D

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
 SCHEDULE OF DEFERRED CHARGES - SPECIAL EMERGENCY AUTHORIZATION

<u>Year</u> <u>Authorized</u>	<u>Purpose</u>	<u>Authorized</u>	<u>Required</u> <u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>December 31,</u> <u>2013</u>	<u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>December 31,</u> <u>2014</u>
2012	Hurricane Sandy	\$ 500,000.00	\$ 90,000.00	\$ <u>360,000.00</u>	\$ <u>90,000.00</u>	\$ <u>270,000.00</u>
	<u>Ref.</u>			D	D-4	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2013	D		\$ 524,909.99
Increased by:			
Sewer Rents Levied			<u>5,779,011.42</u>
			6,303,921.41
Decreased by:			
Collections	D-5	\$ 5,863,137.33	
Overpayments Applied	D-14	<u>14,395.69</u>	
Revenue Realized	D-3	5,877,533.02	
Transfer to Sewer Lien	D-9	<u>219.81</u>	
			<u>5,877,752.83</u>
Balance, December 31, 2014	D		<u>\$ 426,168.58</u>

SCHEDULE OF SEWER LIENS RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2013	D		\$ 8,614.46
Increased by:			
Consumer Accounts Receivable	D-8		<u>219.81</u>
			8,834.27
Decreased by:			
Cash Receipts	D-5		<u>8,614.46</u>
Balance, December 31, 2014	D		<u>\$ 219.81</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	Balance December 31, <u>2013</u>	Transfer from Fixed Capital Authorized and <u>Uncompleted</u>	Budget Appropriations for Capital <u>Outlay</u>	Balance December 31, <u>2014</u>
Sewer System	\$ <u>18,127,653.88</u>	\$ <u>1,011,957.69</u>	\$ <u>-</u>	\$ <u>19,139,611.57</u>
<u>Ref.</u>	D	D-11		D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2013	2014 Authorizations	Transfer to Fixed Capital	Balance Dec. 31, 2014
		Date	Amount				
98-35	Phase II Rehabilitation/Infiltration and Inflow Program, Improvements to Hillside and Beverly Pump Stations	09-28-98	\$ 1,000,000.00	\$ 11,997.11		\$ 11,979.10	\$ 18.01
99-51/ 00-17	Construction and Reconstruction of Various Sewer Lines, Stations, Facilities and Related Assets	10-18-99 04-24-00	1,000,000.00	1,000,000.00		999,978.59	21.41
06-35	Improvements to Sanitary Sewer Infrastructure	07-10-06	300,000.00	300,000.00			300,000.00
07-41	Gables Area Sanitary Sewer System Replacement Project - Phase III	06-25-07	550,000.00	550,000.00			550,000.00
08-51/ 09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	12-22-08 06-22-09	1,000,000.00 588,500.00	1,588,500.00			1,588,500.00
12-14	Various Sewer Utility Improvements	06-11-12	700,000.00	700,000.00			700,000.00
				<u>\$ 4,150,497.11</u>	<u>\$ -</u>	<u>\$ 1,011,957.69</u>	<u>\$ 3,138,539.42</u>
				<u>Ref.</u>	D	D-10	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Operating:					
Salaries and Wages	\$ 101.20		\$ 101.20		\$ 101.20
Other Expenses	30,460.31	\$ 129,823.24	160,283.55	\$ 94,738.45	65,545.10
TNSA - Annual Charge	645,199.75		645,199.75		645,199.75
Capital Improvements:					
Capital Outlay	7,033.31	2,966.69	10,000.00	2,966.69	7,033.31
Statutory Expenditures:					
Contribution to:					
Social Security System	<u>2,588.32</u>	<u> </u>	<u>2,588.32</u>	<u>1,555.92</u>	<u>1,032.40</u>
	<u>\$ 685,382.89</u>	<u>\$ 132,789.93</u>	<u>\$ 818,172.82</u>	<u>\$ 99,261.06</u>	<u>\$ 718,911.76</u>
<u>Ref.</u>	D	D-13		D-5	D-1

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 132,789.93
Increased by:		
Transferred from Budget Appropriations	D-4	<u>99,320.24</u>
		232,110.17
Decreased by:		
Transferred to Appropriation Reserves	D-12	<u>132,789.93</u>
Balance, December 31, 2014	D	<u><u>\$ 99,320.24</u></u>

Exhibit D-14

SCHEDULE OF CUSTOMER OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 15,285.67
Increased by:		
Cash Received	D-5	<u>14,530.64</u>
		29,816.31
Decreased by:		
Applied to Consumer Accounts Receivable	D-8	\$ 14,395.69
Cash Disbursements	D-5	<u>889.98</u>
		<u>15,285.67</u>
Balance, December 31, 2014	D	<u><u>\$ 14,530.64</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF DUE FROM GENERAL CAPITAL

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 1,956.63
Decreased by:		
Cash Receipts	D-5	<u>1,956.63</u>
Balance, December 31, 2014	D	<u>\$ -</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS, NOTES AND LOANS

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 21,296.39
Increased by:		
Budget Appropriations	D-4	<u>136,221.16</u> 157,517.55
Decreased by:		
Interest Paid	D-5	<u>137,307.38</u>
Balance, December 31, 2014	D	\$ <u><u>20,210.17</u></u>

Analysis of Accrued Interest December 31, 2014

Principal Outstanding <u>Dec. 31, 2014</u>	Interest Rate	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:					
\$ 91,000.00	Various	12-01-14	12-31-14	30 Days	\$ 379.17
131,000.00	Various	08-01-14	12-31-14	150 Days	2,729.17
100,000.00	Various	12-01-14	12-31-14	30 Days	1,650.00
313,000.00	Various	12-01-14	12-31-14	30 Days	1,223.96
1,125,000.00	Various	12-01-14	12-31-14	30 Days	4,179.17
291,000.00	Various	12-04-14	12-31-14	27 Days	969.00
<u>1,005,000.00</u>	Various	12-24-14	12-31-14	7 Days	<u>847.78</u>
\$ <u><u>3,056,000.00</u></u>					<u>11,978.25</u>
Bond Anticipation Notes:					
\$ 1,107,000.00	0.720%	09-11-14	12-31-14	110 Days	3,440.25
Loans Payable:					
\$ 1,012,065.73	Various	08-01-13	12-31-14	150 Days	<u>4,791.67</u>
					\$ <u><u>20,210.17</u></u>

Ref.

D-16

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF SEWER UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2014</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Bonds Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Refunded</u>	<u>Balance Dec. 31, 2014</u>
Pooled Governmental Loan Revenue Bonds, Series 2005	12-19-05	\$ 1,858,000.00	12-01-15	\$ 91,000.00 5.000%	\$ 178,000.00	\$	\$ 87,000.00	\$	\$ 91,000.00
Pooled Governmental Loan Refunding Revenue Bonds, Series 2006	04-03-06	1,271,800.00	02-01-15	131,000.00 5.000%	263,000.00		132,000.00		131,000.00
Pooled Governmental Loan Revenue Bonds, Series 2006	12-21-06	722,000.00	12-01-15 12-01-16	49,000.00 5.000% 51,000.00 5.000%	442,000.00		46,000.00	296,000.00	100,000.00
Pooled Governmental Loan Revenue Bonds, Series 2007	12-13-07	504,000.00	12-01-15 12-01-16 12-01-17 12-01-18 12-01-19 12-01-20 12-01-21 12-01-22	33,000.00 5.000% 35,000.00 5.000% 36,000.00 5.000% 38,000.00 5.250% 40,000.00 4.000% 42,000.00 4.000% 43,000.00 5.250% 46,000.00 4.250%	344,000.00		31,000.00		313,000.00
Governmental Pooled Loan Revenue Refunding Bonds, Series 2012	05-22-12	1,310,000.00	12-01-16 12-01-17 12-01-18 12-01-19 12-01-20 12-01-21 12-01-22 12-01-23 12-01-24 12-01-25	90,000.00 4.000% 95,000.00 4.000% 100,000.00 4.000% 105,000.00 4.000% 110,000.00 4.000% 110,000.00 4.000% 120,000.00 5.000% 125,000.00 5.000% 130,000.00 5.000% 140,000.00 5.000%	1,125,000.00				1,125,000.00

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 32,894.96
Increased by:		
Charged to Improvement Authorizations	D-19	<u>120,315.34</u>
		153,210.30
Decreased by:		
Applied to Improvement Authorizations	D-19	<u>32,894.96</u>
Balance, December 31, 2014	D	<u><u>\$ 120,315.34</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2013		Increased by		Decreased by		Balance Dec. 31, 2014	
				Funded	Unfunded	2014 Authorizations	Prior Year Encumbrances	Paid or Charged	Reserve for Encumbrances	Funded	Unfunded
98-35	Phase II Rehabilitation/Infiltration and Inflow Program, Improvements to Hillside and Beverly Pump Stations	09-28-98	\$ 1,000,000.00	\$ 18.01						\$ 18.01	
99-51/ 00-17	Construction and Reconstruction of Various Sewer Lines, Stations, Facilities and Related Assets	10-18-99 04-24-00	1,000,000.00	21.41						21.41	
01-25	Reconstruction of Gables Area Sanitary Sewer System Phase I	05-29-01	750,000.00	1,205.55						1,205.55	
06-35	Improvements to Sanitary Sewer Infrastructure	07-10-06	300,000.00			\$ 1,817.00		\$ 1,817.00		-	
07-41	Gables Area Sanitary Sewer System Replacement Project - Phase III	06-25-07	550,000.00	524,693.77				\$ 33,700.00	92,200.00	398,793.77	
08-51	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	12-22-08	1,000,000.00							32,508.47	\$ 250.00
09-21		06-22-09	3,507,000.00	\$ 32,758.47							
12-14	Various Sewer Utility Improvements	06-11-12	700,000.00		378,626.97		31,077.96	86,353.55	26,298.34	297,053.04	
				\$ 525,938.74	\$ 411,385.44	\$ -	\$ 32,894.96	\$ 120,053.55	\$ 120,315.34	\$ 729,600.25	\$ 250.00
			<u>Ref.</u>	D	D		D-18	D-5	D-18	D	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 139,258.25
Increased by:		
Budget Appropriation	D-5	<u>50,000.00</u>
Balance, December 31, 2014	D	<u>\$ 189,258.25</u>

Exhibit D-21

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 16,266,296.73
Increased by:		
Serial Bonds Paid by Operating Budget	D-17	\$ 169,178.57
Reserve for Deferred Amortization	D-22	943,386.27
Bond Anticipation Notes Paid by		
Budget Appropriation	D-24	18,500.00
Premium on Bonds Issued	D-5	<u>16,715.79</u>
		<u>1,147,780.63</u>
Balance, December 31, 2014	D	<u>\$ 17,414,077.36</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ordinance Number	Improvement Description	Ordinance Date	Balance Dec. 31, 2013	Increased by:				Decreased by	Balance Dec. 31, 2014
				Serial Bonds Paid	Bond Anticipation Notes Paid by Budget	Loans Paid	Premium on Bonds	Transfer to Reserve for Amortization	
98-35	Phase II Rehabilitation/Infiltration and Inflow Program, Improvements to Hillside and Beverly Pump Stations	09-28-98	\$ 11,997.11					\$ 11,979.10	\$ 18.01
99-51/ 00-17	Construction and Reconstruction of Various Sewer Lines, Stations, Facilities and Related Assets	10-18-99 04-24-00	852,857.15	\$ 78,571.43				931,407.17	21.41
06-35	Improvements to Sanitary Sewer Infrastructure	07-24-06	134,250.00	17,250.00			\$ 1,875.00		153,375.00
07-41	Gables Area Sanitary Sewer System Replacement Project - Phase III	06-25-07	206,000.00	31,000.00					237,000.00
08-51/ 09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	12-22-08 06-22-09	217,296.57		\$ 5,500.00	\$ 59,137.70	27,135.50		309,069.77
12-14	Various Sewer Utility Improvements	06-11-12	35,000.00				61,273.71		96,273.71
			<u>\$ 1,457,400.83</u>	<u>\$ 126,821.43</u>	<u>\$ 5,500.00</u>	<u>\$ 59,137.70</u>	<u>\$ 90,284.21</u>	<u>\$ 943,386.27</u>	<u>\$ 795,757.90</u>
			D	D-17	D-24	D-23	D-5	D-21	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 1,071,203.43
Decreased by:		
Paid by Budget Appropriation	D-22	<u>59,137.70</u>
Balance, December 31, 2014	D	<u><u>\$ 1,012,065.73</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY
 SEWER UTILITY CAPITAL FUND
 SCHEDULE OF BOND ANTICIPATION NOTES

Ordinance <u>Number</u>	<u>Improvement Description</u>	<u>Original Issue Date</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2014</u>
08-51/09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	09-15-11	09-11-14	01-22-15	0.72%	\$ 300,000.00	\$ 5,500.00	\$ 294,500.00
09-37	Acquisition of Various Vehicles and Equipment for the Sewer Utility	09-15-11	09-11-14	01-22-15	0.72%	166,000.00	18,500.00	147,500.00
12-14	Various Sewer Utility Improvements	09-14-12	09-11-14	01-22-15	0.72%	<u>665,000.00</u>	<u> </u>	<u>665,000.00</u>
						<u>\$ 1,131,000.00</u>	<u>\$ 24,000.00</u>	<u>\$ 1,107,000.00</u>
					<u>Ref.</u>	D		D
							\$ 18,500.00	
							<u>5,500.00</u>	
							<u>\$ 24,000.00</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF OGSA OBLIGATION RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2013	D	\$ 253,641.22
Decreased by:		
Current Year Collections	D-3	<u>36,234.46</u>
Balance, December 31, 2014	D	<u><u>\$ 217,406.76</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY
 SEWER UTILITY OPERATING FUND
 SCHEDULE OF EMERGENCY NOTES PAYABLE

<u>Date Authorized</u>	<u>Purpose</u>	<u>Amount Authorized</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Cash Receipts</u>	<u>Cash Disbursed</u>	<u>Balance Dec. 31, 2014</u>
11-26-12	Hurricane Sandy	\$ 500,000.00				\$ 365,000.00		\$ 365,000.00	\$ -
11-26-12	Hurricane Sandy	500,000.00	11-13-14	11-12-15	1.25%	<u>360,000.00</u>	<u>\$ 270,000.00</u>	<u>360,000.00</u>	<u>270,000.00</u>
						<u>\$ 725,000.00</u>	<u>\$ 270,000.00</u>	<u>\$ 725,000.00</u>	<u>\$ 270,000.00</u>
					Ref.	D	D-5	D-5	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2013	D		\$ 4,204.00
Decreased by:			
Cash Disbursements	D-5	\$ 3,200.00	
Canceled	D-1	<u>1,004.00</u>	
			<u>4,204.00</u>
Balance, December 31, 2014	D		<u><u>\$ -</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>2014</u> <u>Authorizations</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
09-37	Acquisition of Various Vehicles and Equipment for the Sewer Utility	\$ <u>250.00</u>	\$ _____	\$ <u>250.00</u>
		\$ <u>250.00</u>	\$ <u>-</u>	\$ <u>250.00</u>
	<u>Ref.</u>	(Footnote D)		(Footnote D)

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY FUND
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance, December 31, 2013	E	\$ 773,376.79	\$ 803,181.15
Increased by Receipts:			
Premium on Sale of Notes	E-1/E-2	\$ 2,349.00	\$ 4,976.33
Marina Fees and Costs	E-3	362,277.19	
Interest on Investments	E-3	1,224.07	
Miscellaneous	E-3	1,004.15	
Interfund - Marina Capital Fund	E-24	365,000.00	
Sales Taxes Payable	E	2,985.78	
Reserve for FEMA Reimbursement	E	41,433.16	
Reserve for Reconstruction	E-23		479,100.00
Serial Bonds Issued	E-14		996,000.00
Budget Appropriation:			
Capital Improvement Fund	E-17		5,000.00
Premiums from Sale of Bonds	E-19		4,000.00
Premiums from Sale of Bonds	E-20		85,000.00
		<u>776,273.35</u>	<u>1,574,076.33</u>
		1,549,650.14	2,377,257.48
Decreased by Disbursements:			
2014 Appropriations	E-4	313,623.55	
Appropriation Reserves	E-10	67,127.68	
Accounts Payable	E-12	20,998.26	
Accrued Interest on Bonds and Notes	E-13	57,384.92	
Serial Bonds Refunded	E-14		185,000.00
Special Emergency Note Payable	E-22	748,750.00	
Interfund - Current Fund	E	2,349.00	100,000.00
Interfund - General Capital Fund	E-18	68,500.00	259,944.57
Interfund - Marina Capital	E-24	25,000.00	365,000.00
Improvement Authorizations	E-16		174,538.13
		<u>1,303,733.41</u>	<u>1,084,482.70</u>
Balance, December 31, 2013	E	<u>\$ 245,916.73</u>	<u>\$ 1,292,774.78</u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
 ANALYSIS OF MARINA UTILITY CAPITAL CASH

		Balance <u>Dec. 31, 2014</u>
Capital Improvement Fund	\$	35,500.00
Capital Fund Balance		16,516.63
Grants Receivable		(600,000.00)
Interfund - General Capital Fund		(1,750.24)
Interfund - Marina Utility Operating		25,000.00
Reserve for Encumbrances		96,860.97
Reserve for Reconstruction		479,100.00
Excess Bond Anticipation Notes		900,000.00

<u>Ordinance Number</u>	<u>Improvement Description</u>	
06-33/ 07-19	Acquisition of Marina Property and Various Improvements	(25,000.00)
12-18	Various Improvements	14.60
13-18	Various Improvements	<u>366,532.82</u>
		\$ <u><u>1,292,774.78</u></u>

<u>Ref.</u>	E
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TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
 SCHEDULE OF DEFERRED CHARGES
 N.J.S. 40A: 4-55 SPECIAL EMERGENCY

<u>Date Authorized</u>	<u>Purpose</u>	<u>Amount Authorized</u>	<u>Required Budget Appropriation</u>	<u>Balance Dec. 31, 2013</u>	<u>Decreased by Budget Appropriation</u>	<u>Balance Dec. 31, 2014</u>
2012	Hurricane Sandy	\$ 1,000,000.00	\$ 148,000.00	\$ <u>592,000.00</u>	\$ <u>148,750.00</u>	\$ <u>443,250.00</u>
				\$ <u><u>592,000.00</u></u>	<u><u>148,750.00</u></u>	\$ <u><u>443,250.00</u></u>
			<u>Ref.</u>	E	E-4	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	<u>Ref.</u>	
Balance, December 31, 2013 and 2014	E	\$ <u>5,865,000.00</u>
Analysis:		
Ordinance 11-03 Various Improvements		\$ 300,000.00
Ordinance 07-19 Acquisition of Marina Property and Various Improvements		<u>5,565,000.00</u>
		\$ <u>5,865,000.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance</u> <u>Dec. 31, 2013</u> <u>and 2014</u>
		<u>Date</u>	<u>Amount</u>	
12-18	Various Improvements	06/11/12	90,000.00	90,000.00
13-18	Various Improvements	05/13/13	1,500,000.00	<u>1,500,000.00</u>
				<u>\$ 1,590,000.00</u>
			<u>Ref.</u>	E

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>After</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Operating:					
Salaries and Wages	\$ 260.04		\$ 260.04		\$ 260.04
Other Expenses	2,937.53	\$ 6,347.39	9,284.92	\$ 4,719.91	4,565.01
Disaster Assistance-Restoration of Marina Facilities	<u>173,968.54</u>	<u>22,006.46</u>	<u>195,975.00</u>	<u>94,207.77</u>	<u>101,767.23</u>
	<u>\$ 177,166.11</u>	<u>\$ 28,353.85</u>	<u>\$ 205,519.96</u>	<u>\$ 98,927.68</u>	<u>\$ 106,592.28</u>
	<u>Ref.</u> E	E-11			E-1
Cash Disbursed		E-5		\$ 67,127.68	
Accounts Payable		E-12		<u>31,800.00</u>	
				<u>\$ 98,927.68</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 28,353.85
Increased by:		
Transferred from Budget Appropriations	E-4	8,985.18
		<u>37,339.03</u>
Decreased by:		
Transferred to Appropriation Reserves	E-10	28,353.85
		<u>28,353.85</u>
Balance, December 31, 2014	E	<u><u>\$ 8,985.18</u></u>

SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 67,375.35
Increased by:		
Transferred from Appropriation Reserves	E-10	31,800.00
		<u>99,175.35</u>
Decreased by:		
Cash Disbursements	E-5	\$ 20,998.26
Accounts Payable Canceled	E-1	<u>4,625.42</u>
		<u>25,623.68</u>
Balance, December 31, 2014	E	<u><u>\$ 73,551.67</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
 SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 7,639.10
Increased by:		
Budget Appropriations	E-4	<u>57,684.44</u>
		65,323.54
Decreased by:		
Interest Paid	E-5	<u>57,384.92</u>
Balance, December 31, 2014	E	<u><u>\$ 7,938.62</u></u>

Analysis of Accrued Interest December 31, 2014

Principal Outstanding <u>Dec. 31, 2014</u>	Interest Rate	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:					
\$ 62,000.00	Various	12/01/14	12/31/14	30 Days	\$ 258.33
300,000.00	Various	12/01/14	12/31/14	30 Days	1,173.75
181,000.00	Various	12/04/14	12/31/14	27 Days	603.75
815,000.00	Various	12/24/14	12/31/14	7 Days	683.47
Bond Anticipation Notes:					
\$ 566,369.00	1.00%	09/11/14	12/31/14	110 Days	1,730.57
900,000.00	0.72%	09/11/14	12/31/14	110 Days	2,750.00
Special Emergency Notes:					
\$ 443,250.00	1.25%	11/13/14	12/31/14	48 Days	<u>738.75</u>
					<u><u>\$ 7,938.62</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF MARINA UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance Dec. 31, 2014</u>
			<u>Outstanding</u>	<u>December 31, 2014</u>					
Pooled Governmental Loan Revenue Bonds Series 2006	12/21/06	\$ 452,000.00	12/01/15	\$ 30,000.00	5.00%	\$ 276,000.00		\$ 214,000.00	\$ 62,000.00
			12/01/16	32,000.00	5.00%				
Pooled Governmental Loan Revenue Bonds Series 2007	12/19/07	483,000.00	12/01/15	32,000.00	5.00%	330,000.00		30,000.00	300,000.00
			12/01/16	33,000.00	5.00%				
			12/01/17	35,000.00	5.00%				
			12/01/18	36,000.00	5.25%				
			12/01/19	38,000.00	4.00%				
			12/01/20	40,000.00	4.00%				
			12/01/21	42,000.00	5.25%				
12/01/22	44,000.00	4.25%							
Pooled Governmental Loan Refunding Revenue Bonds Series 2014	12/04/14	181,000.00	12/01/17	33,000.00	3.00%				181,000.00
			12/01/18	34,000.00	4.00%				
			12/01/19	36,000.00	5.00%				
			12/01/20	38,000.00	5.00%				
			12/01/21	40,000.00	5.00%				
					\$ 181,000.00				

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
 SCHEDULE OF MARINA UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2014</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance Dec. 31, 2014</u>
Pooled Governmental Loan Revenue Bonds Series 2014	12/24/14	815,000.00	12/01/15-16	30,000.00	3.00%			
			12/01/17-20	30,000.00	4.00%			
			12/01/21	30,000.00	5.00%			
			12/01/22-24	35,000.00	5.00%			
			12/01/25-26	40,000.00	5.00%			
			12/01/27-28	45,000.00	5.00%			
			12/01/29-30	50,000.00	5.00%			
			12/01/31-32	55,000.00	4.00%			
			12/01/33-34	60,000.00	3.25%			
					<u>\$ 606,000.00</u>	<u>\$ 996,000.00</u>	<u>\$ 244,000.00</u>	<u>\$ 1,358,000.00</u>
				<u>Ref.</u>	E	E-5		E
			Budget Appropriation	E-19			\$ 59,000.00	
			Serial Bonds Refunded	E-5			<u>185,000.00</u>	
							<u>\$ 244,000.00</u>	

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
 SCHEDULE OF MARINA UTILITY BOND ANTICIPATION NOTES

Ordinance Number	Improvement Description	Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2013	Issued	Paid by	Balance Dec. 31, 2014
06-33/ 07-19	Acquisition of Marina Property and Various Improvements	11/10/06	09/11/14	09/10/15	1.00%	\$ 40,000.00		\$ 40,000.00	\$ -
06-33/ 07-19	Acquisition of Marina Property and Various Improvements	11/09/07	09/11/14	09/10/15	1.00%	233,000.00		28,500.00	204,500.00
11-03	Various Improvements to the Shark River Marina	01/24/11	09/11/14	09/10/15	1.00%	280,869.00		4,500.00	276,369.00
12-18	Various Improvements	09/14/12	09/11/14	09/10/15	1.00%	85,500.00			85,500.00
13-18	Various Improvements	09/14/13	09/11/14	01/22/15	0.72%	<u>900,000.00</u>			<u>900,000.00</u>
						<u>\$ 1,539,369.00</u>	<u>\$ -</u>	<u>\$ 73,000.00</u>	<u>\$ 1,466,369.00</u>
					<u>Ref.</u>				E
									E
	Interfund - Marina Operating Fund				E-24/E-25		\$ 25,000.00		
	Reserve for Amortization				E-19		<u>48,000.00</u>		
							<u>\$ 73,000.00</u>		

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2013		Increased by		Decreased by		Balance Dec. 31, 2014	
				Unfunded	Funded	Reserve for Encumbrances	Paid or Charged	Reserve for Encumbrances	Funded	Unfunded	
12-18	Various Improvements	06-11-12	\$ 90,000.00	\$ 16,995.30		\$ 5,067.60	\$ 21,047.81	\$ 1,000.49			\$ 14.60
13-18	Various Improvements	05-13-13	1,500,000.00	614,364.04		1,519.58	153,490.32	95,860.48		\$ 366,532.82	
				\$ 631,359.34		\$ 6,587.18	\$ 174,538.13	\$ 96,860.97		\$ 366,532.82	\$ 14.60
		<u>Ref.</u>		E		E	E-5	E		E	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 30,500.00
Increased by:		
Budget Appropriations	E-5	<u>5,000.00</u>
Balance, December 31, 2014	E	<u>\$ 35,500.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF INTERFUND - GENERAL CAPITAL FUND

	<u>Ref.</u>		
Balance, December 31, 2013 - Due To	E		\$ 259,944.57
Decreased by:			
Cash Disbursements	E-5	\$ 259,944.57	
Premium on Sale of Bond Anticipation Notes	E-2	<u>1,750.24</u>	
			<u>261,694.81</u>
Balance, December 31, 2014 - Due (From)	E		\$ <u><u>(1,750.24)</u></u>

Exhibit E-19

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>		
Balance, December 31, 2013	E		\$ 4,705,131.00
Increased by:			
Budget Appropriation - Bond Anticipation Notes	E-15	\$ 48,000.00	
Budget Appropriation - Serial Bonds	E-14	59,000.00	
Premiums on Refunding Serial Bonds	E-5	<u>4,000.00</u>	
			<u>111,000.00</u>
Balance, December 31, 2014	E		\$ <u><u>4,816,131.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	<u>Ordinance</u> <u>Date</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increased by</u>		<u>Balance</u> <u>Dec. 31, 2014</u>
				<u>Fixed</u> <u>Capital</u> <u>Authorized</u>	<u>Premiums on</u> <u>Serial Bonds</u>	
12-18	Various Improvements	06/11/12	\$ 4,500.00			\$ 4,500.00
13-18	Various Improvements	05/13/13	<u>600,000.00</u>	<u> </u>	\$ <u>85,000.00</u>	<u>685,000.00</u>
			<u>\$ 604,500.00</u>	<u>\$ -</u>	<u>\$ 85,000.00</u>	<u>\$ 689,500.00</u>
		<u>Ref.</u>	E		E-5	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF GRANT RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2013 and 2014	E	\$ <u>600,000.00</u>
Analysis:		
Ordinance 13-18		\$ <u>600,000.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF SPECIAL EMERGENCY NOTES PAYABLE

<u>Date</u> <u>Authorized</u>	<u>Purpose</u>	<u>Amount</u> <u>Authorized</u>	<u>Date of</u> <u>Issue</u>	<u>Date of</u> <u>Maturity</u>	<u>Interest</u> <u>Rate</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Cash</u> <u>Disbursed</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
11/26/12	Hurricane Sandy	\$ 600,000.00				\$ 600,000.00	\$ 600,000.00	\$ -
11/26/12	Hurricane Sandy	600,000.00	11/13/14	11/12/15	1.25%	<u>592,000.00</u>	<u>148,750.00</u>	<u>443,250.00</u>
						<u>\$ 1,192,000.00</u>	<u>\$ 748,750.00</u>	<u>\$ 443,250.00</u>
					<u>Ref.</u>	E	E-5	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR RECONSTRUCTION

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ -
Increased by:		
Cash Receipts	E-5	<u>479,100.00</u>
Balance, December 31, 2014	E	<u><u>\$ 479,100.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF INTERFUND - MARINA OPERATING FUND

	<u>Ref.</u>	
Balance, December 31, 2013	E	\$ 365,000.00
Increased by:		
Bond Anticipation Notes Paid by Marina Operating Fund	E-5/E-15	<u>25,000.00</u> 390,000.00
Decreased by:		
Cash Disbursements	E-5	<u>365,000.00</u>
Balance, December 31, 2014	E	\$ <u><u>25,000.00</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance, December 31, <u>2013</u>	Bond Anticipation Notes <u>Not Renewed</u>	Bond Anticipation Notes <u>Issued</u>	Balance, December 31, <u>2014</u>
06-33/ 07-19	Acquisition of Marina Property and Various Improvements	\$ -	\$ 25,000.00	\$ -	\$ 25,000.00
		<u>\$ -</u>	<u>\$ 25,000.00</u>	<u>\$ -</u>	<u>\$ 25,000.00</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>		
Balance, December 31, 2013	F		\$ 698,174.79
Increased by Receipts:			
Loan and Interest Payments			
Façade Loans	F-3	\$ 21,287.68	
Reciprocal Loans	F-2	51,800.66	
Late Fees	F-4	382.09	
Prepaid Interest	F-4	76.75	
Interest Income - Deposits	F-4	<u>821.24</u>	
			<u>74,368.42</u>
			772,543.21
Decreased by Disbursements:			
Facade Loan		35,000.00	
Facade Grant		35,000.00	
Paint Program		18,926.61	
Administration of Programs		<u>8,993.61</u>	
	F-4		<u>97,920.22</u>
Balance, December 31, 2014	F		<u>\$ 674,622.99</u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
 SCHEDULE OF RECIPROCAL LOANS RECEIVABLE

Ref.	Totals	Accredited Dermatology	Headliners	Abbas Osman Family Trust Loan 1	Abbas Osman Family Trust Loan 2	All American Turf	Cityworks Neptune Office, LLC	Scrubber Doctor	Sunniland Furniture Inc. Loan 1	Sunniland Furniture Inc. Loan 2	Waterfront Sunsets
Balance, December 31, 2013	F \$ 382,054.29	\$ 56,180.67	\$ 94,704.54	\$ 68,009.77	\$ 21,208.09	\$ 41,526.41	\$ 31,994.66	\$ 8,212.40	\$ 20,440.43	\$ 22,169.22	17,608.10
Increased by:											
Loans Granted	-										
Accrued Interest	6,506.21	773.38	1,809.63	421.19	405.28	1,511.66	469.50	68.45	305.85	741.27	
	<u>388,560.50</u>	<u>56,954.05</u>	<u>96,514.17</u>	<u>68,430.96</u>	<u>21,613.37</u>	<u>43,038.07</u>	<u>32,464.16</u>	<u>8,280.85</u>	<u>20,746.28</u>	<u>22,910.49</u>	<u>17,608.10</u>
Decreased by:											
Loan Payments Received	F-1/F-4 51,800.66	9,938.39	11,042.76			12,223.20	6,040.50	8,280.85	2,692.44	1,582.52	
	<u>51,800.66</u>	<u>9,938.39</u>	<u>11,042.76</u>	<u>-</u>	<u>-</u>	<u>12,223.20</u>	<u>6,040.50</u>	<u>8,280.85</u>	<u>2,692.44</u>	<u>1,582.52</u>	
Balance, December 31, 2014	F \$ <u>336,759.84</u>	\$ <u>47,015.66</u>	\$ <u>85,471.41</u>	\$ <u>68,430.96</u>	\$ <u>21,613.37</u>	\$ <u>30,814.87</u>	\$ <u>26,423.66</u>	\$ <u>-</u>	\$ <u>18,053.84</u>	\$ <u>21,327.97</u>	\$ <u>17,608.10</u>
Details as to Loans Receivable:											
Original Date of Loan		07/01/09	02/12/13	01/01/09	01/01/09	08/01/07	04/04/13	08/31/04	01/01/09	08/01/07	5/15/2003
Interest Rate		1.625%	2.0%	2.38%	4.125%	4.125%	1.784%	2.000%	2.38%	4.125%	2.125%
Repayment Term - Years		10	10	7	9.67	10	5	10	7	10	10.00
Original Amount of Loan	\$ 715,891.09	\$ 100,000.00	\$ 100,000.00	\$ 71,661.63	\$ 20,145.83	\$ 100,000.00	\$ 34,785.50	\$ 100,000.00	\$ 52,035.89	\$ 37,262.24	100,000.00
Capitalized Interest	73,755.56	6,646.00	2,955.78	6,039.13	3,591.34	20,451.67	698.91	10,418.61	4,385.22	6,616.64	11,952.26
	789,646.65	106,646.00	102,955.78	77,700.76	23,737.17	120,451.67	35,484.41	110,418.61	56,421.11	43,878.88	111,952.26
Payments Made to Date on Loans	<u>452,886.81</u>	<u>59,630.34</u>	<u>17,484.37</u>	<u>9,269.80</u>	<u>2,123.80</u>	<u>89,636.80</u>	<u>9,060.75</u>	<u>110,418.61</u>	<u>38,367.27</u>	<u>22,550.91</u>	<u>94,344.16</u>
Balance on Loans, December 31, 2014	F-2 \$ <u>336,759.84</u>	\$ <u>47,015.66</u>	\$ <u>85,471.41</u>	\$ <u>68,430.96</u>	\$ <u>21,613.37</u>	\$ <u>30,814.87</u>	\$ <u>26,423.66</u>	\$ <u>-</u>	\$ <u>18,053.84</u>	\$ <u>21,327.97</u>	\$ <u>17,608.10</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
 SCHEDULE OF FACADE IMPROVEMENT LOANS RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2013	F		\$ 59,795.99
Increased by:			
Accrued Interest		\$ 930.46	
Loans Granted		<u>35,000.00</u>	
			<u>35,930.46</u>
			95,726.45
Decreased by:			
Cash Receipts	F-1/F-4		<u>21,287.68</u>
Balance, December 31, 2014	F		<u><u>\$ 74,438.77</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
SCHEDULE OF RESERVE FOR LOAN AND GRANT FUND EXPENDITURES

	<u>Ref.</u>		
Balance, December 31, 2013	F		\$ 694,415.65
Increased by:			
Loan and Interest Payments:		\$	
Façade Loans	F-3	21,287.68	
Reciprocal Loans	F-2	51,800.66	
Late Fees	F-1	382.09	
Prepaid Interest	F-1	76.75	
Interest Income - Deposits	F-1	821.24	
Prior Year Encumbrances	F	<u>3,759.14</u>	
			<u>78,127.56</u>
			772,543.21
Decreased by:			
Grant Expenditures	F-1		<u>97,920.22</u>
Balance, December 31, 2014	F		<u>\$ 674,622.99</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
General Fixed Assets:				
Land	\$ 18,406,960.52			\$ 18,406,960.52
Land Improvements	412,519.14			412,519.14
Buildings and Improvements	4,730,183.72			4,730,183.72
Machinery, Equipment and Vehicles	<u>16,927,101.81</u>	\$ <u>834,908.05</u>	\$ <u>780,112.68</u>	<u>16,981,897.18</u>
	<u>\$ 40,476,765.19</u>	\$ <u>834,908.05</u>	\$ <u>780,112.68</u>	\$ <u>40,531,560.56</u>
<u>Ref.</u>	I			I

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2014

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION
(EXCLUDING FIRE DISTRICT TAX)

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Tax Rate	\$ <u>2,570</u>	\$ <u>2,434</u>	\$ <u>2,391</u>
Apportionment of Tax Rate			
Municipal	.950	.878	.850
County	.361	.363	.355
Local School	1.259	1.193	1.186
Assessed Valuation			
2014	\$2,807,307,280.00		
2013		\$2,902,760,800.00	
2012			\$2,910,456,833.00

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future levies.

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collection</u>	<u>Percentage of Collection</u>
2014	\$76,044,037.54	\$74,850,831.49	98.43%
2013	74,538,698.29	73,151,035.70	98.13%
2012	73,363,575.81	71,663,465.06	97.68%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens in relation to the tax levies of the last three years.

<u>Year Ended</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	\$24,515.17	\$1,144,546.50	\$1,169,061.67	1.54%
2013	48,958.39	1,113,357.74	1,162,316.13	1.56%
2012	49,481.15	1,449,225.41	1,498,706.56	2.04%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties in the year of acquisition, is summarized as follows:

<u>Year</u>	<u>Amount</u>
2014	\$5,242,800.00
2013	5,246,000.00
2012	5,246,000.00

COMPARISON OF SEWER UTILITY RENTS LEVIED

<u>Year</u>	<u>Levy</u>	<u>Prior Year Delinquent</u>	<u>Cash Collection</u>
2014	\$5,779,011.42	\$524,909.99	\$5,877,533.02
2013	5,619,027.15	388,716.93	5,480,355.76
2012	5,672,493.07	479,002.88	5,757,357.56

COMPARATIVE SCHEDULE OF FUND BALANCES

<u>Year</u>	<u>Balance December, 31</u>	<u>Utilized In Budget of Succeeding Year</u>
<u>Current Fund</u>		
2014	\$3,229,634.78	*
2013	3,761,814.80	2,762,000.00
2012	3,704,245.96	3,250,000.00
2011	4,226,718.96	3,516,000.00
2010	3,878,424.61	3,350,000.00
<u>Sewer Utility Fund</u>		
2014	\$3,225,115.41	*
2013	1,652,162.11	96,399.17
2012	1,013,369.87	86,600.00
2011	431,264.06	80,800.00
2010	138,129.02	31,365.54
<u>Marina Utility Fund</u>		
2014	\$136,667.53	*
2013	189,485.42	180,000.00
2012	133,314.77	50,745.00
2011	142,139.89	43,391.00
2010	56,568.97	19,630.00

* The budget has not been adopted as of the date of the audit.

SUMMARY OF MUNICIPAL DEBT
(Excluding Current and Operating Debt and Type II School Debt)

	<u>Year 2014</u>	<u>Year 2013</u>	<u>Year 2012</u>
<u>Issued</u>			
General Bonds, Notes and Loans	\$ 22,547,138.59	\$ 29,851,548.10	\$ 24,488,045.37
Sewer Utility Bonds, Notes and Loans	5,175,065.73	4,554,203.43	4,998,341.13
Marina Bonds and Notes	<u>2,824,369.00</u>	<u>2,145,369.00</u>	<u>1,375,000.00</u>
Total Debt Issued	<u>30,546,573.32</u>	<u>36,551,120.53</u>	<u>30,861,386.50</u>
<u>Authorized But Not Issued</u>			
General Bonds and Notes	3,838,879.64	902,995.00	289,969.50
Sewer Utility Bonds and Notes	250.00	250.00	250.00
Marina Utility Bonds and Notes	<u>25,000.00</u>	<u>-</u>	<u>-</u>
Total Authorized But Not Issued	<u>3,864,129.64</u>	<u>903,245.00</u>	<u>290,219.50</u>
Net Debt Issued and Authorized But Not Issued	<u>34,410,702.96</u>	<u>37,454,365.53</u>	<u>31,151,606.00</u>
Less:			
Funds Temporarily Held to Pay Bonds and Notes:			
General Fund	263,308.61	49,116.68	61,424.75
Sewer Utility Fund	235.02	235.02	235.02
Marina Utility Fund	<u>-</u>	<u>-</u>	<u>-</u>
	<u>263,543.63</u>	<u>49,351.70</u>	<u>61,659.77</u>
Net Debt Issued and Authorized But Not Issued	\$ <u>34,147,159.33</u>	\$ <u>37,503,717.23</u>	\$ <u>31,089,946.23</u>

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarization 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 0.740%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local District School Debt	\$ -	\$ -	\$ -
General Debt	26,386,018.23	263,308.61	26,122,709.62
Sewer Utility Debt	5,175,315.73	5,175,315.73	-
Marina Utility Debt	<u>2,849,369.00</u>	<u>2,849,369.00</u>	<u>-</u>
	<u>\$ 34,410,702.96</u>	<u>\$ 8,287,993.34</u>	<u>\$ 26,122,709.62</u>

Net Debt \$26,122,709.62 divided by Equalized Valuation basis per N.J.S.A. 40A:2-6 as amended \$3,525,421,351.67 = 0.740%.

BORROWING POWER UNDER N.J.S.A. 40A:2-6

3 1/2% of Equalized Valuation Basis	\$ 123,389,747.30
Net Debt	<u>26,122,709.62</u>
Remaining Borrowing Power	\$ <u>97,267,037.68</u>

CALCULATION OF "SELF-LIQUIDATING PURPOSE"
SEWER UTILITY PER N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for the Year	\$ 7,218,564.47
Deductions:	
Operating and Maintenance Costs	\$ 5,508,500.00
Debt Service per Sewer Account	<u>612,058.76</u>
	<u>6,120,558.76</u>
Excess in Revenue	\$ <u>1,098,005.71</u>

CALCULATION OF "SELF-LIQUIDATING PURPOSE"
MARINA UTILITY PER N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for the Year	\$ 544,505.41
Deductions:	
Operating and Maintenance Costs	\$ 127,455.56
Debt Service per Marina Account	<u>249,684.44</u>
	<u>377,140.00</u>
Excess in Revenue	\$ <u>167,365.41</u>

The Chief Financial Officer should file an amended debt statement.

TOWNSHIP OF NEPTUNE - COUNTY OF MONMOUTH

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>
Dr. Michael Brantley	Mayor
Mary Beth Jahn	Deputy Mayor
Randy Bishop	Committeeman
Eric Houghtaling	Committeeman
Kevin B. Mc Millan	Committeeman
Vito D. Gadaleta	Business Administrator
Michael J. Bascom	Tax Collector, Chief Financial Officer, Sewer Rent Collector, Tax Search Officer
Richard J. Cuttrell	Township Clerk
Gene Anthony	Township Attorney
Robin T. Wernik	Municipal Court Judge
Ursula Postell	Court Administrator

All employees listed above are covered by a dishonesty Public Employees' Blanket Bond, in the amount of \$1,000,000 per employee, written by the Statewide Insurance Fund.

**TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH**

PART II

SINGLE AUDIT SECTION

FOR THE YEAR ENDED DECEMBER 31, 2014

FALLON & LARSEN LLP

Certified Public Accountants

1390 Route 36, Suite 102
Hazlet, New Jersey 07730-1716
Telephone: (732) 888-2070
FAX: (732) 888-6245

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Honorable Mayor
and Members of the Township Committee
Township of Neptune
County of Monmouth
Neptune, New Jersey

Report on Compliance for Each Major Federal Program

We have audited the Township of Neptune, State of New Jersey's (the "Township") compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the Township's major federal programs for the year ended December 31, 2014. The Township's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Township's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Township's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Township's compliance.

Opinion on Each Major Federal Program

In our opinion, the Township, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2014.

Report on Internal Control Over Compliance

Management of the Township is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Township's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133 but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over compliance.

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

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

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

Charles J. Fallon CPA RMA
Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506

Fallon & Larsen LLP

Fallon & Larsen LLP

Hazlet, New Jersey
April 3, 2015

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2014

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Grant Number/ Pass through Grant Number	Federal CFDA Number	Grant Period	Grant/Loan Award	Cash Received	Program Expenditures	Cumulative Expenditures
U.S. Department of Agriculture:							
Emergency Watershed Protection Program - Disaster Relief Appropriations Act	68-2B29-13-204	10.927	08/26/13-06/30/14	\$ 1,326,000.00	\$ 1,326,000.00	\$ 1,326,000.00	\$ 1,326,000.00
Total U.S. Department of Agriculture				<u>1,326,000.00</u>	<u>1,326,000.00</u>	<u>1,326,000.00</u>	<u>1,326,000.00</u>
U.S. Department of Housing and Urban Development:							
Pass-through programs from:							
State of New Jersey Department of Community Affairs:							
Hurricane Sandy Community Development Block Grant - Disaster Recovery Grants	SRPR-2013-1334-01	14.269	10/29/13-10/29/14	30,000.00	26,988.75	22,627.50	26,988.75
Total U.S. Department of Housing and Urban Development				<u>30,000.00</u>	<u>26,988.75</u>	<u>22,627.50</u>	<u>26,988.75</u>
U.S. Department of Justice:							
Direct Programs:							
Bulletproof Vest Partnership - FY2012	None	16.607	04/01/12-08/31/14	12,655.50	7,214.90	3,586.00	12,655.50
Bulletproof Vest Partnership	None	16.607	07/24/14-10/31/16	1,844.99	-	794.25	794.25
2014 JAG Law Enforcement Equipment Grant	2014-DJ-BX-0157	16.738	10/01/13-09/30/17	59,448.00	-	20,473.00	20,473.00
Total Direct Programs				<u>73,948.49</u>	<u>7,214.90</u>	<u>24,853.25</u>	<u>33,922.75</u>
Pass-through programs from:							
City of Asbury Park:							
Edward Byrne Memorial Justice Assistance	2011-DJ-BX-3050	16.738	10/01/10-09/30/14	20,511.00	20,511.00	-	20,511.00
Edward Byrne Memorial Justice Assistance	2013-DJ-BX-0385	16.738	10/01/12-09/30/16	14,803.00	14,803.00	14,803.00	14,803.00
Total Pass-through Programs				<u>35,314.00</u>	<u>35,314.00</u>	<u>14,803.00</u>	<u>35,314.00</u>
Total U.S. Department of Justice				<u>109,262.49</u>	<u>42,528.90</u>	<u>39,656.25</u>	<u>69,236.75</u>

See accompanying notes to the schedule of expenditures of federal awards.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2014

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Grant Number/ Pass through Grant Number	Federal CFDA Number	Grant Period	Grant/Loan Award	Cash Received	Program Expenditures	Cumulative Expenditures
U.S. Department of Labor:							
Pass-through programs from:							
County of Monmouth							
Hurricane Sandy Disaster Relief - National							
Emergency Grants	HS-PY12-17	17.284	04/30/13-01/29/14	100,391.22	14,815.74	-	62,258.21
Total U.S. Department of Labor				<u>100,391.22</u>	<u>14,815.74</u>	<u>-</u>	<u>62,258.21</u>
U.S. Department of Transportation:							
Pass-through programs from:							
New Jersey Department of Transportation:							
Highway Planning and Construction :							
Urban Gateway Program	078-6300-480	20.205	Open	32,000.00	32,000.00	-	32,000.00
Urban Gateway Program	078-6300-480	20.205	Open	32,000.00	-	26,073.47	26,073.47
Pedestrian Bicycle Enhancement	078-6300-480	20.205	Open	580,000.00	-	14,429.50	14,429.50
New Jersey Department of Law and Public Safety:							
Alcohol Impaired Driving Countermeasures							
Incentive Grants:							
COPS in Shops - Summer Shore Initiative	066-1400-100-025	20.616	05/23/14-09/15/14	2,000.00	2,000.00	2,000.00	2,000.00
Drunk Driver Prevention	066-1160-100-057	20.616	12/06/13-01/02/14	4,400.00	4,400.00	4,400.00	4,400.00
Impaired Driving Countermeasures	066-1160-100-157	20.616	12/05/14-01/02/15	7,500.00			
Impaired Driving Countermeasures	066-1160-100-157	20.616	08/15/14-09/01/14	5,000.00	5,000.00	5,000.00	5,000.00
Occupant Protection Grants:							
Click It or Ticket	066-1160-100-155	20.616	05/19/14-06/01/14	4,000.00	4,000.00	4,000.00	4,000.00
Hazardous Materials Emergency Preparedness							
Training and Planning Grants:							
HMEP Training	066-1200-100-703	20.703	09/30/12-09/30/13	26,000.00	-	-	22,800.00
HMEP Planning	066-1200-100-703	20.703	10/01/13-09/30/14	25,800.00	-	25,400.00	25,400.00
Total U.S. Department of Transportation				<u>718,700.00</u>	<u>47,400.00</u>	<u>81,302.97</u>	<u>136,102.97</u>

See accompanying notes to the schedule of expenditures of federal awards.

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2014

Federal Grantor/Pass-through Grantor/ Program or Cluster Title	Grant Number/ Pass through Grant Number	Federal CFDA Number	Grant Period	Grant/Loan Award	Cash Received	Program Expenditures	Cumulative Expenditures
U.S. Department of Health and Human Services:							
Pass-through programs from:							
Monmouth County Office of Senior Services:							
Title III-B - Senior Citizens Grant	13-013	93.044	01/01/13-12/31/13	25,000.00	25,000.00	-	25,000.00
Title III-B - Senior Citizens Grant	13-013	93.044	01/01/14-12/31/14	25,000.00	-	25,000.00	25,000.00
National Recreation and Park Association:							
Center for Disease Control and Prevention - Investigations and Technical Assistance	None	93.283	01/01/12-12/31/13	50,000.00	-	16,702.99	47,676.00
Implementing Arthritis Interventions	None	93.UNK	08/02/13-01/31/14	4,000.00	-	3,875.00	4,000.00
Total U.S. Department of Health and Human Services				104,000.00	25,000.00	45,577.99	101,676.00
U.S. Department of Homeland Security:							
Pass-through programs from:							
New Jersey Department of Law and Public Safety:							
Flood Mitigation - Concourse/Seaview Island Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Sandy	FMA-2010-004	97.029	10/10/10-06/30/15	430,176.75	-	-	-
Urban Areas Security Initiative	066-1200-100-A92	97.036	Various	5,796,056.53	1,251,247.24	104,532.83	4,487,452.40
Passed - through the County of Monmouth:	066-1005-100-008	97.067	09/01/12-08/31/14	105,800.00	56,999.57	56,999.57	105,800.00
Emergency Management Performance Grants:							
FY 2013 EMAA	066-1200-100-726	97.042	07/01/13-06/30/14	5,000.00	-	4,481.07	5,000.00
FY 2014 EMAA	066-1200-100-726	97.042	07/01/14-06/30/15	5,000.00	-	2,947.06	2,947.06
Total U.S. Department of Homeland Security				6,342,033.28	1,308,246.81	168,960.53	4,601,199.46
Total Federal Expenditures				\$ 8,730,386.99	\$ 2,790,980.20	\$ 1,684,125.24	\$ 6,323,462.14

See accompanying notes to the schedule of expenditures of federal awards.

TOWNSHIP OF NEPTUNE
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 1 **ORGANIZATION AND BASIS OF PRESENTATION**

A. Organization

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

B. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Township of Neptune. The schedule is presented on the cash basis of accounting.

The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

NOTE 2 **CONTINGENCIES**

Each of the grantor agencies reserves the right to conduct additional audits of the Township's grant programs for economy, efficiency and program results. However, Township management does not believe such audits would result in material amounts of disallowed costs.

**TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Section I - Summary of Auditors' Results

Financial Statements Section

Type of auditors' report issued:

Generally Accepted Accounting Principles		<u>Adverse</u>	
Regulatory Basis		<u>Unmodified</u>	

Internal control over financial reporting:

Material weakness identified?	_____	Yes	___X___	No
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Significant deficiency identified not considered to be material weaknesses?	_____	Yes	___X___	No
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Noncompliance material to financial statements noted?	_____	Yes	___X___	No
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a) Federal Awards

Internal Control over major programs:

Material weakness identified?	_____	Yes	___X___	No
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Significant deficiency identified not considered to be material weakness?	_____	Yes	<u>NONE REPORTED</u>	
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Type of auditors' report issued on compliance for major programs:	<u>Unmodified</u>
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Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)?	_____	Yes	___X___	No
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Identification of major federal program:

CFDA Number(s)	Name of Federal Program or Cluster	Grant Number
10.927	Emergency Watershed Protection Program – Disaster Relief Appropriation Act	68-2B29-13-204

Dollar threshold used to distinguish between Type A and Type B Programs:	<u>\$300,000.00</u>
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Auditee qualified as a low-risk auditee?	_____	Yes	___X___	No
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TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
FOR THE YEAR ENDED DECEMBER 31, 2014

Section II - Financial Statement Findings

There were no financial statement findings.

Section III

a) Federal Award Findings and Questioned Costs.

None reported.

**TOWNSHIP OF NEPTUNE
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2014**

None reported.

**TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH**

PART III

GENERAL COMMENTS

FOR THE YEAR ENDED DECEMBER 31, 2014

GENERAL COMMENTS

Contracts and Agreements Required To Be Advertised for N.J.S. 40A:11-4

N.J.S. 40A:11-4 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 the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the Township Counsel’s opinion should be sought before a commitment is made.

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

- Double sided message board
- Decorative street lights for Broadway in Ocean Grove
- Document management system
- Police accreditation service
- Ocean Grove Boardwalk Reconstruction
- Jumping Brook Ball Field Improvements
- Traffic Calming Devices
- Improvements to Veterans Park
- Improvements to Wayside Rd – Phase II
- Powered ambulance stretchers and cot fastening systems

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, 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. 40A:11-5.

Our examination of expenditures did not reveal individual payments in excess of the bid threshold “for the provision or performance of any goods or services” other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S.40A:11-6.

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of

GENERAL COMMENTS (continued)

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1 (continued)

the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered”.

Collection of Interest on Delinquent Tax, Assessments and Sewer Charges

The statute provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes and assessments on or before the date when they would become delinquent.

The Governing Body, on January 1, 2014, adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

NOW, THEREFORE, BE IT RESOLVED, by the Township of Neptune, County of Monmouth, State of New Jersey, as follows:

1. Tax Collector is hereby authorized and directed to charge 8% per annum on the first \$1,500.00 of taxes becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31st, an additional penalty of 6% shall be charged against the delinquency.

2. Any payment received after the prescribed grace period will be charged interest in the above manner from the original due date.

Sewer utility delinquencies are charged interest at the rate of 8% per annum on the first \$1,500.00 of sewer utility charges delinquent after due date and 18% per annum on any amount of charges in excess of \$1,500.00 becoming delinquent after due date.

Tax Sale

The last tax sale was held on March 13, 2014.

Tax Title Liens

The following comparison is made of the number of tax title liens receivable on December 31st of the last three (3) years.

<u>Year</u>	<u>Number of Liens</u>
2014	14
2013	20
2012	18

GENERAL COMMENTS (continued)

Appreciation

I desire to express my appreciation for the cooperation received from the Township Officials and Employees and the courtesies extended during the course of the audit.

Very truly yours,

Charles J. Fallon CPA RMA

Charles J. Fallon
Registered Municipal Accountant #506

For the Firm
FALLON & LARSEN LLP

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

PART IV

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2014

**TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2014**

Other Matters

2014-01 **Finding:** Interfunds are reflected on the balance sheet of various funds at year end.

Recommendation: That all interfunds be liquidated prior to year.