

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

**REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2015**

TOWNSHIP OF NEPTUNE

COUNTY OF MONMOUTH

TABLE OF CONTENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

<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>	6-42
<u>CURRENT FUND</u>	
	<u>Exhibit</u>
Schedule of Cash - Treasurer	A-4
Schedule of Cash - Collector	A-5
Schedule of Due from/(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 Interfunds Receivable/(Payable) - 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

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 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 Due from Ocean Grove Camp Meeting Association	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 Interfunds Receivable/(Payable)	D-15
Schedule of Accrued Interest Payable	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 Bonds and Notes Authorized But Not Issued	D-27
 <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 Payable	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>PUBLIC ASSISTANCE FUND</u>	
Statement of Cash - Treasurer	G-1
<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)	43
Comparison of Tax Levies and Collection Currently	43
Delinquent Taxes and Tax Title Liens	43
Property Acquired by Tax Title Lien Liquidation	44
Comparison of Sewer Utility Rents Levied	44
Comparative Schedule of Fund Balances	44
Summary of Municipal Debt (Excluding Current and Operating Debt and Type II School Debt)	45
Summary of Statutory Debt Condition - Annual Debt Statement	45
Borrowing Power Under N.J.S.A. 40A:2-6	46
Calculation of "Self-Liquidating Purpose" - Sewer Utility Per N.J.S.A. 40A:2-45	46
Calculation of "Self Liquidating Purpose" - Marina Utility Per N.J.S.A. 40A:2-45	46
Officials in Office and Surety Bonds	47

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 the <i>Uniform Guidance</i>	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, 2015

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

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, 2015 and 2014, 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, 2015 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and 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, 2015 and 2014, or the changes in financial position for the year ended December 31, 2015.

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, 2015 and 2014, 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, 2015, 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 audit was 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 Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards and is also not a required part of the basic 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary 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 August 4, 2016, 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
August 4, 2016

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 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, 2015, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements and have issued our report thereon dated August 4, 2016. 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
August 4, 2016

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2015</u>	<u>2014</u>
Cash	A-4	\$ 6,969,606.29	\$ 7,236,996.80
Cash - Change Fund	A	925.00	925.00
		<u>6,970,531.29</u>	<u>7,237,921.80</u>
Due from State - P.L. 1971 C.20	A-6	<u>11,794.51</u>	<u>8,747.94</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	1,141,737.29	1,144,546.50
Tax Title Liens Receivable	A-9	4,700.48	24,515.17
Property Acquired for Taxes - Assessed Valuation	A-10	5,242,800.00	5,242,800.00
Revenue Accounts Receivable	A-11	62,665.16	148,057.91
Abating Costs and Abating Liens Receivable	A-12	20,662.12	56,088.10
Interfunds Receivable	A-13	254,004.67	72,825.74
Mortgage Receivable	A-7	400,000.00	400,000.00
Pilot Program	A	116,012.11	
		<u>7,242,581.83</u>	<u>7,088,833.42</u>
Deferred Charges:			
Special Emergency Authorization (N.J.S.40A:4-55)	A-28	<u>1,762,186.00</u>	<u>2,579,000.00</u>
		<u>15,987,093.63</u>	<u>16,914,503.16</u>
Federal and State Grant Fund:			
Cash	A-4	110,412.49	268,343.60
Interfund - Current Fund	A-24	251,220.43	15,376.07
Grants Receivable	A-25	1,129,436.41	1,041,560.71
		<u>1,491,069.33</u>	<u>1,325,280.38</u>
Total Assets		<u>\$ 17,478,162.96</u>	<u>\$ 18,239,783.54</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>2015</u>	<u>2014</u>
Appropriation Reserves	A-3/A-15	\$ 352,249.94	\$ 619,124.34
Reserve for Encumbrances	A-16	869,199.04	1,015,037.91
Interfunds Payable	A-13	262,966.15	29,344.31
Accounts Payable	A-14	36,367.78	219,945.08
Tax Overpayments	A-17	19,619.22	12,941.43
Prepaid Taxes	A-18	980,186.02	595,400.94
County Taxes Payable	A-20	22,212.91	43,221.43
Local School District Tax Payable	A-21	740,027.50	386,741.50
Due to State Agencies	A-22	22,286.00	16,816.00
Various Reserves	A-23	217,877.64	210,720.55
Reserve for FEMA Reimbursements - Hurricane Sandy	A-30	91,970.75	616,814.08
Reserve for Revaluation	A-4	237,162.39	241,497.39
Reserve for Interest on Special Emergency Notes	A-4		9,430.00
		<u>3,852,125.34</u>	<u>4,017,034.96</u>
Special Emergency Note Payable	A-29	1,762,186.00	2,579,000.00
Reserve for Receivables and Other Assets	A	7,242,581.83	7,088,833.42
Fund Balance	A-1	3,130,200.46	3,229,634.78
		<u>12,134,968.29</u>	<u>12,897,468.20</u>
		<u>15,987,093.63</u>	<u>16,914,503.16</u>
Federal and State Grant Fund:			
Appropriated Reserves	A-26	782,573.67	889,391.91
Reserve for Encumbrances	A-26	668,830.17	351,376.97
Unappropriated Reserves	A-27	11,076.81	55,922.82
Interfund - Trust Other Fund	A	28,588.68	28,588.68
		<u>1,491,069.33</u>	<u>1,325,280.38</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 17,478,162.96</u>	<u>\$ 18,239,783.54</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>2015</u>	<u>2014</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	\$ 2,400,000.00	\$ 2,762,000.00
Miscellaneous Revenue Anticipated	A-2	10,548,708.46	10,861,262.85
Receipts from Delinquent Taxes	A-2	1,169,412.86	1,144,431.98
Receipts from Current Taxes	A-2	76,716,484.87	74,850,831.49
Non-Budget Revenues	A-2	675,850.50	540,083.06
Other Credits to Income:			
Appropriated Grant Reserves Canceled	A-13	49,016.78	30,793.45
Accounts Payable Canceled	A-14	5,920.01	35,061.00
Unexpended Balance of Appropriation Reserves	A-15	619,448.42	326,476.77
Tax Overpayments Canceled			300.78
		<hr/>	<hr/>
Total Revenue		<u>92,184,841.90</u>	<u>90,551,241.38</u>
Expenditures:			
Budget Appropriations Within Caps:			
Operations:			
Salaries and Wages	A-3	15,910,250.00	15,480,300.00
Other Expenses	A-3	12,286,025.00	12,398,100.00
Deferred Charges and Statutory Expenditures	A-3	3,414,138.14	3,091,670.00
Budget Appropriations Excluded from Caps:			
Operations:			
Salaries and Wages	A-3	434,273.00	431,575.00
Other Expenses	A-3	2,926,735.66	2,955,611.08
Capital Improvements	A-3	100,000.00	100,000.00
Municipal Debt Service	A-3	3,771,915.29	3,910,232.43
Deferred Charges	A-3	816,814.00	793,000.00
		<hr/>	<hr/>
		<u>39,660,151.09</u>	<u>39,160,488.51</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>2015</u>	<u>2014</u>
Refund of Prior Year Revenue			25.49
Prior Year Senior Citizens Disallowed	A-6	9,250.00	6,511.64
Interfunds Advanced	A-13	192,798.17	72,825.74
Grants Receivable Canceled	A-13	46,456.14	20,849.27
Refund of Prior Year Tax Revenue	A-17	107,419.29	634.23
Fire District Taxes	A-19	3,589,299.00	3,566,190.00
County Taxes	A-20	10,243,253.53	\$ 10,164,828.52
Local District School Tax	A-21	<u>36,035,649.00</u>	<u>35,329,068.00</u>
Total Expenditures		<u>89,884,276.22</u>	<u>88,321,421.40</u>
Excess/(Deficit) in Revenue		2,300,565.68	2,229,819.98
Add:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of Succeeding Year:			
Special Emergency Authorization			
Statutory Excess to Fund Balance		2,300,565.68	2,229,819.98
Fund Balance January 1	A	<u>3,229,634.78</u>	<u>3,761,814.80</u>
		5,530,200.46	5,991,634.78
Decreased by:			
Utilized as Anticipated Revenue	A-1/A-2	<u>2,400,000.00</u>	<u>2,762,000.00</u>
Fund Balance December 31	A	<u>\$ 3,130,200.46</u>	<u>\$ 3,229,634.78</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, 2015

	Ref.	Anticipated		Realized	Excess or (Deficit)
		Budget	Special N.J.S.A. 40A:4-87		
Fund Balance Anticipated	A-1	\$ 2,400,000.00	\$	\$ 2,400,000.00	\$
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-11	54,000.00		55,427.00	1,427.00
Other	A-11	217,000.00		207,218.21	(9,781.79)
Fees and Permits	A-11	330,000.00		363,602.63	33,602.63
Fines and Costs:					
Municipal Court	A-11	750,000.00		799,266.58	49,266.58
Interest and Costs on Taxes	A-11	313,000.00		325,916.90	12,916.90
Interest on Investments and Deposits	A-11	21,000.00		16,597.26	(4,402.74)
Consolidated Municipal Property Tax					
Relief Aid	A-11	750,024.00		668,889.00	(81,135.00)
Energy Receipts Tax	A-11	4,247,430.00		4,328,565.00	81,135.00
Uniform Construction Code Fees	A-11	600,000.00		798,767.00	198,767.00
Interlocal Services Agreements:					
Monmouth County 9-1-1 Services					
Personnel Loan	A-11	66,048.00		66,048.00	
Neptune BOE - GREAT Program	A-11	20,000.00		20,000.00	
Fleet Maintenance - Allenhurst, Neptune					
Fire Dist, OG Fire Dist, Neptune BOE	A-11	105,000.00		105,980.29	980.29
Liability, Workman's Compensation, Pensions and Property Insurance - Neptune Fire, OG Fire	A-11	163,006.00		163,006.00	
Monmouth County EMS	A-11	6,000.00		6,000.00	
Community Notification System Agreement	A-11	11,200.00		11,200.00	
Public Safety Officer Program	A-11	53,000.00		53,060.40	60.40
Prisoner Processing / Jail Program	A-11	27,900.00		28,081.54	181.54
Recycling Tonnage Grant	A-25	55,922.82		55,922.82	
Clean Communities Program	A-25		68,403.19	68,403.19	
Municipal Alliance on Alcoholism and Drug Abuse - State	A-25	67,440.00		67,440.00	
Municipal Court Alcohol Education, Rehabilitation and Enforcement Fund	A-25		6,836.25	6,836.25	
Federal Emergency Management Assistance	A-25	5,000.00		5,000.00	
Older Americans Act	A-25	25,000.00		25,000.00	
NJDEP Municipal Public Access Planning	A-25	15,000.00		15,000.00	
Post Sandy Planning Grant - Community Facilities Plan	A-25	35,000.00		35,000.00	
Post Sandy Planning Grant - Strategic Report	A-25	30,000.00		30,000.00	
Post Sandy Planning Grant - Land Development Ordinance	A-25	50,000.00		50,000.00	
2015 Drive Sober or Get Pulled Over Labor Day Crackdown	A-25		5,000.00	5,000.00	

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, 2015

	Ref.	Anticipated		Realized	Excess or (Deficit)
		Budget	Special N.J.S.A. 40A:4-87		
2015 Drive Sober or Get Pulled Over Year End					
Holiday Crackdown	A-25		5,000.00	5,000.00	
Interfaith Neighbors - Senior Meal Program	A-25	24,780.00		24,780.00	
Body Armor Replacement Fund	A-25		6,730.37	6,730.37	
2015 Bulletproof Vest Partnership Grant	A-25		20,195.03	20,195.03	
NJDL&PS 2015 Click It or Ticket Seat Belt Mobilization	A-25		4,000.00	4,000.00	
US EPA - Brownfields Petroleum Assessment	A-25		200,000.00	200,000.00	
US EPA - Brownfields Hazardous Assessment	A-25		200,000.00	200,000.00	
Highway Safety 2016 Pedestrian Safety Grant	A-25		7,000.00	7,000.00	
NJSP HMEP Training Grant	A-25	26,000.00		26,000.00	
NJSP HMEP Planning Grant	A-25	26,900.00		26,900.00	
2015 Distracted Driving Crackdown	A-25	5,000.00		5,000.00	
Edward Byrne Memorial Justice Assistance Grant - 2015	A-25		14,305.00	14,305.00	
Cops in Shops - Summer Shore Initiative	A-25		2,000.00	2,000.00	
Administration Fees - Off Duty					
Employment of Police Officers	A-11	220,000.00		196,527.39	(23,472.61)
Reserve for Debt Service - Capital Fund	A-11	43,389.73		17,496.25	(25,893.48)
Cable T.V. - Franchise Fee	A-11	424,480.73		424,480.73	
Commercial Garbage Removal Fees	A-11	92,000.00		93,172.26	1,172.26
Interfund - Federal and State Grant Fund	A-11	11,619.24		11,619.24	
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	80,000.00		91,230.04	11,230.04
Monmouth County Lease of Facility	A-11	150,000.00		150,000.00	
Reserve for FEMA (Hurricane Sandy)	A-11	616,814.08		616,814.08	
Total Miscellaneous Revenues	A-1	9,764,681.55	539,469.84	10,548,708.46	244,557.07
Receipts from Delinquent Taxes	A-1/A-2	1,138,315.35		1,169,412.86	31,097.51
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes		26,738,163.06		27,762,014.34	1,023,851.28
Minimum Library Tax		1,156,269.00		1,156,269.00	
Total Amount to be Raised by Taxes	A-2	27,894,432.06		28,918,283.34	1,023,851.28
Non-Budget Revenues	A-1/A-2			675,850.50	675,850.50
Total		\$ 41,197,428.96	\$ 539,469.84	\$ 43,712,255.16	\$ 1,975,356.36
	Ref.	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, 2015

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	A-1/A-8	\$ 76,716,484.87
Allocated to School ,County, and Fire District Taxes	A-8	<u>49,868,201.53</u>
Balance for Support of Municipal Budget Appropriations		26,848,283.34
Add:		
Reserve for Uncollected Taxes	A-3	<u>2,070,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 28,918,283.34</u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections	A-8	\$ 1,148,744.89
Tax Title Lien Collections	A-9	<u>20,667.97</u>
	A-2	<u>\$ 1,169,412.86</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, 2015

Analysis of Non-Budget Revenues:

Canister Rental		\$	3,800.00
Tires			1,251.00
Recycling			24,876.57
DPW - Freon			2,040.00
Copies			1,250.23
Planning Board			55,435.00
Employee Reimbursements - Cell Phones			960.00
Sale of Maps			15.00
Workman's Compensation Refunds			5,580.77
Variance - Board of Adjustment			38,842.84
Found Monies - Police			1,286.30
ID Cards - Police			250.00
Returned Checks			660.00
Other Unanticipated			47,895.81
Sale of Trash Cans			4,300.00
Prescription Rebates			7,847.00
DMV Inspection Fines			2,050.00
ATM Revenue			170.98
Sale of Bid Documents			1,125.00
Attorney Fees			1,600.00
COBRA Reimbursements			1,129.80
Duplicate Bill			1,695.00
HPC Application Fees			4,345.00
State Administration Fee - Senior Citizen and Veterans			4,836.91
Green Recycling Cans			3,036.00
Vacant Property Registration Fee			2,500.00
Neptune City-Brush Pickup			28,047.36
Abating Charges	A-12		76,772.60
Payments in Lieu of Taxes on Real Property			345,728.42
Sale of Municipal Assets			3,500.00
Other			3,022.91
			<hr/>
	A-2/A-5	\$	<u>675,850.50</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, 2015

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
<u>Operations Within CAPS</u>					
General Government Functions:					
General Administration					
Salaries and Wages	\$ 287,000.00	\$ 287,000.00	\$ 285,120.56	\$ 1,879.44	
Other Expenses	103,000.00	103,000.00	102,979.30	20.70	
Municipal Clerk					
Salaries and Wages	196,500.00	196,500.00	196,500.00		
Other Expenses	24,000.00	24,000.00	22,669.41	1,330.59	
Financial Administration					
Salaries and Wages	395,000.00	395,000.00	394,650.33	349.67	
Other Expenses	95,000.00	95,000.00	93,856.97	1,143.03	
Audit Services					
Other Expenses	44,000.00	44,000.00	44,000.00		
Computerized Data Processing					
Salaries and Wages	135,500.00	135,500.00	133,876.49	1,623.51	
Other Expenses	26,000.00	22,000.00	21,594.01	405.99	
Revenue Administration					
Salaries and Wages	367,000.00	367,000.00	362,036.93	4,963.07	
Other Expenses	45,000.00	35,000.00	31,257.37	3,742.63	
Tax Assessment Administration					
Salaries and Wages	205,000.00	205,000.00	197,589.60	7,410.40	
Other Expenses	8,000.00	8,000.00	6,832.52	1,167.48	
Legal Services					
Other Expenses	325,000.00	390,000.00	379,317.44	10,682.56	
Engineering Services					
Salaries and Wages	293,000.00	293,000.00	292,282.11	717.89	
Other Expenses	95,000.00	85,000.00	80,891.93	4,108.07	
Economic Development					
Salaries and Wages	12,500.00	12,500.00	10,063.53	2,436.47	
Other Expenses	3,000.00				
Land Use Administration:					
Planning Board					

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, 2015

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Salaries and Wages	26,000.00	26,000.00	26,000.00		
Other Expenses	23,000.00	12,475.00	11,913.45	561.55	
Zoning Board of Adjustment					
Salaries and Wages	26,000.00	26,000.00	25,999.53	0.47	
Other Expenses	13,000.00	11,000.00	10,588.68	411.32	
Historic Preservation Committee					
Salaries and Wages	6,700.00	6,700.00	6,593.72	106.28	
Other Expenses	19,500.00	19,500.00	17,803.00	1,697.00	
Land Use Administration Office					
Salaries and Wages	75,500.00	75,500.00	75,304.05	195.95	
Other Expenses	2,000.00	2,000.00	1,835.84	164.16	
Community Programs					
Salaries and Wages	49,000.00	49,000.00	49,000.00		
Other Expenses	3,000.00	650.00	131.47	518.53	
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	246,000.00	221,000.00	215,943.74	5,056.26	
Other Expenses	9,000.00	9,000.00	8,976.41	23.59	
Mercantile Licensing					
Salaries and Wages	6,700.00	6,700.00	6,700.00		
Other Expenses	16,000.00	8,500.00	8,303.80	196.20	
Insurance					
Liability Insurance	410,000.00	420,650.00	420,610.50	39.50	
Workers Compensation Insurance	490,000.00	487,500.00	487,270.00	230.00	
Employee Group Insurance	5,615,000.00	5,765,000.00	5,764,083.75	916.25	
Health Benefit Waivers	10,000.00	10,000.00	10,000.00		

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, 2015

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Public Safety Functions:					
Police Department					
Salaries and Wages	9,329,000.00	9,519,000.00	9,493,796.31	25,203.69	
Other Expenses	325,000.00	245,000.00	236,860.75	8,139.25	
Homeland Security Expenses	10,000.00	10,000.00	8,445.00	1,555.00	
Office of Emergency Management					
Salaries and Wages	26,000.00	30,350.00	30,252.02	97.98	
Other Expenses	32,000.00	32,000.00	31,946.89	53.11	
Homeland Security Expenses	10,000.00	10,000.00	9,890.00	110.00	
Emergency Medical Services:					
Other Expenses	25,000.00	25,000.00	24,915.44	84.56	
Aid to Volunteer Ambulance Companies					
Other Expenses	40,000.00	40,000.00	35,118.50	4,881.50	
Municipal Prosecutor's Office					
Salaries and Wages	38,300.00	38,300.00	37,848.92	451.08	
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	1,120,000.00	1,080,000.00	1,068,460.37	11,539.63	
Other Expenses	175,000.00	255,000.00	251,964.88	3,035.12	
Administration of Public Works					
Salaries and Wages	224,000.00	214,000.00	211,183.38	2,816.62	
Other Expenses	22,000.00	22,000.00	18,180.84	3,819.16	
Solid Waste Collection					
Salaries and Wages	1,100,000.00	1,001,500.00	998,343.02	3,156.98	
Other Expenses	22,000.00	17,000.00	14,750.56	2,249.44	
Building and Grounds					
Salaries and Wages	325,000.00	340,000.00	340,000.00		
Other Expenses	127,000.00	123,000.00	119,931.66	3,068.34	
Vehicle Maintenance					
Other Expenses	1,075,000.00	1,175,000.00	1,174,573.71	426.29	

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, 2015

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Health and Human Services:					
Public Health Services					
Salaries and Wages	127,000.00	127,000.00	126,235.34	764.66	
Other Expenses	7,500.00	7,500.00	7,482.14	17.86	
Environmental and Shade Tree Committee					
Salaries and Wages	1,700.00	1,700.00	1,577.76	122.24	
Other Expenses	7,400.00	4,900.00	4,672.04	227.96	
Animal Control Services					
Other Expenses	75,000.00	75,000.00	67,662.80	7,337.20	
Monmouth County Drug & Alcohol Abuse Program					
Other Expenses	14,000.00	14,000.00	14,000.00		
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	181,000.00	173,000.00	172,939.03	60.97	
Other Expenses	40,500.00	40,500.00	40,249.42	250.58	
Senior Citizens Programs					
Salaries and Wages	308,000.00	316,000.00	314,579.57	1,420.43	
Other Expenses	102,000.00	101,350.00	101,118.56	231.44	
Maintenance of Parks					
Other Expenses	161,000.00	161,000.00	159,130.28	1,869.72	
Publicity and Tourism					
Salaries and Wages	12,000.00	11,000.00	10,152.24	847.76	
Other Expenses	3,000.00				
Celebration of Public Events					
Other Expenses	6,000.00	6,000.00	5,728.45	271.55	
Utility Expenses and Bulk Purchases:					
Electricity					
Other Expenses	200,000.00	200,000.00	185,155.89	14,844.11	

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, 2015

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Street Lighting					
Other Expenses	225,000.00	219,000.00	172,506.38	46,493.62	
Telephone					
Other Expenses	165,000.00	165,000.00	156,641.92	8,358.08	
Water					
Other Expenses	40,000.00	40,000.00	38,519.95	1,480.05	
Gas (Natural)					
Other Expenses	160,000.00	140,000.00	104,702.85	35,297.15	
Telecommunications Costs					
Other Expenses	95,000.00	80,000.00	63,872.21	16,127.79	
Gasoline					
Other Expenses	450,000.00	322,000.00	271,593.17	50,406.83	
Landfill / Solid Waste Disposal Costs:					
Landfill and Solid Waste Disposal Costs	1,300,000.00	1,155,000.00	1,154,519.74	480.26	
Municipal Court					
Salaries and Wages	264,000.00	266,000.00	266,000.00		
Other Expenses	20,500.00	25,500.00	25,490.62	9.38	
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	10,000.00	10,000.00	9,998.41	1.59	
Uniform Construction Code Enforcement Functions					
Salaries and Wages	480,000.00	480,000.00	479,874.45	125.55	
Other Expenses	23,000.00	23,000.00	21,293.30	1,706.70	
Total Operations Within CAPS	28,209,800.00	28,196,275.00	27,884,735.21	311,539.79	
Contingent					
Total Operations Including Contingent Within CAPS	28,209,800.00	28,196,275.00	27,884,735.21	311,539.79	
Detail:					
Salaries and Wages	15,873,400.00	15,910,250.00	15,838,901.41	71,348.59	
Other Expenses	12,336,400.00	12,286,025.00	12,045,833.80	240,191.20	

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, 2015

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Deferred Charges and Statutory Expenditures Within CAPS</u>					
Statutory Expenditures:					
Public Employees' Retirement System	867,959.00	881,484.00	881,482.44	1.56	
Social Security System (O.A.S.I.)	770,000.00	770,000.00	769,387.78	612.22	
Police and Firemen's Retirement System	1,719,154.14	1,719,154.14	1,719,154.14		
Unemployment Insurance	40,000.00	40,000.00	40,000.00		
Defined Contribution Retirement Program	3,500.00	3,500.00	1,945.21	1,554.79	
Deferred Charges and Statutory Expenditures Within CAPS	<u>3,400,613.14</u>	<u>3,414,138.14</u>	<u>3,411,969.57</u>	<u>2,168.57</u>	
Total Appropriations Within CAPS	<u>31,610,413.14</u>	<u>31,610,413.14</u>	<u>31,296,704.78</u>	<u>313,708.36</u>	
<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					
Other Expenses	80,000.00	80,000.00	80,000.00		
Aid to Free Public Library	1,156,269.00	1,156,269.00	1,153,791.33	2,477.67	
Recycling Tax	65,000.00	65,000.00	64,080.81	919.19	
Interlocal Municipal Service Agreements					
Liability, Workers Comp., & Prop. Ins-NFD &OGFD	163,006.00	163,006.00	163,006.00		
Neptune BOE GREAT Program - Police S&W	20,000.00	20,000.00	20,000.00		
Community Notification System	11,200.00	11,200.00	11,200.00		
ANSWER Water Rescue Team	7,500.00	7,500.00	3,471.38	4,028.62	
Monmouth County - EMS	6,000.00	6,000.00	6,000.00		

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, 2015

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Fleet Maintenance - Allenhurst, NFD,OGFD, Neptune BOE	105,000.00	105,000.00	97,977.26	7,022.74	
Neptune BOE Newsletter Cooperative	17,000.00	17,000.00	7,906.64	9,093.36	
Public Safety Officer Program	53,000.00	53,000.00	53,000.00		
Prisoner Processing / Jail Program	27,900.00	27,900.00	27,900.00		
Monmouth County 9-1-1 Services	375,000.00	375,000.00	375,000.00		
Monmouth County Tax Assessment Program	7,500.00	7,500.00	7,500.00		
Monmouth County Personnel Loan (9-1-1 Operator)	66,048.00	66,048.00	66,048.00		
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					
Recycling Tonnage Grant	55,922.82	55,922.82	55,922.82		
Highway Safety 2016 Pedestrian Safety Grant		7,000.00	7,000.00		
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	67,440.00	67,440.00	67,440.00		
DEDR - Drug and Alcohol Alliance - Municipal Share	16,860.00	16,860.00	16,860.00		
Supplemental Fire Services Grant	41,668.00	41,668.00	41,668.00		
Municipal Court Alcohol Education, Rehabilitation and Enforcement Fund		6,836.25	6,836.25		
2015 Drive Sober or Get Pulled Over					
Labor Day Crackdown		5,000.00	5,000.00		
COPS in Shops - Summer Shore Initiative		2,000.00	2,000.00		
Clean Communities Program		68,403.19	68,403.19		

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, 2015

	Appropriated		Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
2015 Bulletproof Vest Partnership Grant		20,195.03	20,195.03		
US EPA - Brownfields Petroleum Assessment		200,000.00	200,000.00		
US EPA - Brownfields Hazardous Assessment		200,000.00	200,000.00		
Interfaith Neighbors - Sr. Ctr Meals Program	48,325.00	48,325.00	48,325.00		
FY15 Edward Byrne Memorial Justice Assistance Grant		14,305.00	14,305.00		
NJDL&PS 2015 Click It or Ticket Seat Belt Mobilization		4,000.00	4,000.00		
2015 Drive Sober or Get Pulled Over Year End					
Holiday Crackdown		5,000.00	5,000.00		
NJSP HMEP Planning Grant	26,900.00	26,900.00	26,900.00		
NJSP HMEP Training Grant	26,000.00	26,000.00	26,000.00		
Body Armor Replacement Fund		6,730.37	6,730.37		
Matching Funds for Grants	20,000.00	20,000.00	5,000.00	15,000.00	
NJDEP Municipal Public Access Planning	15,000.00	15,000.00	15,000.00		
2015 Distracted Driving Crackdown	5,000.00	5,000.00	5,000.00		
Post Sandy Planning Grant - Strategic Recovery Report	30,000.00	30,000.00	30,000.00		
Post Sandy Planning Grant - Land Development Ord	50,000.00	50,000.00	50,000.00		
Post Sandy Planning Grant - Community Facilities	35,000.00	35,000.00	35,000.00		
Total Operations - Excluded from CAPS	<u>2,821,538.82</u>	<u>3,361,008.66</u>	<u>3,322,467.08</u>	<u>38,541.58</u>	
Detail:					
Salaries and Wages	434,273.00	434,273.00	434,273.00		
Other Expenses	2,387,265.82	2,926,735.66	2,888,194.08	38,541.58	
Capital Improvements Excluded from CAPS					
Capital Improvement Fund	100,000.00	100,000.00	100,000.00		
Total Capital Improvements Excluded from CAPS	<u>100,000.00</u>	<u>100,000.00</u>	<u>100,000.00</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, 2015

	Appropriated	Expended	Unexpended		
	<u>Budget</u>	Budget After <u>Modification</u>	Paid or <u>Charged</u>	Reserved	Balance <u>Canceled</u>
<u>Municipal Debt Service Excluded from CAPS</u>					
Payment of Bond Principal	1,757,000.00	1,757,000.00	1,757,000.00		
Interest on Bonds	809,963.00	809,963.00	806,111.86		3,851.14
Interest on Notes	38,000.00	38,000.00	35,827.69		2,172.31
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	81,500.00	81,500.00	81,480.24		19.76
Capital Lease Obligations					
Principal	936,300.00	936,300.00	936,300.00		
Interest	155,900.00	155,900.00	155,195.50		704.50
Total Municipal Debt Service Excluded from CAPS	<u>3,778,663.00</u>	<u>3,778,663.00</u>	<u>3,771,915.29</u>		<u>6,747.71</u>
<u>Deferred Charges Excluded from CAPS</u>					
Special Emergency Authorizations - 5 Years	816,814.00	816,814.00	816,814.00		
Total General Appropriations Excluded from CAPS	<u>7,517,015.82</u>	<u>8,056,485.66</u>	<u>8,011,196.37</u>	38,541.58	<u>6,747.71</u>
Subtotal General Appropriations	39,127,428.96	39,666,898.80	39,307,901.15	352,249.94	6,747.71
Reserve for Uncollected Taxes	<u>2,070,000.00</u>	<u>2,070,000.00</u>	<u>2,070,000.00</u>		
Total General Appropriations	\$ <u>41,197,428.96</u>	\$ <u>41,736,898.80</u>	\$ <u>41,377,901.15</u>	\$ 352,249.94	\$ <u>6,747.71</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	\$ 41,197,428.96
Added by N.J.S. 40A:4-87	A-2	<u>539,469.84</u>
	A-3	<u>\$ 41,736,898.80</u>
		<u>Paid or Charged</u>
Reserve for Uncollected Taxes	A-2	\$ 2,070,000.00
Disbursements	A-4	36,477,970.45
Reserve for Encumbrances	A-16	869,199.04
Deferred Charges - Special Emergency	A-28	816,814.00
Appropriated Reserves for Federal and State Grants	A-13/A-26	<u>1,143,917.66</u>
	A-3	<u>\$ 41,377,901.15</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>2015</u>	<u>2014</u>
Animal Control Trust Fund:			
Cash	B-1	\$ <u>3,653.75</u>	\$ <u>1,472.75</u>
Trust Other Fund:			
Cash	B-1	5,040,323.45	4,117,686.47
Self-Insurance Receivable	B-4	280,457.62	
Interfund - Grant Fund	B-4	28,588.68	28,588.68
Interfund - Current Fund	B-4	<u>11,619.24</u>	<u>11,619.24</u>
		<u>5,349,369.75</u>	<u>4,157,894.39</u>
		<u>\$ 5,353,023.50</u>	<u>\$ 4,159,367.14</u>
 LIABILITIES, RESERVES AND FUND BALANCE			
Animal Control Trust Fund:			
Reserve for Animal Control Expenditures	B-2	\$ 3,556.55	\$ 1,400.75
Due to State of New Jersey	B-3	<u>97.20</u>	<u>72.00</u>
		<u>3,653.75</u>	<u>1,472.75</u>
Trust Other Fund:			
Interfund - Current Fund	B-4	254,004.67	
Interfund - Sewer Operating Fund	B-4	14,779.26	
Reserve for:			
Escrow Funds	B-5	1,827,012.03	1,485,446.70
Other Funds	B-6	3,136,598.73	2,226,202.87
Encumbrances	B-7	<u>116,975.06</u>	<u>446,244.82</u>
		<u>5,349,369.75</u>	<u>4,157,894.39</u>
		<u>\$ 5,353,023.50</u>	<u>\$ 4,159,367.14</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>2015</u>	<u>2014</u>
Cash	C-2	\$ 614,201.29	1,312,617.78
Grants Receivable	C-5	3,750,965.50	1,953,351.75
Due from Ocean Grove Camp Meeting Association			
Association	C-10	874,460.21	
Due from Jersey Shore Medical Center - Cell Tower	C	200,000.00	
Interlocal Receivable - Salt Dome	C-16	10,191.92	20,383.85
Deferred Charges to Future Taxation:			
Funded	C-6	18,797,811.18	20,632,507.59
Unfunded	C-7	7,218,511.46	5,753,510.64
		<u>\$ 31,466,141.56</u>	<u>\$ 29,672,371.61</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Reserve for Encumbrances	C-11	\$ 1,457,111.11	1,045,517.95
General Serial Bonds	C-13	17,910,000.00	19,667,000.00
Green Trust Loans Payable	C-12	887,811.18	965,507.59
Bond Anticipation Notes	C-14	1,914,631.00	1,914,631.00
Improvement Authorizations:			
Funded	C-8	3,384,554.09	1,668,226.78
Unfunded	C-8	4,236,399.79	3,818,697.62
Capital Improvement Fund	C-9	192,714.75	165,114.75
Various Reserves	C-15	266,993.29	274,267.61
Interfund - Marina Capital Fund	C-4		1,750.24
Reserve for Interlocal Receivable	C-17	10,191.92	20,383.85
Reserve for: Due from Ocean Grove Camp			
Camp Meeting Association	C-10	874,460.21	
Reserve for Due from Jersey Shore Medical			
Center - Cell Tower Contribution	C	200,000.00	
Fund Balance	C-1	131,274.22	131,274.22
		<u>\$ 31,466,141.56</u>	<u>\$ 29,672,371.61</u>

There were bonds and notes authorized but not issued on December 31, 2015 of \$5,303,880.46. (Exhibit C-18)

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

For the Year Ended December 31, 2015

	<u>Ref.</u>	
Balance, December 31, 2015 and 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>2015</u>	<u>2014</u>
<u>Operating Fund</u>			
Cash	D-5	\$ 5,084,303.73	\$ 3,797,118.48
Change Fund	D	200.00	200.00
Interfund - Trust Fund	D-15	14,779.26	
		<u>5,099,282.99</u>	<u>3,797,318.48</u>
Deferred Charges:			
Special Emergency Authorization	D-7	<u>180,000.00</u>	<u>270,000.00</u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-8	425,955.12	426,168.58
Sewer Liens Receivable	D-9		219.81
OGSA Obligation Receivable	D-25	181,172.30	217,406.76
		<u>607,127.42</u>	<u>643,795.15</u>
Total Operating Fund		<u>5,886,410.41</u>	<u>4,711,113.63</u>
<u>Capital Fund</u>			
Cash	D-5	907,527.09	2,154,899.86
Fixed Capital	D-10	19,139,611.57	19,139,611.57
Fixed Capital Authorized and Uncompleted	D-11	4,138,539.42	3,138,539.42
Interfund - Sewer Operating Fund	D-5		4,000.00
Total Capital Fund		<u>24,185,678.08</u>	<u>24,437,050.85</u>
Total Assets		<u>\$ 30,072,088.49</u>	<u>\$ 29,148,164.48</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>2015</u>	<u>2014</u>
<u>Operating Fund</u>			
Appropriation Reserves	D-4/D-12	\$ 208,996.65	\$ 361,316.28
Reserve for Encumbrances	D-13	43,331.86	99,320.24
Customer Overpayments	D-14	16,127.98	14,530.64
Interfund - Sewer Capital Fund	D-15		4,000.00
Interfund - Current Fund	D-15		72,825.74
Interfund - Marina Utility Operating Fund	D-15	2,229.04	
Reserve for FEMA Reimbursement	D-5	7,198.91	
Accrued Interest Payable	D-16	14,746.53	20,210.17
		<u>292,630.97</u>	<u>572,203.07</u>
Special Emergency Note Payable	D-26	180,000.00	270,000.00
Reserve for Receivable	D	607,127.42	643,795.15
Fund Balance	D-1	4,806,652.02	3,225,115.41
		<u>5,886,410.41</u>	<u>4,711,113.63</u>
Total Operating Fund		<u>5,886,410.41</u>	<u>4,711,113.63</u>
<u>Capital Fund</u>			
Serial Bonds	D-17	2,717,000.00	3,056,000.00
Reserve for Encumbrances	D-18	343,794.88	120,315.34
Loans Payable	D-23	947,928.03	1,012,065.73
Bond Anticipation Notes	D-24		1,107,000.00
Improvement Authorizations:			
Funded	D-19	145,855.18	729,600.25
Unfunded	D-19	950,250.00	250.00
Capital Improvement Fund	D-20	189,258.25	189,258.25
Reserve for Amortization	D-21	17,701,702.36	17,414,077.36
Deferred Reserve for Amortization	D-22	961,270.60	795,757.90
Reserve for FEMA Reimbursement	D-5	215,892.76	
Reserve for Debt Service	D	235.02	235.02
Fund Balance	D-2	12,491.00	12,491.00
		<u>24,185,678.08</u>	<u>24,437,050.85</u>
Total Capital Fund		<u>24,185,678.08</u>	<u>24,437,050.85</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 30,072,088.49</u>	<u>\$ 29,148,164.48</u>

There were bonds and notes authorized but not issued on December 31, 2015 of \$950,250.00 (Exh. D-27)

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>2015</u>	<u>2014</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	D-1		\$ 96,399.17
Sewer Rents	D-3	\$ 6,081,197.11	5,886,147.48
Interest on Rents	D-3	55,380.15	70,609.06
Interest on Investments	D-3	3,920.63	6,124.87
Contract - Ocean Grove Sewer Authority	D-3	84,043.00	82,840.00
Contract - Borough of Tinton Falls	D-3	819,160.00	706,050.00
Contract - Borough of Neptune City	D-3	20,000.00	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			
Other Credits to Income:			
Miscellaneous Revenue Not Anticipated	D-3	360,852.60	244,159.43
Unexpended Balance of Appropriation Reserves	D-12	389,410.18	718,911.76
Accounts Payable Cancelled			1,004.00
Premium on Sale of Special Emergency Notes			1,431.00
		<hr/>	<hr/>
Total Revenue		7,900,198.13	7,939,911.23
Expenditures:			
Operating	D-4	5,294,000.00	5,451,000.00
Capital Improvements	D-4	225,000.00	60,000.00
Debt Service	D-4	651,661.52	612,058.76
Deferred Charges	D-4	90,000.00	90,000.00
Statutory Expenditures	D-4	58,000.00	57,500.00
		<hr/>	<hr/>
Total Expenditures		6,318,661.52	6,270,558.76
Statutory Excess to Fund Balance		1,581,536.61	1,669,352.47
Fund Balance January 1	D	3,225,115.41	1,652,162.11
		<hr/>	<hr/>
		4,806,652.02	3,321,514.58
Decreased by:			
Utilization as Anticipated Revenue	D-1		96,399.17
		<hr/>	<hr/>
Fund Balance December 31	D	\$ 4,806,652.02	\$ 3,225,115.41

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

For the Year Ended December 31, 2015

Ref.

Balance, December 31, 2015 and 2014

D

\$ 12,491.00

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2015

	<u>Ref.</u>	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Sewer Rent	D-1/D-3	\$ 5,450,419.00	\$ 6,081,197.11	\$ 630,778.11
Interest on Sewer Rent	D-1/D-5	50,000.00	55,380.15	5,380.15
Interest on Investments	D-1/D-5	2,000.00	3,920.63	1,920.63
Contract - Ocean Grove Sewer Authority	D-1/D-5	65,000.00	84,043.00	19,043.00
Contract - Borough of Tinton Falls	D-1/D-5	650,000.00	819,160.00	169,160.00
Contract - Borough of Neptune City	D-1/D-5	20,000.00	20,000.00	
Contract - Township of Wall	D-1/D-5	50,000.00	50,000.00	
Penn Station - OGSA Obligation	D-1/D-5/D-25	35,000.00	36,234.46	1,234.46
Miscellaneous Revenue Not Anticipated	D-1/D-3	<u> </u>	<u>360,852.60</u>	<u>360,852.60</u>
		<u>\$ 6,322,419.00</u>	<u>\$ 7,510,787.95</u>	<u>\$ 1,188,368.95</u>
	<u>Ref.</u>			
		D-4		

Analysis of Miscellaneous Revenue Not Anticipated

Sewer Connection Fees		\$ 351,000.00
T.O.S.A. Agreement		4,140.00
Sewer Openings		5,592.50
Miscellaneous		<u>120.10</u>
	D-3/D-5	<u>\$ 360,852.60</u>

Analysis of Rents

Sewer Rents Collected	D-8	\$ 6,080,977.30
Sewer Liens Collected	D-9	<u>219.81</u>
	D-3	<u>\$ 6,081,197.11</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, 2015

	Appropriated		Expended		Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Operating:					
Salaries and Wages	\$ 545,000.00	\$ 545,000.00	\$ 544,548.28	\$ 451.72	
Other Expenses	584,000.00	584,000.00	562,942.13	21,057.87	
TNSA - Annual Charge	4,200,000.00	4,040,000.00	4,024,532.70	15,467.30	
Group Insurance for Employees	125,000.00	125,000.00	110,220.63	14,779.37	
Capital Improvements:					
Capital Improvement Fund	50,000.00	50,000.00	50,000.00		
Capital Outlay	25,000.00	175,000.00	21,696.88	153,303.12	
Debt Service:					
Payment of Bond Principal	296,000.00	339,000.00	339,000.00		
Payment of Bond Anticipation Notes	25,000.00				
Interest on Bonds	144,212.00	136,212.00	133,811.58		\$ 2,400.42
Interest on Notes	4,029.00	4,029.00	2,984.44		1,044.56
Capital Lease Program	100,038.00	100,038.00	100,038.00		
NJEIT - Loan	76,140.00	76,140.00	75,827.50		312.50
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	41,062.73	3,937.27	
Unemployment Compensation Insurance	1,000.00	1,000.00	1,000.00		
	<u>\$ 6,322,419.00</u>	<u>\$ 6,322,419.00</u>	<u>\$ 6,109,664.87</u>	<u>\$ 208,996.65</u>	<u>\$ 3,757.48</u>
	<u>Ref.</u>	D-3	D-3	D-1	D/D-1
Cash Disbursed	D-5		\$ 5,827,847.19		
Reserve for Encumbrances	D-13		43,331.86		
Accrued Interest Payable	D-16		148,485.82		
Deferred Charges - Special Emergency	D-7		90,000.00		
	D-4		<u>\$ 6,109,664.87</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>2015</u>	<u>2014</u>
<u>Operating Fund</u>			
Cash	E-5	\$ 130,795.69	\$ 245,916.73
Change Fund	E	50.00	50.00
Grants Receivable	E	93.04	93.04
Interfund - Current Fund	E-5	11,745.72	2,349.00
Interfund - Sewer Operating	E-5	2,229.04	
Interfund - Marina Utility Capital Fund	E-24	<u>950,000.00</u>	<u>25,000.00</u>
		<u>1,094,913.49</u>	<u>273,408.77</u>
Deferred Charges:			
Special Emergency Authorization (N.J.S. 40A:4-55)	E-7	<u>294,500.00</u>	<u>443,250.00</u>
		<u>1,389,413.49</u>	<u>716,658.77</u>
<u>Capital Fund</u>			
Cash	E-5/E-6	20,199.86	1,292,774.78
Fixed Capital	E-8	5,865,000.00	5,865,000.00
Fixed Capital Authorized and Uncompleted	E-9	4,250,000.00	1,590,000.00
Interfund-General Capital Fund	E-18		1,750.24
Grants Receivable	E-21	<u>2,300,000.00</u>	<u>600,000.00</u>
Total Capital Fund		<u>12,435,199.86</u>	<u>9,349,525.02</u>
Total Assets		<u>\$ 13,824,613.35</u>	<u>\$ 10,066,183.79</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>2015</u>	<u>2014</u>
LIABILITIES, RESERVES AND FUND BALANCE			
<u>Operating Fund</u>			
Appropriation Reserves	E-4/E-10	\$ 5,859.45	\$ 1,846.83
Reserve for Encumbrances	E-11	6,112.31	8,985.18
Accounts Payable	E-12	2,791.75	73,551.67
Accrued Interest Payable	E-13	6,146.34	7,938.62
Sales Taxes Payable	E-5	3,587.43	2,985.78
Reserve for FEMA Reimbursement	E-3/E-5	957,354.64	41,433.16
		<u>981,851.92</u>	<u>136,741.24</u>
Special Emergency Note Payable	E-22	294,500.00	443,250.00
Fund Balance	E-1	<u>113,061.57</u>	<u>136,667.53</u>
Total Operating Fund		<u>1,389,413.49</u>	<u>716,658.77</u>
<u>Capital Fund</u>			
Serial Bonds	E-14	1,266,000.00	1,358,000.00
Bond Anticipation Notes	E-15	555,369.00	1,466,369.00
Improvement Authorizations:			
Funded	E-16	43,977.83	366,532.82
Unfunded	E-16	152,098.33	14.60
Reserve for Encumbrances	E-16	1,644,007.07	96,860.97
Capital Improvement Fund	E-17	27,500.00	35,500.00
Reserve for Amortization	E-19	4,886,131.00	4,816,131.00
Deferred Reserve for Amortization	E-20	2,809,600.00	689,500.00
Reserve for Reconstruction	E-23	100,000.00	479,100.00
Interfund - Marina Utility Operating Fund	E-24	950,000.00	25,000.00
Fund Balance	E-2	<u>516.63</u>	<u>16,516.63</u>
Total Capital Fund		<u>12,435,199.86</u>	<u>9,349,525.02</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 13,824,613.35</u>	<u>\$ 10,066,183.79</u>

Bonds and notes authorized but not issued on December 31, 2015 is \$597,900.00 (Exhibit E-25)

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>2015</u>	<u>2014</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	E-3	\$ 120,000.00	\$ 180,000.00
Marina Fees and Costs	E-3	454,387.90	362,277.19
Interest on Investments	E-3	330.89	1,224.07
FEMA Disaster Assistance-Hurricane Sandy	E-3	41,433.16	
Marina Utility Capital Fund Balance	E-3	16,000.00	
Miscellaneous	E-3	3,118.09	1,004.15
Other Credits to Income:			
Premium on Special Emergency Note Sale			2,349.00
Accounts Payable Canceled			4,625.42
Unexpended Balance of Appropriation Reserves	E-10	<u>1,989.88</u>	<u>106,592.28</u>
 Total Revenue		 <u>637,259.92</u>	 <u>658,072.11</u>
 Expenditures:			
Operating	E-4	126,531.16	121,000.00
Capital Improvements			5,000.00
Debt Service	E-4	259,084.72	249,684.44
Deferred Charges	E-4	148,750.00	148,750.00
Statutory Expenditures	E-4	<u>6,500.00</u>	<u>6,455.56</u>
 Total Expenditures		 <u>540,865.88</u>	 <u>530,890.00</u>
 Statutory Excess to Fund Balance		 96,394.04	 127,182.11
 Fund Balance January 1	E	 <u>136,667.53</u>	 <u>189,485.42</u>
 Decreased by:		 233,061.57	 316,667.53
Utilization as Anticipated Revenue	E-1/E-3	<u>120,000.00</u>	<u>180,000.00</u>
 Fund Balance December 31	E	 <u>\$ 113,061.57</u>	 <u>\$ 136,667.53</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

For the Year Ended December 31, 2015

	<u>Ref.</u>	
Balance, December 31, 2014	E	\$ 16,516.63
Decreased by:		
Cash Disbursements	E-5	16,000.00
Balance, December 31, 2015	E	\$ 516.63

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, 2015

	<u>Ref.</u>	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	E-1	\$ 120,000.00	\$ 120,000.00	
Marina Fees and Costs	E-3	362,000.00	362,000.00	
FEMA Disaster Assistance - Hurricane Sandy	E/E-1	41,433.16	41,433.16	
Additional Marina Fees and Costs	E-3	20,000.00	92,387.90	\$ 72,387.90
Marina Utility Capital Fund Balance	E-1/E-5	16,000.00	16,000.00	
Interest on Investments	E-1/E-5		330.89	330.89
Miscellaneous	E-1/E-5		3,118.09	3,118.09
		<u>\$ 559,433.16</u>	<u>\$ 635,270.04</u>	<u>\$ 75,836.88</u>
	<u>Ref.</u>	E-4		
<u>Analysis of Marina Fees and Costs</u>				
Summer Dockage			\$ 372,078.32	
Winter Storage Fees			61,403.58	
Ramp Fees			10,218.00	
Launching/Haul Out			3,923.50	
Summer Land Storage			<u>6,764.50</u>	
	E-1/E-5		<u>\$ 454,387.90</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, 2015

	<u>Appropriated</u>		<u>Expended</u>		<u>Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Operating:					
Salaries and Wages	\$ 68,000.00	\$ 78,500.00	\$ 78,095.57	\$ 404.43	
Other Expenses	58,531.16	48,031.16	44,076.14	3,955.02	
Debt Service:					
Payment of Bond Principal	92,000.00	92,000.00	92,000.00		
Payment of Bond Anticipation Notes and Capital Notes	10,600.00	11,000.00	11,000.00		
Interest on Bonds	60,052.00	60,052.00	59,501.61		\$ 550.39
Interest on Notes	28,000.00	27,600.00	9,767.51		17,832.49
Monmouth County Capital Equipment Lease Program -2007	87,000.00	87,000.00	86,815.60		184.40
Deferred Charges and Statutory Expenditures					
Special Emergency Authorizations	148,750.00	148,750.00	148,750.00		
Statutory Expenditures:					
Public Employees' Retirement System	1,500.00	1,500.00		1,500.00	
Contribution to Social Security System (O.A.S.I.)	5,000.00	5,000.00	5,000.00		
	<u>\$ 559,433.16</u>	<u>\$ 559,433.16</u>	<u>\$ 535,006.43</u>	<u>\$ 5,859.45</u>	<u>\$ 18,567.28</u>
	<u>Ref.</u>	E-3	E-1/E-4	E/E-1	
Analysis of Paid or Charged:					
Cash Disbursements	E-5		\$ 310,875.00		
Reserve for Encumbrances	E-11		6,112.31		
Accrued Interest Payable	E-13		69,269.12		
Deferred Charges - Special Emergency	E-7		<u>148,750.00</u>		
	E-4		<u>\$ 535,006.43</u>		

The accompanying notes are an integral part of this statement.

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>2015</u>	<u>2014</u>
Cash - Treasurer	F-1	\$ 734,859.57	\$ 674,622.99
Notes Receivable:			
Reciprocal Loans	F-2	294,835.34	336,759.84
Facade Improvement Loans	F-3	<u>50,873.71</u>	<u>74,438.77</u>
		<u>\$ 1,080,568.62</u>	<u>\$ 1,085,821.60</u>
LIABILITIES AND RESERVES			
Reserve for Notes Receivable:			
Reciprocal Loans	F	\$ 294,835.34	\$ 336,759.84
Facade Improvement Loans	F	50,873.71	74,438.77
Reserve for Encumbrances	F-4	250.00	-
Reserve for Loan and Grant Fund Expenditures	F-4	<u>734,609.57</u>	<u>674,622.99</u>
		<u>\$ 1,080,568.62</u>	<u>\$ 1,085,821.60</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>Ref.</u>	<u>2015</u>	<u>2014</u>
ASSETS			
Cash	G-1	\$ <u>19,614.94</u>	\$ <u>19,736.78</u>
		\$ <u><u>19,614.94</u></u>	\$ <u><u>19,736.78</u></u>
LIABILITIES AND RESERVES			
Reserve for Public Assistance		\$ <u>19,614.94</u>	\$ <u>19,736.78</u>
		\$ <u><u>19,614.94</u></u>	\$ <u><u>19,736.78</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>2015</u>	<u>2014</u>
ASSETS		
Cash	\$ <u>187,561.48</u>	\$ <u>185,318.40</u>
	\$ <u><u>187,561.48</u></u>	\$ <u><u>185,318.40</u></u>
LIABILITIES		
Pensions Payable	\$ 150,248.77	\$ 149,478.57
Miscellaneous	<u>37,312.71</u>	<u>35,839.83</u>
	\$ <u><u>187,561.48</u></u>	\$ <u><u>185,318.40</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>2015</u>	<u>2014</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>18,914,154.19</u>	<u>16,981,897.18</u>
		<u>\$ 42,463,817.57</u>	<u>\$ 40,531,560.56</u>
 Investments in General Fixed Assets	 I-1	 <u>\$ 42,463,817.57</u>	 <u>\$ 40,531,560.56</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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, 2015**

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, 2015**

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, 2015

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, 2015 is set forth in Note 8.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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, 2015

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, 2015**

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, 2015, the Township's deposits had a carrying amount of \$19,824,234.63.

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, 2015**

NOTE 3 CASH, CASH EQUIVALENTS AND INVESTMENTS (continued)

Custodial Credit Risk Related to Deposits (continued)

As of December 31, 2015, the Township's bank balances of \$21,285,794.94 were exposed to custodial credit risk as follows:

Uninsured and Uncollateralized	\$	-
Insured		<u>21,285,794.94</u>
Total	\$	<u>21,285,794.94</u>

Investments

At December 31, 2015, the Township had no investments.

NOTE 4 BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2015, the Township had authorized but not issued bonds and notes as follows:

General Capital Fund		
Bonds and Notes	\$	5,303,880.46
Sewer Utility Capital Fund		
Bonds and Notes		950,250.00
Marina Utility Capital Fund		
Bonds and Notes		<u>597,900.00</u>
Total	\$	<u>6,852,030.46</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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

\$5,147,000.00 2005 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$1,000.00 to \$4,000.00 through December 2017, interest rates ranging from 4.000% to 5.000%.	\$ 5,000.00
\$2,114,000.00 2006 Pooled Governmental Loan Revenue Bonds due in an annual installment of \$254,000.00 in December 2016, interest rate of 5.000%.	254,000.00
\$5,518,000.00 2007 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$419,000.00 to \$553,000.00 through December 2022, interest rates ranging from 4.000% to 5.250%.	3,391,000.00
\$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%.	5,500,000.00

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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 \$310,000.00 to \$495,000.00 through December 2025, interest rates ranging from 4.000% to 5.000%.	\$ 3,980,000.00
\$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 4.000% to 5.000%	<u>4,780,000.00</u>
	\$ <u>17,910,000.00</u>

Sewer Utility Bonds

\$722,000.00 2006 Pooled Governmental Loan Revenue Bonds due in an annual installment of \$51,000.00 in December 2016, interest rate of 5.000%.	\$ 51,000.00
\$504,000.00 2007 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$35,000.00 to \$46,000.00 through December 2022, interest rates ranging from 4.000% to 5.250%.	280,000.00
\$1,310,000.00 2012 Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$90,000.00 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 \$54,000.00 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, 2015**

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%.	\$ <u>970,000.00</u>
	\$ <u>2,717,000.00</u>

Marina Utility Bonds

\$452,000.000 2006 Marina Pooled Governmental Loan Revenue Bonds due in an annual installment of \$32,000.00 in December 2016, interest rate of 5.000%.	\$ 32,000.00
---	--------------

\$483,000.00 2007 Marina Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$33,000.00 to \$44,000.00 through December 2022, interest rates ranging from 4.000% to 5.250%.	268,000.00
---	------------

\$181,000.00 2014 Marina Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$33,000.00 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%.	<u>785,000.00</u> \$ <u>1,266,000.00</u>
---	---

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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
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	1,810,000.00	467,142.50	2,277,142.50
2021-2025	7,064,000.00	1,357,520.00	8,421,520.00
2026-2029	<u>2,100,000.00</u>	<u>220,000.00</u>	<u>2,320,000.00</u>
Total	\$ <u>17,910,000.00</u>	\$ <u>4,573,777.50</u>	\$ <u>22,483,777.50</u>

Year	Sewer Utility Capital Fund		
	Principal	Interest	Total
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	253,000.00	83,942.50	336,942.50
2021-2025	1,002,000.00	262,967.50	1,264,967.50
2026-2030	290,000.00	94,500.00	384,500.00
2031-2034	<u>275,000.00</u>	<u>24,125.00</u>	<u>299,125.00</u>
Total	\$ <u>2,717,000.00</u>	\$ <u>896,680.00</u>	\$ <u>3,613,680.00</u>

Year	Marina Utility Capital Fund		
	Principal	Interest	Total
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	108,000.00	39,325.00	147,325.00
2021-2025	301,000.00	134,195.00	435,195.00
2026-2030	230,000.00	77,250.00	307,250.00
2031-2034	<u>230,000.00</u>	<u>20,250.00</u>	<u>250,250.00</u>
Total	\$ <u>1,266,000.00</u>	\$ <u>471,780.00</u>	\$ <u>1,737,780.00</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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 \$2,548.09 to \$3,078.38 through September 2025, interest rate 2.00%.	\$ 56,106.50
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 \$637.02 to \$769.58 through September 2025, interest rate 2.00%.	14,026.60
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 \$4,204.36 to \$5,233.24 through May 2027, interest rate 2.00%.	108,120.70
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%.	142,249.74
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%.	17,307.64
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, interest rate 0.00%.	<u>550,000.00</u>
	<u>\$ 887,811.18</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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.

\$ 947,928.03

Total Sewer Utility Capital Fund Loan Payable

\$ 947,928.03

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
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	79,219.71	2,260.53	81,480.24
2021-2025	401,079.70	6,321.50	407,401.20
2026-2029	<u>93,740.16</u>	<u>311.93</u>	<u>94,052.09</u>
Total	\$ <u>887,811.18</u>	\$ <u>21,043.31</u>	\$ <u>908,854.49</u>

Sewer Utility Loans Payable			
Year	Principal	Interest	Total
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	64,137.70	7,900.00	72,037.70
2021-2025	340,688.50	29,150.00	369,838.50
2026-2029	<u>286,551.03</u>	<u>9,300.00</u>	<u>295,851.03</u>
Total	\$ <u>947,928.03</u>	\$ <u>84,850.00</u>	\$ <u>1,032,778.03</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 5 LONG-TERM DEBT (continued)

Capital Lease Program

During 2007, 2011, 2013 and 2015 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 2007, 2011, 2013 and 2015 of which \$2,380,400.00, \$1,180,000.00, \$2,789,000.00 and \$2,515,000.00 respectively, represent the Township's portion. Debt service requirements by fund are as follows:

General Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2016	\$ 1,199,844.00	\$ 202,815.87	\$ 1,402,659.87	3.00%-5.00%
2017	1,118,268.00	163,769.40	1,282,037.40	4.00%-5.00%
2018	879,880.00	112,615.00	992,495.00	2.50%-5.00%
2019	492,320.00	70,057.00	562,377.00	4.00%
2020	515,480.00	46,638.00	562,118.00	4.00%-5.00%
2021-2025	527,360.00	56,858.00	584,218.00	4.00%-5.00%
Total	\$ <u>4,733,152.00</u>	\$ <u>652,753.27</u>	\$ <u>5,385,905.27</u>	
Sewer Utility Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2016	\$ 102,040.00	\$ 18,790.78	\$ 120,830.76	3.00%-5.00%
2017	80,280.00	16,223.00	96,503.00	4.00%-5.00%
2018	83,120.00	12,766.00	95,886.00	2.50%-5.00%
2019	64,680.00	9,127.00	73,807.00	4.00%
2020	67,520.00	6,158.00	73,678.00	4.00%-5.00%
2021-2023	37,640.00	2,310.00	39,950.00	4.00%-5.00%
Total	\$ <u>435,280.00</u>	\$ <u>65,374.76</u>	\$ <u>500,654.76</u>	

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 5 LONG-TERM DEBT (continued)

Capital Lease Program (continued)

Marina Utility Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2016	\$ 82,716.00	\$ 14,983.09	\$ 97,699.09	5.00%
2017	87,652.00	11,262.60	98,914.60	5.00%
2018	73,000.00	7,004.00	80,004.00	5.00%
2019	19,000.00	3,376.00	22,376.00	4.00%
2020	20,000.00	2,504.00	22,504.00	4.00%
2021-2023	33,000.00	2,692.00	35,692.00	4.00%
Total	\$ <u>315,368.00</u>	\$ <u>41,821.69</u>	\$ <u>357,189.69</u>	

Changes in Outstanding Debt

Transactions for the year ended December 31, 2015 are summarized as follows:

	Balance Dec. 31, 2014	Additions	Deductions	Balance Dec. 31, 2015
<u>General Capital Fund</u>				
Serial Bonds	\$ 19,667,000.00	\$ -	\$ 1,757,000.00	\$ 17,910,000.00
Loans Payable	<u>965,507.59</u>	<u>-</u>	<u>77,696.41</u>	<u>887,811.18</u>
	<u>20,632,507.59</u>	<u>-</u>	<u>1,834,696.41</u>	<u>18,797,811.18</u>
<u>Sewer Capital Fund</u>				
Serial Bonds	3,056,000.00	-	339,000.00	2,717,000.00
Loans Payable	<u>1,012,065.73</u>	<u>-</u>	<u>64,137.70</u>	<u>947,928.03</u>
	<u>4,068,065.73</u>	<u>-</u>	<u>403,137.70</u>	<u>3,664,928.03</u>
<u>Marina Capital Fund</u>				
Serial Bonds	<u>1,358,000.00</u>	<u>-</u>	<u>92,000.00</u>	<u>1,266,000.00</u>
	\$ <u>26,058,573.32</u>	\$ <u>-</u>	\$ <u>2,329,834.11</u>	\$ <u>23,728,739.21</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

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, 2015 was 0.726%. The Township's remaining borrowing power is 2.774%. 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, 2015, 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	09-09-15	09-08-16	\$ 133,000.00	0.67%
Various 2013 Roadway and Drainage Improvements	09-09-15	09-08-16	1,188,631.00	0.67%
Emergency Watershed Protection Program	09-09-15	09-08-16	359,000.00	0.67%
Acquisition of Real Property (Division Street Property)	09-09-15	09-08-16	114,000.00	0.67%
Pedestrian/Bicycle Lane Transportation	09-09-15	09-08-16	<u>120,000.00</u>	0.67%
			<u>\$ 1,914,631.00</u>	

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 6 SHORT-TERM DEBT (continued)

Bond Anticipation Notes (continued)

<u>Marina 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	09-09-15	09-08-16	\$ 201,000.00	0.67%
Various Improvements to Marina	09-09-15	09-08-16	271,869.00	0.67%
Various Improvements	09-09-15	09-08-16	<u>82,500.00</u>	0.67%
			<u>\$ 555,369.00</u>	

Changes in Bond Anticipation Notes

	<u>Balance Dec. 31, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2015</u>
General Capital Fund	\$ 1,914,631.00	\$ -	\$ -	\$ 1,914,631.00
Sewer Utility Capital Fund	1,107,000.00	-	1,107,000.00	-
Marina Utility Capital Fund	<u>1,466,369.00</u>	<u>-</u>	<u>911,000.00</u>	<u>555,369.00</u>
	<u>\$ 4,488,000.00</u>	<u>\$ -</u>	<u>\$ 2,018,000.00</u>	<u>\$ 2,470,000.00</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, 2015**

NOTE 6 SHORT-TERM DEBT (continued)

Special Emergency Notes (continued)

On December 31, 2015, 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	11-12-15	11-10-16	\$ 1,162,186.00	0.69%
Revaluation	04-06-15	04-05-16	<u>600,000.00</u>	0.60%
			<u>1,762,186.00</u>	
<u>Sewer Utility Fund</u>				
Hurricane Sandy	11-12-15	11-10-16	<u>180,000.00</u>	0.69%
<u>Marina Utility Fund</u>				
Hurricane Sandy	11-12-15	11-10-16	<u>294,500.00</u>	0.69%
			<u>\$ 2,236,686.00</u>	

Changes in Special Emergency Notes

Transactions for the year ended December 31, 2015 are summarized as follows:

	<u>Balance Dec. 31, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance Dec. 31, 2015</u>
Current Fund	\$ 2,579,000.00	\$ 1,762,186.00	\$ 2,579,000.00	\$ 1,762,186.00
Sewer Utility Fund	270,000.00	180,000.00	270,000.00	180,000.00
Marina Utility Fund	<u>443,250.00</u>	<u>-</u>	<u>148,750.00</u>	<u>294,500.00</u>
	<u>\$ 3,292,250.00</u>	<u>\$ 1,942,186.00</u>	<u>\$ 2,997,750.00</u>	<u>\$ 2,236,686.00</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, 2015**

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, 2015, the following deferred charges are shown on the balance sheets of the various funds:

	Balance December 31, 2015	2016 Budget Appropriation	Balance to Succeeding Budgets
Current Fund:			
Special Emergency Authorization	\$ 1,762,186.00	\$ 816,814.00	\$ 945,372.00
Sewer Utility Operating Fund:			
Special Emergency Authorization	180,000.00	90,000.00	90,000.00
Marina Utility Operating Fund:			
Special Emergency Authorization	294,500.00	148,750.00	145,750.00
	\$ 2,236,686.00	\$ 1,055,564.00	\$ 1,181,122.00

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,	
	2015	2014
Prepaid Taxes	\$ 980,186.02	\$ 595,400.94

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, 2015**

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	
	2015	2014
Balance of Tax	\$ 18,005,752.50	\$ 17,652,466.50
Deferred	17,265,725.00	17,265,725.00
Tax Payable/(Advanced)	\$ 740,027.50	\$ 386,741.50

NOTE 12 FUND BALANCES APPROPRIATED

Fund balances at December 31, 2015 which were appropriated and included as anticipated revenue in the 2016 municipal budget as adopted for the year ending December 31, 2016 were as follows:

Current Fund:	
Fund Balance	\$2,400,000.00
Sewer Utility Fund:	
Fund Balance	0.00
Marina Utility Fund:	
Fund Balance	75,000.00

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSIONS AND RETIREMENT PLANS

Plan Description

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 which can be found at www.state.nj.us/treasury/pensions/annrprts/shtml.

Funding Policy

Employee contributions are currently 7.06% and 10.0% of their base wages for PERS and PFRS, respectively. Employer's contributions are actuarially determined annually by the Division of Pensions and are funded on a pay as you go basis.

Under the provisions of Chapter 78, P.L. 2011, employee pension contribution rates for PERS members increased effective July 1, 2015 from 6.92% to 7.06%. The contribution rate will increase by 0.14% each year on July 1 until July 1, 2017 and increase 0.16% on July 1, 2018 when the rate will be 7.50%.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

PERS Benefits

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier one and two before reaching age 60, tier 3 and 4 before age 62 with 25 years or more of service credit and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month a member retires prior to the age at which a member can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirements age for the respective tier.

PFRS Benefits

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for disability benefits, which vest after 4 years of service.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

PFRS Benefits (continued)

The following represents the membership tiers for PFRS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to May 22, 2010
2	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28,2011
3	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving 10 years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Contributions (Based Upon State Fiscal Year 2015 and 2014 Audits of Schedules of Employer Allocations and Schedules of Pension Amounts by Employer Which is the Latest Available Information as of the Date of this Report

The contribution policy for PERS is set by N.J.S.A. 15A and requires contributions by all active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For State Fiscal year 2015 and 2014, the States pension contribution was less than the actuarial determined amount.

The contribution policy for PFRS is set by N.J.S.A.43:16A and requires contributions by all active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined rate which includes the normal cost and an amortization of the unfunded accrued liability. For State Fiscal year 2015 and 2014, the States pension contribution was less than the actuarial determined amount.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

Contributions (continued)

The local employers' contribution amounts are based on the actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS and PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of the assets.

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

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 (regulatory basis), 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 regulatory basis of accounting followed by the Township does not accrue pension liabilities. Had the Township prepared the financial statements utilizing accounting principles generally accepted in the United States of America, a pension liability would have been reported as follows for its proportionate share of the net pension liability:

	<u>December 31, 2015</u>	<u>December 31, 2014</u>
PERS – Valuation June 30, 2015 and 2014	\$ 23,686,864	\$ 18,027,511
PFRS – Valuation June 30, 2015 and 2014	<u>37,852,799</u>	<u>27,914,251</u>
Total Pension Liability	\$ <u>61,539,663</u>	\$ <u>45,941,762</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The net pension liability was measured as of June 30, 2015 and June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of those dates. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plans relative to the projected contributions of all participating local employers, actuarially determined.

At June 30, 2015 and June 30, 2014 the Township's proportion of the net pension liability was as follows:

	<u>June 30, 2015</u>	<u>June 30, 2014</u>	Increase/ (Decrease)
PERS	.1055188369%	.1072688587%	(.0017500218)%
PFRS	.2272552232%	.2219102517%	.0053449715%

For the years ended December 31, 2015 and 2014 the Township recognized pension expense on the regulatory basis of accounting as follows:

	<u>December 31, 2015</u>	<u>December 31, 2014</u>
PERS	\$ 884,309	\$ 794,760
PFRS	<u>1,704,424</u>	<u>1,499,410</u>
Total Pension Expense	\$ <u>2,588,733</u>	\$ <u>2,294,170</u>

As stated above the Township's financial statements are not prepared utilizing accounting principles generally accepted in the United States of America and accordingly there are no deferred outflows of resources or deferred inflows of resources.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

Actuarial assumptions

PERS

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions:

Inflation Rate	3.04%
Salary Increases:	
2012-2021	2.15-4.40% based on age
Thereafter	3.15-5.40% based on age
Investment rate of return	7.90%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback one year for males and females) for service retirement and beneficiaries of former members with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA. The RP-2000 Disabled Mortality Tables (setback 3 years for males and setback 1 year for females) are used to value disabled retirees.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

Actuarial assumptions (continued)

PFRS

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions:

Inflation Rate	3.04%
Salary Increases:	
2012-2021	2.60 – 9.48% based on age
Thereafter	3.60 – 10.48% based on age
Investment rate of return	7.90%

Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and one year using Projection Scale BB for male service requirements with adjustments for mortality improvements from the base year based on Projection Scale BB. Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service requirements from the base year 2014 based on Projection Scale BB.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

Long-term expected rate of return

In accordance with State statute, the long-term expected rate of return on plan investments (7.90% at June 30, 2015) is determined by the State Treasurer, after consultation with the Directors of the Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in both the PERS's and PFRS's target asset allocation as of June 30, 2015 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return</u>
Cash	5.00%	1.04%
U.S. Treasuries	1.75%	1.64%
Investment Grade Credit	10.00%	1.79%
Mortgages	2.10%	1.62%
High Yield Bonds	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.25%
Broad US Equities	27.25%	8.52%
Developed Foreign Markets	12.00%	6.88%
Emerging Market Equities	6.40%	10.00%
Private Equity	9.25%	12.41%
Hedge Funds/Absolute Return	12.00%	4.72%
Real Estate (Property)	2.00%	6.83%
Commodities	1.00%	5.32%
Global Debt ex US	3.50%	-0.40%
REIT	4.25%	5.12%

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

Discount rate

PERS

The discount rate used to measure the total pension liability was 4.90% as of June 30, 2015, respectively. The single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 3.80% as of June 30, 2015, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from the plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

PFRS

The discount rate used to measure the total pension liability was 5.79% as of June 30, 2015. The single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 3.80% as of June 30, 2015 based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current members contribution rates and that contributions from employers and the nonemployer contributing entity will be make based on the average of the last five years of contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2045. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2045, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 13 PENSION PLANS (continued)

Sensitivity of the Township’s proportionate share of the net pension liability to changes in the discount rate.

PERS

The following presents the Township’s proportionate share of the net pension liability calculated using the discount rate of 4.90 percent, as well as what the Township’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.90 percent) or 1 percentage point higher (5.90 percent) than the current rate.

	1% Decrease <u>(3.90%)</u>	Discount Rate <u>(4.90%)</u>	1% Increase <u>(5.90%)</u>
Township’s proportionate share of the net pension liability	\$29,439,647	\$23,686,684	\$18,863,438

PFRS

The following presents the Township’s proportionate share of the net pension liability calculated using the discount rate of 5.79 percent, as well as what the Township’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.79 percent) or 1 percentage point higher (6.79 percent) than the current rate.

	1% Decrease <u>(4.79%)</u>	Discount Rate <u>(5.79%)</u>	1% Increase <u>(6.79%)</u>
Township’s proportionate share of the net pension liability	\$49,901,979	\$37,852,779	\$28,027,736

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, 2015**

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, 2015**

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>
2015	\$ 2,286,400.08	130
2014	2,182,290.24	128
2013	2,136,520.92	123

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, 2015 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Current Fund	Trust Other	\$ <u>254,004.67</u>
Federal and State Grant Fund	Current Fund	<u>251,220.43</u>
Trust Other	Federal and State Grant Fund	<u>28,588.68</u>
Sewer Utility Other	Trust Other	<u>14,779.26</u>
Marina Utility Operating Fund	Current Fund	11,745.72
Marina Utility Operating Fund	Sewer Utility Operating Fund	2,229.04
Marina Utility Operating Fund	Marina Utility Capital Fund	<u>950,000.00</u>
		<u>963,974.76</u>
		\$ <u>1,512,567.80</u>

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 17 INTERFUND TRANSFERS

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
Current Fund	Federal and State Grant Fund	\$ 235,844.36
Current Fund	Marina Utility Operating Fund	9,396.72
Current Fund	Sewer Utility Operating Fund	72,825.74
Trust Other	Current Fund	265,623.91
Trust Other	Sewer Utility Operating Fund	14,779.26
Sewer Utility Operating Fund	Marina Utility Operating Fund	2,229.04
Sewer Utility Capital Fund	Sewer Utility Operating Fund	4,000.00
Marina Utility Capital Fund	General Capital Fund	1,750.24
Marina Utility Capital Fund	Marina Utility Operating Fund	925,000.00

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, 2015**

NOTE 18 FIXED ASSETS

Fixed asset and fixed capital activity for the year ended December 31, 2015 was as follows:

Fixed Assets

	Balance Dec. 31, 2014	Additions	Disposals	Balance Dec. 31, 2015
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>16,981,897.18</u>	<u>1,972,474.50</u>	<u>40,217.49</u>	<u>18,914,154.19</u>
	<u>\$ 40,531,560.56</u>	<u>\$ 1,972,474.50</u>	<u>\$ 40,217.49</u>	<u>\$ 42,463,817.57</u>

Fixed Capital – Sewer Utility

	Balance Dec. 31, 2014	Additions	Disposals	Balance Dec. 31, 2015
Sewer System	\$ <u>19,139,611.57</u>	\$ -	\$ -	\$ <u>19,139,611.57</u>

Fixed Capital - Marina Utility

	Balance Dec. 31, 2014	Additions	Disposals	Balance Dec. 31, 2015
Marina	\$ <u>5,865,000.00</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 2015, 2014 and 2013.

TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015

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 \$3,567,000.00 at December 31, 2015. 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, 2015, 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, 2015 was \$97,922.96.

**TOWNSHIP OF NEPTUNE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2015**

NOTE 21 SUBSEQUENT EVENTS

On March 14, 2016, the Township adopted ordinance 16-08 providing for Loffredo Field improvements appropriating \$600,000.00. The ordinance authorizes \$332,500.00 of debt, a \$250,000.00 Monmouth County Open Space Grant and \$17,500.00 from the capital improvement fund.

The Township has evaluated subsequent events occurring after December 31, 2015 through the date of August 4, 2016 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, 2014	A	\$ 7,236,996.80		\$ 268,343.60
Increased by Receipts:				
Collector	A-5	\$ 90,090,057.76		
Federal and State Grants Receivable	A-25		\$ 715,258.00	
Federal and State Grants Unappropriated Reserves	A-27		<u>11,076.81</u>	
		<u>90,090,057.76</u>		<u>726,334.81</u>
		97,327,054.56		994,678.41
Decreased by Disbursements:				
2015 Budget Appropriations	A-3	36,477,970.45		
Appropriation Reserves	A-15	984,021.05		
Tax Overpayments	A-17	158,614.38		
County Taxes Payable	A-20	10,264,262.05		
Local School District Tax	A-21	35,682,363.00		
Fire District Taxes	A-19	3,589,299.00		
Various Reserves	A-23	80,202.91		
Interfunds	A-13	268,027.36		
Due to State Agencies	A-22	51,573.00		
Accounts Payable	A-14	208,350.07		
Special Emergency Notes Payable	A-29	2,579,000.00		
Reserve for Revaluation	A	4,335.00		
Reserve for Emergency Note Debt Interest	A	9,430.00		
Appropriated Reserves for Federal and State Grants	A-26		<u>884,265.92</u>	
		<u>90,357,448.27</u>		<u>884,265.92</u>
Balance, December 31, 2015	A	\$ <u><u>6,969,606.29</u></u>		\$ <u><u>110,412.49</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - COLLECTOR

Ref.

Increased by Receipts:

Taxes Receivable	A-8	\$ 76,940,896.95	
Tax Title Liens	A-9	20,667.97	
Revenue Accounts Receivable	A-11	9,014,762.48	
Tax Overpayments	A-17	132,662.28	
Prepaid Taxes	A-18	980,186.02	
State of New Jersey (Ch. 20, P.L. 1971)	A-6	241,845.90	
Non-Budget Revenues	A-2	675,850.50	
Interfunds	A-13	84,625.91	
Due to State Agencies	A-22	57,043.00	
Various Reserves	A-23	87,360.00	
Sale of Special Emergency Notes	A-29	1,762,186.00	
Reserve for FEMA Reimbursement - Hurricane Sandy	A-30	91,970.75	
		90,090,057.76	\$ <u>90,090,057.76</u>

Decreased by Disbursements:

Payments to Treasurer	A-4		\$ <u>90,090,057.76</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, 2014	A		\$ 8,747.94
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens		\$ 55,250.00	
Veterans		194,250.00	
Deductions Allowed by Collector		<u>9,000.00</u>	9,000.00
		258,500.00	
Less: Deductions Disallowed by Collector		<u>4,357.53</u>	4,357.53
	A-8		<u>254,142.47</u>
			262,890.41
Decreased by:			
Received from State of New Jersey	A-5	241,845.90	
Deductions Disallowed by Collector - Prior Taxes	A-1/A-8	<u>9,250.00</u>	9,250.00
			<u>251,095.90</u>
Balance, December 31, 2015	A		\$ <u><u>11,794.51</u></u>

SCHEDULE OF MORTGAGE RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2014 and 2015	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		Collections		P.L. 1971 Senior Citizens and Veterans	Tax Overpayments Applied	Transfer to Tax Title Lien	Canceled, Remitted or Abated	Balance Dec. 31,2015
	Dec. 31, 2014	2015 Levy	2014	2015					
2011	\$ 598.12			\$ 263.80					\$ 334.32
2012	1,917.59			684.86					1,232.73
2,013.00	18,272.93			13,833.40					4,439.53
2014	<u>1,123,757.86</u>	<u>\$ 14,324.08</u>		<u>1,133,962.83</u>	<u>\$ -9,250.00</u>		<u>\$ 483.92</u>	<u>\$ 11,473.13</u>	<u>1,412.06</u>
	1,144,546.50	14,324.08		1,148,744.89	-9,250.00		483.92	11,473.13	7,418.64
2015		<u>77,948,741.54</u>	<u>\$ 595,400.94</u>	<u>75,792,152.06</u>	<u>254,142.47</u>	<u>\$ 74,789.40</u>	<u>1,990.94</u>	<u>95,947.08</u>	<u>1,134,318.65</u>
	<u>\$ 1,144,546.50</u>	<u>\$ 77,963,065.62</u>	<u>\$ 595,400.94</u>	<u>\$ 76,940,896.95</u>	<u>\$ 244,892.47</u>	<u>\$ 74,789.40</u>	<u>\$ 2,474.86</u>	<u>\$ 107,420.21</u>	<u>\$ 1,141,737.29</u>

Ref.	A	A-8	A-2/A-18	A-2/A-5	A-2/A-6	A-2/A-17	A-9	A
------	---	-----	----------	---------	---------	----------	-----	---

Analysis of 2015 Property Tax Levy

Ref.

Tax Yield:

General Purpose Tax		\$ 74,169,379.05
Special District Taxes		3,610,132.07
Added and Omitted Tax		169,230.42
6% Penalty		<u>14,324.08</u>
	A-8	<u>\$ 77,963,065.62</u>

Tax Levy:

Local District School Tax	A-21	\$ 36,035,649.00
County Taxes:		
County Tax	A-20	\$ 9,508,694.09
County Open Space Tax	A-20	524,160.27
County Health Tax	A-20	188,186.41
Due County for Added and Omitted Taxes	A-20	<u>22,212.76</u>
Total County Taxes		10,243,253.53
Fire District No. 1 (Amount Certified)	A-19	2,869,730.00
Fire District No. 2 (Amount Certified)	A-19	<u>719,569.00</u>
		3,589,299.00
Local Tax for Municipal Purposes	A-2	26,738,163.06
Minimum Library Tax	A-2	1,156,269.00
Add: Additional Tax Levied		<u>200,432.03</u>
		<u>28,094,864.09</u>
	A-8	<u>\$ 77,963,065.62</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

	<u>Ref.</u>		
Balance, December 31, 2014	A		\$ 24,515.17
Increased by:			
Transfer from Taxes Receivable	A-8	\$ 2,474.86	
Interest and Costs of Tax Sale of March 19, 2015		<u>415.80</u>	
			<u>2,890.66</u>
			27,405.83
Decreased by:			
Cash Receipts	A-2/A-5	20,667.97	
Cancelled		<u>2,037.38</u>	
			<u>22,705.35</u>
Balance, December 31, 2015	A		\$ <u><u>4,700.48</u></u>

Exhibit A-10

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

	<u>Ref.</u>		
Balance, December 31, 2014 and 2015	A		\$ <u><u>5,242,800.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	<u>Ref.</u>	Balance <u>Dec. 31, 2014</u>	Accrued <u>in 2015</u>	<u>Collected</u>	Balance <u>Dec. 31, 2015</u>
Licenses:					
Alcoholic Beverages	A-2		\$ 55,427.00	\$ 55,427.00	
Other	A-2		207,218.21	207,218.21	
Fees & Permits	A-2		363,602.63	363,602.63	
Municipal Court:					
Fines and Costs	A-2	\$ 59,777.01	801,996.63	799,266.58	\$ 62,507.06
Other Revenue:					
Interest and Costs on Taxes	A-2		325,916.90	325,916.90	
Interest on Investments and Deposits	A-2		16,597.26	16,597.26	
Consolidated Municipal Property Tax Relief Aid	A-2		668,889.00	668,889.00	
Energy Receipts Tax	A-2		4,328,565.00	4,328,565.00	
Uniform Construction Code Fees	A-2		798,767.00	798,767.00	
Interlocal Services Agreement:					
Monmouth County 9-1-1 Services					
Personnel Loan	A-2		66,048.00	66,048.00	
Neptune BOE - GREAT Program	A-2		20,000.00	20,000.00	
Fleet Maintenance	A-2		105,980.29	105,980.29	
Insurances	A-2		163,006.00	163,006.00	
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		53,060.40	53,060.40	
Prisoner Processing/Jail Program	A-2		28,081.54	28,081.54	
Administrative Fees - Off Duty Employment					
of Police Officers	A-2		196,527.39	196,527.39	
Reserve for Debt Service - Capital Fund	A-2		17,496.25	17,496.25	
Cable TV Franchise Fees	A-2		424,480.73	424,480.73	
Commercial Garbage Removal Fees	A-2	88,280.90	5,049.46	93,172.26	158.10
Interfund - Federal and State Grant Fund	A-2		11,619.24	11,619.24	
OCGMA Special Police Contribution	A-2		24,230.00	24,230.00	
Cell Tower Lease	A-2		91,230.04	91,230.04	
Monmouth County Lease of Facility	A-2		150,000.00	150,000.00	
Reserve for FEMA (Hurricane Sandy)	A-2		616,814.08	616,814.08	
		<u>\$ 148,057.91</u>	<u>\$ 9,557,803.05</u>	<u>\$ 9,643,195.80</u>	<u>\$ 62,665.16</u>
	<u>Ref.</u>	A			A
Cash Receipts					
Cash Receipts	A-5			\$ 9,014,762.48	
Interfunds Receivable	A-13			11,619.24	
Reserve for FEMA (Hurricane Sandy)	A-30			<u>616,814.08</u>	
				<u>\$ 9,643,195.80</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, 2014	A	\$ 56,088.10
Increased by:		
Billings		41,346.62
		<u>97,434.72</u>
Decreased by:		
Collections	A-2	76,772.60
		<u>76,772.60</u>
Balance, December 31, 2015	A	\$ <u><u>20,662.12</u></u>
Analysis:		
Abating Costs Receivable		\$ 20,662.12
Abating Liens Receivable		<u> </u>
		\$ <u><u>20,662.12</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF INTERFUNDS RECEIVABLE / (PAYABLE)

	<u>Ref.</u>	<u>Total (MEMO ONLY)</u>	<u>Federal and State Grant Fund</u>	<u>Marina Utility Operating Fund</u>	<u>Trust Other Fund</u>	<u>Sewer Utility Operating Fund</u>
Balance, December 31, 2014:						
Interfunds Receivable	A	\$ 72,825.74				\$ 72,825.74
Interfunds Payable	A	<u>(29,344.31)</u>	\$ (15,376.07)	\$ (2,349.00)	\$ (11,619.24)	
Increased by:						
Disbursements	A-4	268,027.36		2,349.00	265,678.36	
Grants Receivable - Budget	A-25	905,512.66	905,512.66			
Grants Appropriated Cancelled	A-1	49,016.78	49,016.78			
		<u>1,222,556.80</u>	<u>954,529.44</u>	<u>2,349.00</u>	<u>265,678.36</u>	
		<u>1,266,038.23</u>	<u>939,153.37</u>		<u>254,059.12</u>	<u>72,825.74</u>
Decreased by:						
Receipts	A-5	84,625.91		11,745.72	54.45	72,825.74
Grant Appropriations	A-3	1,143,917.66	1,143,917.66			
Grants Receivable Cancelled	A-1	46,456.14	46,456.14			
		<u>1,274,999.71</u>	<u>1,190,373.80</u>	<u>11,745.72</u>	<u>54.45</u>	<u>72,825.74</u>
Balance, December 31, 2015						
Interfunds Receivable	A	<u>254,004.67</u>			\$ 254,004.67	\$ _____
Interfunds Payable	A	<u>(262,966.15)</u>	\$ (251,220.43)	\$ (11,745.72)		
		<u>\$ (8,961.48)</u>				
<u>Analysis of Net Charge/(Credit) to Operations</u>						
Interfunds Accounts Receivable:						
Balance, December 31, 2015	Above	\$ 254,004.67				
Balance, December 31, 2014	Above	<u>72,825.74</u>				
Net charge/(credit) to operations		181,178.93				
Less:						
Anticipated as Revenue	A-11	<u>11,619.24</u>				
Net Charge/(Credit) to Operation:	A-1	<u>\$ 192,798.17</u>				

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2014	A		\$ 219,945.08
Increased by:			
Charged to Appropriation Reserves	A-15		<u>30,692.78</u>
			250,637.86
Decreased by:			
Disbursements	A-4	\$ 208,350.07	
Cancelled	A-1	<u>5,920.01</u>	
			<u>214,270.08</u>
Balance, December 31, 2015	A		<u>\$ 36,367.78</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-15
 Sheet 1 of 7

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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	\$ 2.78		\$ 2.78		\$ 2.78
Other Expenses	1,496.51	\$ 5,950.40	7,446.91	\$ 4,280.97	3,165.94
Municipal Clerk					
Salaries and Wages	16.02		16.02		16.02
Other Expenses	422.68	956.24	1,378.92	383.43	995.49
Financial Administration					
Salaries and Wages	10,504.05		10,504.05		10,504.05
Other Expenses	1,750.52	5,283.26	7,033.78	5,832.78	1,201.00
Audit Services					
Other Expenses		43,000.00	43,000.00	43,000.00	
Computerized Data Processing					
Salaries and Wages	438.99		438.99		438.99
Other Expenses	7,521.65	1,458.71	8,980.36	1,458.71	7,521.65
Revenue Administration					
Salaries and Wages	25,089.10		25,089.10		25,089.10
Other Expenses	2,995.47	2,560.20	5,555.67	2,713.44	2,842.23
Tax Assessment Administration					
Salaries and Wages	89.83		89.83		89.83
Other Expenses	1,002.90	3,854.24	4,857.14	4,393.84	463.30

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-15
 Sheet 2 of 7

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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>
Legal Services					
Other Expenses	1,182.43	53,345.21	54,527.64	49,279.92	5,247.72
Engineering Services					
Salaries and Wages	138.18		138.18		138.18
Other Expenses	839.45	25,798.83	26,638.28	19,660.25	6,978.03
Economic Development					
Salaries and Wages	2,214.54		2,214.54		2,214.54
Other Expenses	3,920.20		3,920.20		3,920.20
Land Use Administration:					
Planning Board					
Salaries and Wages	2.51		2.51		2.51
Other Expenses	2,877.95	1,997.87	4,875.82	2,510.37	2,365.45
Zoning Board					
Salaries and Wages	0.66		0.66		0.66
Other Expenses	2,753.60	1,400.00	4,153.60	2,410.00	1,743.60
Historical Preservation Committee					
Salaries and Wages	1.08		1.08		1.08
Other Expenses	706.30	3,526.22	4,232.52	2,217.91	2,014.61
Land Use Administration Office					
Salaries and Wages	255.82		255.82		255.82
Other Expenses	280.93	278.46	559.39	278.46	280.93

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-15
 Sheet 3 of 7

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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					
Salaries and Wages	18.43		18.43		18.43
Other Expenses	3,786.38		3,786.38		3,786.38
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	2,607.04		2,607.04		2,607.04
Other Expenses	2,803.61	448.68	3,252.29	448.68	2,803.61
Mercantile Licensing					
Salaries and Wages	101.60		101.60		101.60
Other Expenses	56.14	8,300.00	8,356.14	7,241.34	1,114.80
Insurance					
Liability Insurance	5,425.30		5,425.30		5,425.30
Workers Compensation Insurance					
Employee Group Insurance	683.09	170,881.64	171,564.73	167,201.27	4,363.46
Public Safety Functions:					
Police Department					
Salaries and Wages	12.63		18,546.63	18,546.29	0.34
Other Expenses	12,814.30	85,709.15	85,523.45	82,055.11	3,468.34
Homeland Security Expenses	998.85		998.85		998.85
Office of Emergency Management					
Salaries and Wages	3,517.18		3,517.18		3,517.18
Other Expenses	578.94	2,109.94	2,688.88	1,898.92	789.96
Homeland Security Expenses	1,983.80	4,500.00	6,483.80	4,500.00	1,983.80

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-15
 Sheet 4 of 7

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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>
Aid to Volunteer Fire Companies					
Other Expenses	9,631.00	1,420.00	11,051.00	1,420.00	9,631.00
Municipal Prosecutor's Office					
Salaries and Wages	99.92		99.92		99.92
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	434.54		45,245.54	45,245.09	0.45
Other Expenses	3,161.08	43,057.96	46,219.04	41,064.23	5,154.81
Administration of Public Works					
Salaries and Wages	3,379.99		3,379.99		3,379.99
Other Expenses	161.09	5,393.59	5,554.68	2,035.82	3,518.86
Solid Waste Collection					
Salaries and Wages	21,066.07		66.07		66.07
Other Expenses	1,788.40	3,229.26	5,017.66	1,301.63	3,716.03
Buildings and Grounds					
Salaries and Wages	4,566.14		4,566.14		4,566.14
Other Expenses	4,067.97	13,546.65	17,614.62	11,683.62	5,931.00
Vehicle Maintenance					
Other Expenses	428.22	94,626.34	95,054.56	94,566.34	488.22
Health and Human Services:					
Public Health Services					
Salaries and Wages	1,669.38		1,669.38		1,669.38
Other Expenses	2,246.27	314.98	2,561.25	283.92	2,277.33

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-15
 Sheet 5 of 7

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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>
Environmental and Shade Tree Committee					
Other Expenses	2,373.93	1,300.00	3,673.93	1,300.00	2,373.93
Animal Control Services					
Other Expenses	24,729.20		24,729.20		24,729.20
Monmouth County Drug & Alcohol Abuse Program					
Other Expenses	4,355.00		4,355.00		4,355.00
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	3.35		3.35		3.35
Other Expenses	4,536.38	5,995.56	10,531.94	2,706.52	7,825.42
Senior Citizen Programs					
Salaries and Wages	2.26		2.26		2.26
Other Expenses	1,518.59	9,207.82	10,726.41	6,775.38	3,951.03
Maintenance of Parks					
Other Expenses	9,812.81	16,865.86	26,678.67	16,850.22	9,828.45
Publicity and Tourism					
Salaries and Wages	946.65		946.65		946.65
Other Expenses	3,000.00		3,000.00		3,000.00
Celebration of Public Events					
Other Expenses	45.04		45.04		45.04

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-15
 Sheet 6 of 7

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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>
Utility Expenses and Bulk Purchases:					
Electricity	80,644.42	15,833.91	96,478.33		96,478.33
Street Lighting	98,697.11	5,420.24	104,117.35	62,459.36	41,657.99
Telephone	5,144.39	24,338.93	29,483.32	22,140.63	7,342.69
Water	9,068.01	1,852.39	10,920.40	2,105.56	8,814.84
Natural Gas	25,305.58	7,000.00	32,305.58	14,915.45	17,390.13
Telecommunications	228.52	25.00	253.52	(234.88)	488.40
Gasoline	6,897.20	110,307.56	117,204.76	21,691.11	95,513.65
Landfill and Solid Waste Disposal Costs	97,584.99	172,995.34	241,235.33	174,260.57	66,974.76
Municipal Court					
Salaries and Wages	2,200.38		2,200.38		2,200.38
Other Expenses	3,538.98	5,321.00	8,859.98	4,551.00	4,308.98
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	440.08		440.08		440.08
Uniform Construction Code Enforcement Functions					
Salaries and Wages	66.37		66.37		66.37
Other Expenses	898.66	1,653.52	2,552.18	783.52	1,768.66
Deferred Charges and Statutory Expenditures:					
Public Employees' Retirement System	12,000.00		12,000.00	12,000.00	
Social Security System	0.38		0.38		0.38
Defined Contribution Retirement Program	458.72	2,041.28	2,500.00	2,041.28	458.72

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

Exhibit A-15
 Sheet 7 of 7

CURRENT FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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	6,068.33	17,830.35	23,898.68	23,898.68	
Recycling Tax	22,559.24	10,163.00	32,722.24	3,941.64	28,780.60
ANSWER Water Rescue Team		1,742.46	1,742.46	1,742.46	
Fleet Maintenance - Allenhurst, NFD, OGF, Neptune Board of Education	21,275.68	21,880.86	43,156.54	22,872.99	20,283.55
Matching Funds for Grants	4,609.25		4,609.25		4,609.25
Neptune BOE Newsletter Cooperative	8,023.33	315.00	8,338.33		8,338.33
Monmouth County Personnel Loan (9-1-1 Operator)	7,500.00		7,500.00		7,500.00
	<u>\$ 619,124.34</u>	<u>\$ 1,015,037.91</u>	<u>\$ 1,634,162.25</u>	<u>\$ 1,014,713.83</u>	<u>\$ 619,448.42</u>
	<u>Ref.</u> A	A-16			A-1
Cash Disbursed	A-4			\$ 984,021.05	
Accounts Payable	A-14			<u>30,692.78</u>	
				<u>\$ 1,014,713.83</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2014	A	\$ 1,015,037.91
Increased by:		
Current Appropriations Charged	A-3	869,199.04
		<u>1,884,236.95</u>
Decreased by:		
Transferred to Appropriation Reserves	A-15	<u>1,015,037.91</u>
Balance, December 31, 2015	A	\$ <u><u>869,199.04</u></u>

SCHEDULE OF TAX OVERPAYMENTS

	<u>Ref.</u>		
Balance, December 31, 2014	A		\$ 12,941.43
Increased by:			
Receipts	A-5	\$ 132,662.28	
Refund Prior Year Tax Revenue	A-1	<u>107,419.29</u>	
			<u>240,081.57</u>
			253,023.00
Decreased by:			
Applied to Taxes Receivable	A-8	74,789.40	
Refunds	A-4	<u>158,614.38</u>	
			<u>233,403.78</u>
Balance, December 31, 2015	A		\$ <u><u>19,619.22</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
SCHEDULE OF PREPAID TAXES

	<u>Ref.</u>	
Balance, December 31, 2014	A	\$ 595,400.94
Increased by:		
Collections, 2016 Taxes	A-5	980,186.02
		<u>1,575,586.96</u>
Decreased by:		
Applied to Taxes Receivable	A-8	<u>595,400.94</u>
Balance, December 31, 2015	A	<u><u>\$ 980,186.02</u></u>

SCHEDULE OF FIRE DISTRICTS' TAXES PAYABLE

	<u>Ref.</u>	
Increased by:		
Fire District #1 Levy	A-8	\$ 2,869,730.00
Fire District #2 Levy	A-8	719,569.00
	A-1	<u>\$ 3,589,299.00</u>
Decreased by:		
Disbursed	A-4	<u><u>\$ 3,589,299.00</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF COUNTY TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2014	A		\$ 43,221.43
Increased by:			
County Tax	A-8	\$ 9,508,694.09	
County Open Space Tax	A-8	524,160.27	
County Health Tax	A-8	188,186.41	
Due County for Added and Omitted Taxes	A-8	<u>22,212.76</u>	
	A-1		<u>10,243,253.53</u>
			10,286,474.96
Decreased by:			
Payments	A-4		<u>10,264,262.05</u>
Balance, December 31, 2015	A		<u>\$ 22,212.91</u>

Exhibit A-21

SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2014			
School Tax Payable	A	\$ 386,741.50	
School Tax Deferred		<u>17,265,725.00</u>	
			\$ 17,652,466.50
Increased by:			
Levy - School Year July 1, 2014 to June 30, 2015	A-1/A-8		<u>36,035,649.00</u>
			53,688,115.50
Decreased by:			
Payments	A-4		<u>35,682,363.00</u>
Balance December 31, 2015:			
School Tax Payable	A	740,027.50	
School Tax Deferred		<u>17,265,725.00</u>	
			<u>\$ 18,005,752.50</u>
<u>2015 Liability for Local School District Taxes:</u>			
Tax Paid	A-21		\$ 35,682,363.00
Taxes Payable December 31, 2015	A		<u>740,027.50</u>
			36,422,390.50
Less: Taxes Payable December 31, 2014	A		<u>386,741.50</u>
Amount Charged to 2015 Operations	A-1		<u>\$ 36,035,649.00</u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DUE TO STATE AGENCIES

	Balance <u>Dec. 31, 2014</u>	<u>Increased</u>	<u>Decreased</u>	Balance <u>Dec. 31, 2015</u>
Due to State:				
Vital Statistics - Marriage Licenses and Death Certificates	\$ 2,400.00	\$ 4,125.00	\$ 5,525.00	\$ 1,000.00
Training Fees	<u>14,416.00</u>	<u>52,918.00</u>	<u>46,048.00</u>	<u>21,286.00</u>
	<u>\$ 16,816.00</u>	<u>\$ 57,043.00</u>	<u>\$ 51,573.00</u>	<u>\$ 22,286.00</u>
	A	A-5	A-4	A

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND
 SCHEDULE OF VARIOUS RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
Reserve for:				
State Library Aid	\$ 23,113.88	\$ 12,216.00	\$ 16,015.74	\$ 19,314.14
Insurance Refunds	180,737.57	68,877.08	59,787.17	189,827.48
Election Expenses	6,869.10	6,266.92	4,400.00	8,736.02
	<u>\$ 210,720.55</u>	<u>\$ 87,360.00</u>	<u>\$ 80,202.91</u>	<u>\$ 217,877.64</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, 2014 - Due from	A		\$ 15,376.07
Increased by:			
2015 Budget Appropriations	A-26	1,143,917.66	
Grants Receivable Canceled	A-25	<u>46,456.14</u>	
			<u>1,190,373.80</u>
			1,205,749.87
Decreased by:			
2015 Anticipated Revenue	A-25	905,512.66	
Grants Appropriated Canceled	A-26	<u>49,016.78</u>	
			<u>954,529.44</u>
Balance, December 31, 2015 - Due from	A		\$ <u><u>251,220.43</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, 2014</u>	2015 <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, 2015</u>
Senior Citizens - Title III (Older Americans Act)	\$ 25,000.00	\$ 25,000.00	\$ 25,000.00			\$ 25,000.00
Recycling Tonnage Grant		55,922.82		\$ 55,922.82		
Neighborhood Preservation Program - Balanced Housing	260,000.00					260,000.00
Federal Emergency Management Assistance	10,000.00	5,000.00	10,000.00			5,000.00
Municipal Court Alcohol Education, Rehabilitation and Enforcement Fund		6,836.25	6,836.25			
Municipal Alliance on Alcoholism and Drug Abuse - State	60,390.00	67,440.00	63,915.00			63,915.00
2015 Drive Sober or Get Pulled Over Labor Day Crackdown		5,000.00	5,000.00			
2015 Drive Sober or Get Pulled Over Year End Holiday Crackdown		5,000.00				5,000.00
2014 Drive Sover or Get Pulled Over	7,500.00		7,500.00			
2015 Distracted Driving Crackdown		5,000.00	5,000.00			
Hazardous Discharge Site Remediation - Childnese Property	97,672.00		87,332.88			10,339.12
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	2,528.09		1,477.35			1,050.74
2015 Bulletproof Vest Partnership Grant		20,195.03				20,195.03
Clean Communities Program		68,403.19	68,403.19			
Interfaith Neighbors Senior Meal Program		24,780.00	22,308.00		\$ 2,472.00	
Hazardous Mitigation Grant Program-Energy Allocation Initiative	85,000.00					85,000.00
Post Sandy Planning Assistance Grant	3,011.25				3,011.25	
NJDEP Municipal Public Access Planning		15,000.00				15,000.00
Post Sandy Planning Grant - Community Facilities Plan		35,000.00				35,000.00
Post Sandy Planning Grant - Strategic Report		30,000.00				30,000.00
Post Sandy Planning Grant - Land Development Ordinance		50,000.00				50,000.00

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, 2014</u>	2015 <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, 2015</u>
Edward Byrne Memorial Justice Assistance Grant - 2015		14,305.00				14,305.00
Highway Safety 2015 Pedestrian Safety Grant	11,000.00		10,000.00			1,000.00
Highway Safety 2016 Pedestrian Safety Grant		7,000.00				7,000.00
NJDOT Youth Corps - Urban Gateway Program	32,000.00		26,820.08			5,179.92
NJD&PS 2015 Click It or Ticket Seat Belt Mobilization		4,000.00	4,000.00			
National Emergency Grant - Sandy	35,572.37				35,572.37	
Body Armor Replacement Fund - N.J.		6,730.37	6,730.37			
US EPA - Brownfields Petroleum Assessment		200,000.00				200,000.00
US EPA - Brownfields Hazardous Assessment		200,000.00				200,000.00
Monmouth County Workforce Investment Board Youth Initiative	55,245.00		9,492.88			45,752.12
2014 USDOJ - JAG Law Enforcement Equipment Grant	59,448.00		59,448.00			
HMEP Training Grant	3,200.00	26,000.00			5,400.00	23,800.00
HMEP Planning Grant	25,800.00	26,900.00	25,800.00		0.52	26,899.48
	<u>\$ 1,041,560.71</u>	<u>\$ 905,512.66</u>	<u>\$ 715,258.00</u>	<u>\$ 55,922.82</u>	<u>\$ 46,456.14</u>	<u>\$ 1,129,436.41</u>
<u>Ref.</u>	A	A-2/A-13/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. 31,2014</u>	<u>Transfer from 2015 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. 31,2015</u>
Senior Citizens - Title III		\$ 213,000.00		\$ 213,000.00			
Recycling Tonnage Grant	\$ 132,907.46	55,922.82	\$ 9,851.00	59,687.20	\$ 483.50		\$ 138,510.58
Neighborhood Preservation Program - Balanced Housing	262,197.30			(5.69)			262,202.99
Federal Emergency Management Assistance - Federal	287.30	5,000.00	1,765.64	2,052.94	4,527.12		472.88
Federal Emergency Management Assistance - Match	287.30	10,000.00	1,765.64	1,726.52	4,527.12		5,799.30
DEDR - Municipal Drug and Alcohol Alliance - State 2014	14,573.17		11,177.00	25,750.17			
DEDR - Municipal Drug and Alcohol Alliance - Local 2014	8,326.00			8,326.00			
DEDR - Municipal Drug and Alcohol Alliance - State 2015		67,440.00		31,579.25	22,155.99		13,704.76
DEDR - Municipal Drug and Alcohol Alliance - Local 2015		16,860.00		7,894.82	5,539.00		3,426.18
Drunk Driving Enforcement Fund	8,774.74		5,868.54	14,034.73	543.75		64.80
Alcohol Education and Rehabilitation	18,510.17	6,836.25		5,200.00			20,146.42
2014 Drive Sober or Get Pulled Over	7,500.00			7,500.00			
2015 Drive Sober or Get Pulled Over Labor Day Crackdown		5,000.00		5,000.00			
2015 Drive Sober or Get Pulled Over Year End Holiday Crackdown		5,000.00					5,000.00
2015 Distracted Driving Crackdown		5,000.00		5,000.00			
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	31,736.14	55,596.86		60,523.30
Hazardous Discharge Site Remediation - Shark River Municipal Marina	1,180.00		176,229.00	127,901.25	48,327.75		1,180.00
COPS in Shops - Summer Shore Initiative		2,000.00		2,000.00			
National Parks and Recreation 2012 ACHIEVE	2,324.00						2,324.00
Hazardous Mitigation Grant Program-Energy Allocation Initiative	85,000.00			67,000.00			18,000.00
Clean Communities	142,475.27	68,403.19	4,748.04	45,287.25	47,997.12		122,342.13

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. 31,2014</u>	<u>Transfer from 2015 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. 31,2015</u>
Body Armor Replacement Fund - N.J.		6,730.37					6,730.37
Body Armor Replacement Fund - N.J.	4,346.21						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			23,117.32	7.21		32,120.47
Interfaith Neighbors Senior Meal Program	6,602.03	48,325.00	2,200.00	46,007.28		2,472.00	8,647.75
NJSP HMEP Planning Grant		26,900.00	400.00	27,299.48		0.52	
NJSP HMEP Training Grant	3,200.00	26,000.00		23,800.00		5,400.00	
2014 USDOJ - JAG Law Enforcement Equipment Grant			38,975.00	38,975.00			
Post Sandy Planning Assistance Grant	3,000.00		11.25			3,011.25	
NJDEP Municipal Public Access Planning		15,000.00					15,000.00
Post Sandy Planning Grant - Community Facilities Plan		35,000.00		24,606.25	10,393.75		
Post Sandy Planning Grant - Strategic Report		30,000.00		11,235.00	18,765.00		
Post Sandy Planning Grant - Land Development Ordinance		50,000.00		2,565.00	47,435.00		
NJDL&PS 2015 Click It or Ticket Seat Belt Mobilization		4,000.00		4,000.00			
Edward Byrne Memorial Justice Assistance Grant - 2015		14,305.00		8,394.00	5,911.00		
Highway Safety 2015 Pedestrian Safety Grant	9,000.00			8,980.40			19.60
Highway Safety 2016 Pedestrian Safety Grant		7,000.00		3,975.00			3,025.00
NJDOT Youth Corps - Urban Gateway Program	4,450.58		1,475.95	640.61	620.00		4,665.92
National Emergency Grant - Sandy	38,133.01					38,133.01	
Federal Bulletproof Vest Partnership Grant	1,050.74						1,050.74
2015 Bulletproof Vest Partnership Grant		20,195.03					20,195.03
US EPA - Brownfields Petroleum Assessment		200,000.00			198,000.00		2,000.00
US EPA - Brownfields Hazardous Assessment		200,000.00			198,000.00		2,000.00
	<u>\$ 889,391.91</u>	<u>\$ 1,143,917.66</u>	<u>\$ 351,376.97</u>	<u>\$ 884,265.92</u>	<u>\$ 668,830.17</u>	<u>\$ 49,016.78</u>	<u>\$ 782,573.67</u>
Ref.	A	A-3/A-24	A	A-4	A	A-1/A-24	A

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

<u>Grant</u>	Balance <u>Dec. 31, 2014</u>	Funding <u>Received</u>	Transferred to Grants <u>Receivable</u>	Balance <u>Dec. 31, 2015</u>
Recycling Tonnage Grant	\$ 55,922.82		\$ 55,922.82	
Drunk Driving Enforcement Fund	<u> </u>	\$ <u>11,076.81</u>	<u> </u>	\$ <u>11,076.81</u>
	<u>\$ 55,922.82</u>	<u>\$ 11,076.81</u>	<u>\$ 55,922.82</u>	<u>\$ 11,076.81</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, 2014</u>	<u>Raised in</u> <u>2015 Budget</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
11-26-12	Hurricane Sandy	\$ 3,600,000.00	\$ 593,000.00	\$ 1,779,000.00	\$ 616,814.00	\$ 1,162,186.00
10-13-13	Revaluation of Real Property & Tax Map Updates	1,000,000.00	200,000.00	<u>800,000.00</u>	<u>200,000.00</u>	<u>600,000.00</u>
				<u>\$ 2,579,000.00</u>	<u>\$ 816,814.00</u>	<u>\$ 1,762,186.00</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, 2014</u>	<u>Cash Receipts</u>	<u>Cash Disbursed</u>	<u>Balance Dec. 31, 2015</u>
11-26-12	Hurricane Sandy	3,600,000.00	11-12-15	11-10-16	0.69%	1,779,000.00	\$ 1,162,186.00	\$ 1,779,000.00	\$ 1,162,186.00
10-10-13	Revaluation of Real Property and Tax Map Updates	800,000.00	04-06-15	04-05-16	0.60%	<u>800,000.00</u>	<u>600,000.00</u>	<u>800,000.00</u>	<u>600,000.00</u>
						<u>\$ 2,579,000.00</u>	<u>\$ 1,762,186.00</u>	<u>\$ 2,579,000.00</u>	<u>\$ 1,762,186.00</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, 2014	A	\$ 616,814.08
Increased by:		
Cash Receipts	A-5	91,970.75
		<u>708,784.83</u>
Decreased by:		
Anticipated Revenue	A-11	616,814.08
		<u>616,814.08</u>
Balance, December 31, 2015	A	\$ <u><u>91,970.75</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, 2014	B	\$ 1,472.75	\$ 4,117,686.47
Increased by Receipts:			
Reserve for Animal Control			
Trust Fund Expenditures	B-2	\$ 78,212.20	
Various Reserves	B-6		\$ 7,884,240.52
Escrow Funds	B-5		709,429.88
Due to State of New Jersey	B-3	<u>2,727.60</u>	
		<u>80,939.80</u>	<u>80,939.80</u>
		82,412.55	-
			<u>8,593,670.40</u>
			<u>12,711,356.87</u>
Decreased by Disbursements:			
Due to State of New Jersey	B-3	2,702.40	
Animal Control Trust Fund			
Expenditures (R.S. 4:19-15.11)	B-2	76,056.40	
Various Reserves	B-6		6,953,750.33
Escrow Funds	B-5		717,228.64
Interfund - Current Fund	B-4		<u>54.45</u>
		<u>78,758.80</u>	<u>7,671,033.42</u>
Balance, December 31, 2015	B	\$ <u><u>3,653.75</u></u>	\$ <u><u>5,040,323.45</u></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, 2014	B	\$ 1,400.75
Increased by:		
Dog License Fees Collected		\$ 25,503.40
Current Fund Budget Appropriation		<u>52,708.80</u>
	B-1	<u>78,212.20</u>
Decreased by:		
Expenditures Under R.S. 4:19-15.11:		<u>79,612.95</u>
Cash Disbursed	B-1	<u>76,056.40</u>
Balance, December 31, 2015	B	<u><u>\$ 3,556.55</u></u>

License and Penalty Fees Collected:

<u>Year</u>	<u>Amount</u>
2013	\$ 24,884.00
2014	<u>27,824.80</u>
	<u><u>\$ 52,708.80</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, 2014	B	\$	72.00
Increased by:			
Cash Receipts	B-1		<u>2,727.60</u>
			2,799.60
Decreased by:			
Cash Disbursed	B-1		<u>2,702.40</u>
Balance, December 31, 2015	B	\$	<u><u>97.20</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF INTERFUNDS RECEIVABLE/(PAYABLE)

	Ref.	Total (MEMO ONLY)	Current Fund	Sewer Utility Operating Fund	Federal and State Grant Fund
Balance, December 31, 2014 :					
Interfunds Receivable	B	\$ <u>40,207.92</u>	\$ <u>11,619.24</u>	\$ _____	\$ <u>28,588.68</u>
Interfunds Payable	B	_____			
Increased by:					
Cash Disbursements	B-1	<u>54.45</u>	<u>54.45</u>	_____	_____
		<u>54.45</u>	<u>54.45</u>	_____	_____
		<u>40,262.37</u>	<u>11,673.69</u>	_____	<u>28,588.68</u>
Decreased by:					
Self Insurance Receivable	B	<u>280,457.62</u>	<u>265,678.36</u>	<u>14,779.26</u>	_____
		<u>280,457.62</u>	<u>265,678.36</u>	<u>14,779.26</u>	_____
Balance, December 31, 2015:					
Interfunds Receivable	B	28,588.68			\$ <u>28,588.68</u>
Interfunds Payable	B	<u>(268,783.93)</u>	<u>\$ (254,004.67)</u>	<u>\$ (14,779.26)</u>	
		<u>\$ (240,195.25)</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' Escrow Trust Fund Account</u>	<u>Inspection Fees</u>	<u>Special Developers' Escrow Account</u>
Balance, December 31, 2014	B	\$ 1,485,446.70	\$ 1,203,708.29	\$ 206,096.50	\$ 75,641.91
Increased by:					
Cash Receipts	B-1	709,429.88	288,176.12	126,487.21	294,766.55
Reserve for Encumbrances	B-7	430,648.96	342,071.20	21,060.38	67,517.38
		<u>2,625,525.54</u>	<u>1,833,955.61</u>	<u>353,644.09</u>	<u>437,925.84</u>
Decreased by:					
Cash Disbursements	B-1	717,228.64	470,365.94	77,204.54	169,658.16
Reserve for Encumbrances	B-7	81,284.87	6,502.50	1,805.00	72,977.37
		<u>798,513.51</u>	<u>476,868.44</u>	<u>79,009.54</u>	<u>242,635.53</u>
Balance, December 31, 2015	B	<u>\$ 1,827,012.03</u>	<u>\$ 1,357,087.17</u>	<u>\$ 274,634.55</u>	<u>\$ 195,290.31</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF VARIOUS RESERVES

	Balance		Increases		Decreases		Balance
	<u>Dec. 31, 2014</u>						<u>Dec. 31, 2015</u>
Fire Prevention Services	\$ 474.00					\$	474.00
POAA	9,884.96	\$	718.00				10,602.96
Veterans Memorial Park	41,918.25		10,775.00	\$	11,094.60		41,598.65
Fuel Agencies	73,809.62		73,422.73		44,586.88		102,645.47
Hurricane Sandy	1,496.11						1,496.11
Tax Map Revaluation	400.00		775.00				1,175.00
Emergency Management	431.96		19,268.80		14,826.43		4,874.33
Public Defender	15,502.53		21,498.00		14,987.50		22,013.03
Senior Citizen Donations	4,749.44		38,288.54		29,881.64		13,156.34
Senior Citizen Building Donations	12,648.24		4,241.36		6,896.08		9,993.52
Law Enforcement	79,282.08		27,566.40		27,795.90		79,052.58
Unclaimed Moneys	27,566.82		6,925.80		1,650.00		32,842.62
Unemployment Trust	51,900.40		66,467.93		20,445.37		97,922.96
Miscellaneous Trust Escrows	11,697.27				11,697.27		-
Municipal Alliance	13,206.94		2,816.17		383.00		15,640.11
Older Americans	0.85		250.01		250.00		0.86
Special Police	175,570.29		783,899.09		726,900.39		232,568.99
Police Vest	5,619.55		3.28				5,622.83
Recreation Trust	135,477.70		54,467.34		48,974.60		140,970.44
Freehold RCA	2,949.28				2,949.28		-
Wesley Lake Trust	264.47						264.47
Open Space	3,146.73		1.83				3,148.56
Tree Preservation	123,186.04		14,999.70		2,964.65		135,221.09
Tax Collector's Trust	1,138,942.31		6,397,857.25		6,003,673.93		1,533,125.63
Affordable Housing	255,691.45		375,594.07		19,483.00		611,802.52
Federal LETF	71.16		0.08				71.24
Accumulated Leave	40,314.42						40,314.42
	<u>\$ 2,226,202.87</u>		<u>\$ 7,899,836.38</u>		<u>\$ 6,989,440.52</u>		<u>\$ 3,136,598.73</u>

	<u>Ref.</u>	B		B
Cash Received	B-1	\$ 7,884,240.52		
Reserve for Encumbrances	B-7	<u>15,595.86</u>		
		<u>\$ 7,899,836.38</u>		
Cash Disbursed	B-1		\$ 6,953,750.33	
Reserve for Encumbrances	B-7		<u>35,690.19</u>	
			<u>\$ 6,989,440.52</u>	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>		
Balance, December 31, 2014	B		\$ 446,244.82
Increased by:			
Charges to Reserve for Escrow Funds	B-5	\$ 81,284.87	
Charges to Various Reserves	B-6	<u>35,690.19</u>	
			<u>116,975.06</u>
Decreased by:			<u>563,219.88</u>
Transfer to Reserve for Escrow Funds	B-5	430,648.96	
Transfer to Various Reserves	B-6	<u>15,595.86</u>	
			<u>446,244.82</u>
Balance, December 31, 2015	B		<u><u>\$ 116,975.06</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CASH

	<u>Ref.</u>		
Balance, December 31, 2014	C		\$ 1,312,617.78
Increased by Receipts:			
Capital Improvement Fund	C-9	\$ 100,000.00	
Grants Receivable	C-5	183,955.55	
Due from Ocean Grove Camp Meeting Association	C-10	390,924.43	
Interlocal Receivable	C-16	10,191.93	
Bond Anticipation Notes	C-14	<u>1,914,631.00</u>	
			<u>2,599,702.91</u>
			3,912,320.69
Decreased by Disbursements:			
Interfund - Marina Utility Capital Fund	C-4	1,750.24	
Improvement Authorizations	C-8	1,364,271.91	
Bond Anticipation Notes	C-14	1,914,631.00	
Various Reserves	C-15	<u>17,466.25</u>	
			<u>3,298,119.40</u>
Balance, December 31, 2015	C		<u><u>\$ 614,201.29</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 ANALYSIS OF GENERAL CAPITAL CASH

	<u>Balance</u> <u>Dec. 31, 2015</u>
Fund Balance	\$ 131,274.22
Capital Improvement Fund	192,714.75
Reserve for Encumbrances	1,457,111.11
Various Reserves	266,993.29
Grants Receivable	(3,750,965.50)
 Improvement Authorizations:	
<u>Ordinance</u> <u>Number</u>	
01-14 Acquisition and Improvements to Real Property	2,375.00
03-17/05-03 Main Avenue Streetscape Improvement Program	2,761.53
1245 Installation of Traffic Signal	(291.00)
04-32 Lake Alberta Watershed Improvements	23,696.03
05-24 Main Avenue Drainage Project Phase II	9,968.68
05-29 Acquisition, Demolition, and Improvements of Neptune Boulevard	56,121.98
07-38 Purchase and Installation of Street Lighting on Broadway	24,923.48
07-40 Ocean Grove Storm Water Management Project - Phase III and Township-Wide Storm Drain Labeling and Mapping	154,343.05
08-49 Acquisition and Installation of a Storm Water Management Facility in the Gables Area	9,715.45
09-20 Bradley Park Pedestrian and ADA Accessibility Project	34,795.79
09-27 Ocean Grove Drainage Project - Broadway Area	16,122.48
09-34 Acquisition and Payment of Purchase Price of Real Property Designated as Block 7013 Lot 11	15.00
09-35 Acquisition and Installation of Various Equipment	199.28
09-36 Acquisition of Various Vehicles and Equipment for the Department of Public Works and the Senior Center	2,457.30
10-10 Renovations to the Senior Center	500.08
11-02 Various Improvements to the Senior Center	15,004.52
11-05/14-30 Concourse/Seaview Island Flood Mitigation	473,336.58
11-06 Acquisition of Property - Block 217, Lot 58	41,567.14

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 ANALYSIS OF GENERAL CAPITAL CASH

Balance
Dec. 31, 2015

Improvement Authorizations (cont.):

Ordinance
Number

11-19	Variou Roadway Improvements	165.25
11-24	Wesley Lake Wall Reconstruction - Phase II	274.35
11-25	Various Roadway Improvements	1,065.05
12-07	Various Improvements to Municipal Buildings and Facilities	40.91
12-15	Acquisition of Various Equipment	0.03
12-17	Various Improvements to Parks and Facilities	95,841.72
12-24	Acquisition of Equipment Associated with the Implementation of a Single Stream Recycling Program	11,311.10
13-13	Various 2013 Improvements to Parks and Other Township Facilities, Including Improvements to Jumping Brook Ball Fields	28.75
13-14	Various 2013 Roadway and Drainage Improvements	931,643.98
13-23	Emergency Watershed Protection Program	161,180.77
13-27	Aquisition of Real Property (Division Street Property)	2,300.67
13-28	Pedestrian/Bicycle Lane Transportation	644,740.65
13-39	Implementation of the Energy Efficiency Improvment Program and the Boiler Replacement Project	(53,418.00)
13-40	Demolition of the Welsh Farms Property	(180,438.44)
14-09/14-43	Reconstruction of Ocean Grove Broadwalk	(736,482.76)
14-12	Sidewalk and Acessibility Project on Neptune Boulevard and Other Identified Locations	(65,946.96)
14-13/14-29	Development of Veterans Park	(883,664.08)
14-20	Acquisition and Installation of Various Public Safety Technology and Equipment	(362,393.60)
15-03	Improvements in the West Lake Avenue Redevelopment Area	799,614.00
15-06	Central Avenue Roadway Reconstruction and Drainage Improvements	212,040.00
15-07	Alberta Basin Drainage Project	598,084.75

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

Balance
Dec. 31, 2015

Improvement Authorizations (cont.):

Ordinance
Number

15-37	Various Parks Improvements	14,439.97
15-38	Various Facilities Improvements (Senior Center/ Municipal Complex/Public Works Facility/OEM Facility	1,132.97
15-40	Sunshine Village Park Improvements	243,839.97
15-46	Shark River Dredging	14,060.00
		<u>\$ 614,201.29</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, 2014 - Due To	C	\$ 1,750.24
Decreased by:		
Cash Disbursements	C-2	<u>1,750.24</u>
Balance, December 31, 2015	C	<u><u>\$ -</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF GRANTS RECEIVABLE

<u>Ordinance Number</u>	<u>Grant Description</u>	Balance December 31, <u>2014</u>	2015 Grant <u>Awards</u>	Cash <u>Receipts</u>	<u>Cancelled</u>	Balance December 31, <u>2015</u>
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)	62,175.00		\$ 41,955.55	\$ 20,219.45	
13-28	NJ Dept. of Transportation (Pedestrian/Bicycle Enhancement)	580,000.00				580,000.00
14-12	Monmouth County Community Development Block Grant	142,000.00		142,000.00		
15-03	U.S. Department of Housing and Urban Development - Community Development Block Grant Disaster Recovery Program - West Lake Avenue Redevelopment Area		\$ 800,114.00			800,114.00
15-06	NJ Department Dept. of Transportation (Central Ave. Roadway Reconstruction and Drainage Improvements).		273,590.00			273,590.00
15-07	NJ Office of Emergency Management/Federal Emergency Management Agency, Pre-Disaster Mitigation Program		696,084.75			696,084.75
15-40	County of Monmouth Open Space (Sunshine Village Park Improvements)		232,000.00			232,000.00
		<u>\$ 1,953,351.75</u>	<u>\$ 2,001,788.75</u>	<u>\$ 183,955.55</u>	<u>\$ 20,219.45</u>	<u>\$ 3,750,965.50</u>
		<u>Ref.</u> C	C-8	C-2	C-8	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, 2014	C		\$ 20,632,507.59
Decreased by:			
Budget Appropriation to Pay Bonds	C-13	\$ 1,757,000.00	
Budget Appropriation to Pay Green Trust Loan	C-12	<u>77,696.41</u>	
			<u>1,834,696.41</u>
Balance, December 31, 2015	C		<u>\$ 18,797,811.18</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, 2014	Increased by: 2015 Authorizations	Decreased by: Due from Ocean Grove Camp Meeting Association	Balance Dec. 31, 2015	Analysis of Balance Dec. 31, 2015		
						Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
11-05/14-30	Concourse/Seaview Island Flood Mitigation	\$ 190,000.00			\$ 190,000.00			\$ 190,000.00
1245	Installation of Traffic Signal	291.00			291.00		\$ 291.00	
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			359,100.00	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 Improvement Program and the Boiler Replacement Project	712,500.00			712,500.00		53,418.00	659,082.00
13-40	Demolition of the Welsh Farms Property	190,000.00			190,000.00		180,438.44	9,561.56
14-09/14-43	Reconstruction of Ocean Grove Broadwalk	1,265,384.64		\$ 390,924.43	874,460.21		736,482.76	137,977.45
14-12	Sidewalk and Accessibility Project on Neptune Boulevard and Other Identified Locations	150,500.00			150,500.00		65,946.96	84,553.04
14-13/14-29	Development of Veterans Park	950,000.00			950,000.00		883,664.08	66,335.92
14-20	Acquisition and Installation of Various Public Safety Technology and Equipment	380,000.00			380,000.00		362,393.60	17,606.40
15-06	Central Avenue Roadway Reconstruction and Drainage Improvements		\$ 226,410.00		226,410.00			226,410.00
15-07	Alberta Basin Drainage Project		253,915.25		253,915.25			253,915.25
15-37	Various Parks Improvements		285,000.00		285,000.00			285,000.00

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, 2014	Increased by: 2015 Authorizations	Decreased by: Due from Ocean Grove Camp Meeting Association	Balance Dec. 31, 2015	Analysis of Balance Dec. 31, 2015		
						Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
15-38	Various Facilities Improvements (Senior Center/ Municipal Complex/Public Works Facility/ OEM Facility		570,000.00		570,000.00			570,000.00
15-40	Sunshine Village Park Improvements		235,600.00		235,600.00			235,600.00
15-46	Shark River Dredging		285,000.00		285,000.00			285,000.00
		<u>\$ 5,753,510.64</u>	<u>\$ 1,855,925.25</u>	<u>\$ 390,924.43</u>	<u>\$ 7,218,511.46</u>	<u>\$ 1,914,631.00</u>	<u>\$ 2,282,634.84</u>	<u>\$ 3,021,245.62</u>
		<u>Ref</u>	<u>C</u>	<u>C-8/C-18</u>	<u>C-10/C-18</u>	<u>C</u>	<u>C-14</u>	<u>C-3</u>
								<u>Ref.</u>
							Improvement Authorizations Unfunded	C-8 \$ 4,236,399.79
							Less: Unexpended Proceeds of Bond Anticipation Notes:	
							<u>Ordinance</u>	
							13-13	\$ 28.75
							13-14	931,643.98
							13-23	161,180.77
							13-27	2,300.67
							13-28	120,000.00
								<u>1,215,154.17</u>
								<u>\$ 3,021,245.62</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, 2014		Increased by 2015		Decreased by			Balance Dec. 31, 2015		
				Funded	Unfunded	Reserve for Encumbrances	Authorizations	Paid	Reserve for Encumbrances	Canceled	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	\$ 23,696.03							23,696.03		
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	
07-38	Purchase and Installation of Street Lighting on Broadway	06-25-07	100,000.00	39,096.71		18,001.79		\$ 21,792.18	\$ 10,382.84			24,923.48	
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	128,155.44		52,397.61		25,507.26	702.74			154,343.05	
08-49	Acquisition and Installation of a Storm Water Mgt. Facility in the Gables Area	12-01-08	200,000.00	9,920.95				205.50				9,715.45	
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			15.00						15.00	
09-35	Acquisition and Installation of Various Equipment	08-24-09	200,000.00			7,860.00		2,500.00	5,160.72			199.28	
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	-		166,137.68		163,680.38				2,457.30	
10-10	Renovations to the Senior Center	04-26-10	950,000.00	12,437.27		9,380.18		21,317.37				500.08	
11-02	Various Improvements to the Senior Center	01-24-11	600,000.00	15,004.52								15,004.52	
11-05/14-30	Concourse/Seaview Island Flood Mitigation	01-24-11	850,000.00	476,336.58	\$ 190,000.00	95,039.45		62,549.17	35,490.28			473,336.58	\$ 190,000.00
11-06	Acquisition of Property - Block 217, Lot 58	01-24-11	300,000.00	41,567.14								41,567.14	
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			274.35						274.35	
11-25	Various Roadway Improvements	04-25-11	400,000.00	6,247.30		318.75		4,550.00	951.00			1,065.05	
12-07	Various Improvements to Municipal Buildings & Facilities	03-26-12	350,000.00	40.91		16,440.00		16,440.00				40.91	
12-15	Acquisition of Various Equipment	06-11-12	100,000.00	33,740.36				33,740.33				0.03	
12-17	Various Improvements to Parks and Facilities	06-11-12	250,000.00	117,014.05		21,664.67		40,647.00	2,190.00			95,841.72	
12-24	Acquisition of Equipment Associated with the Implementation of a Single Stream Recycling Program	07-23-12	1,100,000.00	11,311.10								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		-	34,095.39		34,066.64				28.75	

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2014		Increased by 2015		Decreased by			Balance Dec. 31, 2015				
				Funded	Unfunded	Reserve for Encumbrances	Authorizations	Paid	Reserve for Encumbrances	Canceled	Funded	Unfunded			
13-14	Various 2013 Roadway and Drainage Improvements	04-08-13	1,500,000.00		1,079,567.49	357,432.51		327,071.29	157,961.28	20,219.45		931,747.98			
13-23	Emergency Watershed Protection Measures Program, Including Wesley and Fletcher Basins	08-12-13	1,500,000.00		174,288.02	9,775.25		750.00	22,032.50			161,280.77			
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		5,321.63	19,287.50		20,485.96	1,822.50			2,300.67			
13-28	Pedestrian/Bicycle Lane Transportation Enhancement Project	08-12-13	700,000.00	530,040.65	120,000.00	27,042.50		31,342.50	1,000.00		524,740.65	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	7,786.00		18,414.00	27,750.00			659,082.00			
13-40	Demolition of the Welsh Farms Property	10-10-13	200,000.00		4,866.76	15,238.43			10,543.63			9,561.56			
14-09/14-43	Reconstruction of Ocean Grove Boardwalk	02-10-14													
		10-27-14	2,200,000.00		870,669.00	17,546.25		65,251.30	684,986.50			137,977.45			
14-12	Sidewalk and Accessibility Project on Neptune Boulevard and Other Identified Locations	03-24-14	300,000.00	132,700.00	150,500.00	16,400.00		209,685.62	5,361.34			84,553.04			
14-13/14-29	Development of Veterans Park	03-24-14													
		08-11-14	1,000,000.00		198,261.16	120,057.10		181,875.25	70,107.09			66,335.92			
14-20	Acquisition and Installation of Various Public Safety Technology and Equipment	06-09-14	400,000.00		327,763.56	1,000.00		29,288.47	281,868.69			17,606.40			
15-03	Improvements in the West Lake Avenue Redevelopment Area	02-23-15	800,114.00				800,114.00	500.00			799,614.00				
15-06	Central Avenue Roadway Reconstruction and Drainage Improvements	02-23-15	500,000.00				500,000.00	20,250.00	41,300.00		212,040.00	226,410.00			
15-07	Alberta Basin Drainage Project	02-23-15	950,000.00				950,000.00	500.00	97,500.00		598,084.75	253,915.25			
15-37	Various Parks Improvements	08-24-15	300,000.00				300,000.00	560.03			14,439.97	285,000.00			
15-38	Various Facilities Improvements (Senior Center/ Municipal Complex/Public Works Facility/ OEM Facility)	08-24-15	600,000.00				600,000.00	28,867.03			1,132.97	570,000.00			
15-40	Sunshine Village Park Improvements	09-14-15	480,000.00				480,000.00	560.03			243,839.97	235,600.00			
15-46	Shark River Dredging	10-08-15	300,000.00				300,000.00	940.00			14,060.00	285,000.00			
							<u>\$ 1,668,226.78</u>	<u>\$ 3,818,697.62</u>	<u>\$ 1,045,517.95</u>	<u>\$ 3,930,114.00</u>	<u>\$ 1,364,271.91</u>	<u>\$ 1,457,111.11</u>	<u>\$ 20,219.45</u>	<u>\$ 3,384,554.09</u>	<u>\$ 4,236,399.79</u>
	<u>Ref.</u>			C	C	C-11		C-2	C-11	C-5	C	C/C-7			
	Capital Improvement Fund	C-9					\$ 72,400.00								
	Grants and Other Receivables	C-5					2,001,788.75								
	Deferred Charges - Unfunded	C-7/C-18					1,855,925.25								
							<u>\$ 3,930,114.00</u>								

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2014	C	\$ 165,114.75
Increased by:		
Budget Appropriation	C-2	100,000.00
		<u>265,114.75</u>
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-8	72,400.00
		<u>72,400.00</u>
Balance, December 31, 2015	C	<u>\$ 192,714.75</u>

SCHEDULE OF DUE FROM OCEAN GROVE CAMP MEETING ASSOCIATION

	<u>Ref.</u>	
Balance, December 31, 2014	C	\$
Increased by:		
Agreement for Reconstruction of Ocean Grove Boardwalk		1,265,384.64
		<u>1,265,384.64</u>
Decreased by:		
Cash Receipts	C-2/C-7	390,924.43
		<u>390,924.43</u>
Balance, December 31, 2015	C	<u>\$ 874,460.21</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2014	C	\$ 1,045,517.95
Increased by:		
Charged to Improvement Authorizations	C-8	<u>1,457,111.11</u>
		2,502,629.06
Decreased by:		
Applied to Improvement Authorizations	C-8	<u>1,045,517.95</u>
Balance, December 31, 2015	C	<u><u>\$ 1,457,111.11</u></u>

SCHEDULE OF GREEN TRUST LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2014	C	\$ 965,507.59
Decreased by:		
Paid by Budget Appropriation	C-6	<u>77,696.41</u>
Balance, December 31, 2015	C	<u><u>\$ 887,811.18</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, 2015</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
Pooled Governmental Loan Revenue Bonds, Series 2004	12-21-04	\$ 2,460,000.00				\$ 3,000.00	\$ 3,000.00	\$ -
Pooled Governmental Loan Revenue Bonds, Series 2005	12-19-05	5,147,000.00	12-01-16 12-01-17	1,000.00 4,000.00	5.000% 4.000%	258,000.00	253,000.00	5,000.00
Pooled Governmental Loan	12-21-06	2,114,000.00	12-01-16	254,000.00	5.000%	496,000.00	242,000.00	254,000.00
Pooled Governmental Loan Revenue Bonds, Series 2007	12-13-07	5,518,000.00	12-01-16 12-01-17 12-01-18 12-01-19 12-01-20 12-01-21 12-01-22	419,000.00 440,000.00 462,000.00 486,000.00 505,000.00 526,000.00 553,000.00	5.000% 5.000% 5.250% 4.000% 4.000% 5.250% 4.250%	3,790,000.00	399,000.00	3,391,000.00
General Obligation Bonds Series 2011	09-15-11	7,100,000.00	09-01-16 to 18 09-01-19 09-01-20 09-01-21 09-01-22 to 24 09-01-25 to 26	500,000.00 500,000.00 500,000.00 500,000.00 500,000.00 500,000.00	3.000% 2.250% 2.375% 2.500% 3.000% 4.000%	6,000,000.00	500,000.00	5,500,000.00

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, 2015</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
Revenue Refunding Bonds, Series 2012	05-22-12	4,800,000.00	12-01-16	425,000.00	4.000%	4,140,000.00	160,000.00	3,980,000.00
			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%			
			Pooled Governmental Loan Revenue Bonds, Series 2013	12-24-13	5,180,000.00			
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>4,980,000.00</u>	<u>200,000.00</u>	<u>4,780,000.00</u>	
					<u>\$ 19,667,000.00</u>	<u>\$ 1,757,000.00</u>	<u>\$ 17,910,000.00</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, 2014	Increased	Decreased	Balance Dec. 31, 2015
13-13	Various 2013 Improvements to Parks and Other Township Facilities	09-13-13	09-09-15	09-08-16	0.67%	\$ 133,000.00	\$ 133,000.00	\$ 133,000.00	\$ 133,000.00
13-14	Various 2013 Roadway and Drainage Improvements	09-13-13	09-09-15	09-08-16	0.67%	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	09-09-15	09-08-16	0.67%	359,000.00	359,000.00	359,000.00	359,000.00
13-27	Acquisition of Real Property (Division Street Property)	09-13-13	09-09-15	09-08-16	0.67%	114,000.00	114,000.00	114,000.00	114,000.00
13-28	Pedestrian/Bicycle Lane Transportation	09-13-13	09-09-15	09-08-16	0.67%	120,000.00	120,000.00	120,000.00	120,000.00
						<u>\$ 1,914,631.00</u>	<u>\$ 1,914,631.00</u>	<u>\$ 1,914,631.00</u>	<u>\$ 1,914,631.00</u>
<u>Ref.</u>						C	C-2	C-2	C/C-14

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF VARIOUS RESERVES

<u>Description</u>	<u>Balance</u> Dec. 31, 2014	<u>Increased by:</u> Reserve for Interlocal Receivable	<u>Decreased by:</u> Anticipated as Current Revenue	<u>Balance</u> Dec. 31, 2015
Reserve to Pay Debt Service	\$ 257,581.66	\$ 10,191.93	\$ 17,466.25	\$ 250,307.34
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>1,000.00</u>
	<u>\$ 274,267.61</u>	<u>\$ 10,191.93</u>	<u>\$ 17,466.25</u>	<u>\$ 266,993.29</u>
<u>Ref.</u>	C	C-17	C-2	C

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF INTERLOCAL RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2014	C	\$ 20,383.85
Decreased by:		
Cash Receipts	C-2	<u>10,191.93</u>
Balance, December 31, 2015	C	<u><u>\$ 10,191.92</u></u>

Detail:

<u>Ordinance</u>	<u>Number</u>	<u>Municipality</u>	
	12-07	Bradley Beach	<u><u>\$ 10,191.92</u></u>

Exhibit C-17

SCHEDULE OF RESERVE FOR INTERLOCAL RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2014	C	\$ 20,383.85
Decreased by:		
Reserve for Debt Service	C-15	<u>10,191.93</u>
Balance, December 31, 2015	C	<u><u>\$ 10,191.92</u></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, 2014</u>	<u>2015 Authorizations</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2015</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
14-09/14-43	Reconstruction of Ocean Grove Boardwalk	1,265,384.64		\$ 390,924.43	874,460.21
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
15-06	Central Avenue Roadway Reconstruction and Drainage Improvements		\$ 226,410.00		226,410.00
15-07	Alberta Basin Drainage Project		253,915.25		253,915.25
15-37	Various Parks Improvements		285,000.00		285,000.00
15-38	Various Facilities Improvements (Senior Center/ Municipal Complex/Public Works Facility/ OEM Facility		570,000.00		570,000.00
15-40	Sunshine Village Park Improvements		235,600.00		235,600.00
15-46	Shark River Dredging		285,000.00		285,000.00
		<u>\$ 3,838,879.64</u>	<u>\$ 1,855,925.25</u>	<u>\$ 390,924.43</u>	<u>\$ 5,303,880.46</u>

Ref.

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, 2014	D	\$ 3,797,118.48	\$ 2,154,899.86
Increased by Receipts:			
Miscellaneous Revenue Anticipated	D-3	\$ 1,068,738.24	
Miscellaneous Revenue Not Anticipated	D-3	360,852.60	
Consumer Accounts Receivable	D-8	6,067,944.67	
Sewer Liens Receivable	D-9	219.81	
Customer Overpayments	D-14	17,154.94	
Special Emergency Notes Payable	D-26	180,000.00	
Reserve for FEMA Reimbursement	D	7,198.91	
Interfund - Marina Operating Fund	D		\$ 215,892.76
Interfund - Sewer Operating Fund	D		4,000.00
Budget Appropriation-Capital Improvement Fund	D-20		50,000.00
		<u>7,702,109.17</u>	<u>269,892.76</u>
		11,499,227.65	2,424,792.62
Decreased by Disbursements:			
2015 Appropriations	D-4	5,827,847.19	
Appropriation Reserves	D-12	71,226.34	
Refund Customer Overpayments	D-14	2,524.97	
Accrued Interest Payable	D-16	151,720.42	
Special Emergency Note	D-26	270,000.00	
Interfund - Current Fund	D-15	72,825.74	
Interfund - Trust Fund	D-15	14,779.26	
Interfund - Sewer Capital Fund	D-15	4,000.00	
Bond Anticipation Notes	D-24		1,107,000.00
Improvement Authorizations	D-19		410,265.53
		<u>6,414,923.92</u>	<u>1,517,265.53</u>
Balance, December 31, 2015	D	<u>\$ 5,084,303.73</u>	<u>\$ 907,527.09</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, 2015</u>
Capital Improvement Fund	\$ 189,258.25
Reserve for Encumbrances	343,794.88
Reserve for FEMA Reimbursement	215,892.76
Reserve for Debt Service	235.02
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	1,108.51
06-35	Improvements to Sanitary Sewer Infrastructure	1,817.00
08-51/09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	32,508.47
12-14	Various Sewer Utility Improvements	60,941.81
15-36	Reconstruction of the Sanitary Sewer System	<u>49,439.97</u>
		<u>\$ 907,527.09</u>

Ref. 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>2014</u>	<u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>December 31,</u> <u>2015</u>
2012	Hurricane Sandy	\$ 500,000.00	\$ 90,000.00	\$ <u>270,000.00</u>	\$ <u>90,000.00</u>	\$ <u>180,000.00</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, 2014	D		\$ 426,168.58
Increased by:			
Sewer Rents Levied			<u>6,080,763.84</u>
			6,506,932.42
Decreased by:			
Collections	D-5	\$ 6,067,944.67	
Overpayments Applied	D-14	<u>13,032.63</u>	
Revenue Realized	D-3		<u>6,080,977.30</u>
Balance, December 31, 2015	D		<u><u>\$ 425,955.12</u></u>

SCHEDULE OF SEWER LIENS RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2014	D		\$ 219.81
Decreased by:			
Cash Receipts	D-3/D-5		<u><u>\$ 219.81</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	<u>Ref.</u>	
Balance, December 31, 2014 and 2015	D	\$ <u>19,139,611.57</u>

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, 2014	2015 Authorizations		Balance Dec. 31, 2015
		Date	Amount		Capital Improvement Fund	Deferred Charges to Future Revenue	
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
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
15-36	Reconstruction of the Sanitary Sewer System	08-24-15	1,000,000.00		\$ 50,000.00	\$ 950,000.00	1,000,000.00
				\$ 3,138,539.42	\$ 50,000.00	\$ 950,000.00	\$ 4,138,539.42
		Ref.		D	D-19/D-22	D-19/D-27	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
 SCHEDULE OF APPROPRIATION RESERVES

	<u>Balance</u> <u>Dec. 31, 2014</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	\$ 31,824.19		\$ 31,824.19		\$ 31,824.19
Other Expenses	36,124.29	\$ 89,322.44	125,446.73	\$ 61,519.53	63,927.20
TNSA - Annual Charge	289,073.78		289,073.78		289,073.78
Group Insurance for Employees	37.72		37.72		37.72
Capital Improvements:					
Capital Outlay	2.20	9,997.80	10,000.00	9,706.81	293.19
Statutory Expenditures:					
Contribution to:					
Social Security System	<u>4,254.10</u>		<u>4,254.10</u>		<u>4,254.10</u>
	<u>\$ 361,316.28</u>	<u>\$ 99,320.24</u>	<u>\$ 460,636.52</u>	<u>\$ 71,226.34</u>	<u>\$ 389,410.18</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, 2014	D	\$ 99,320.24
Increased by:		
Transferred from Budget Appropriations	D-4	43,331.86
		142,652.10
Decreased by:		
Transferred to Appropriation Reserves	D-12	99,320.24
		99,320.24
Balance, December 31, 2015	D	\$ <u>43,331.86</u>

SCHEDULE OF CUSTOMER OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2014	D	\$ 14,530.64
Increased by:		
Cash Received	D-5	17,154.94
		31,685.58
Decreased by:		
Applied to Consumer Accounts Receivable	D-8	\$ 13,032.63
Cash Disbursements	D-5	2,524.97
		15,557.60
Balance, December 31, 2015	D	\$ <u>16,127.98</u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF INTERFUNDS RECEIVABLE/(PAYALBE)

	<u>Ref.</u>	<u>Total</u> <u>(Memo Only)</u>	<u>Current</u> <u>Fund</u>	<u>Sewer Utility</u> <u>Capital</u> <u>Fund</u>	<u>Trust</u> <u>Other</u> <u>Fund</u>	<u>Marina Utility</u> <u>Operating</u> <u>Fund</u>
Balance, December 31, 2014						
Interfunds Receivable	D	\$ _____				
Interfunds Payable	D	<u>(76,825.74)</u>	\$ <u>(72,825.74)</u>	\$ <u>(4,000.00)</u>		
Increased by:						
Disbursements	D-5	<u>91,605.00</u>	<u>72,825.74</u>	<u>4,000.00</u>	\$ <u>14,779.26</u>	_____
		<u>91,605.00</u>	<u>72,825.74</u>	<u>4,000.00</u>	<u>14,779.26</u>	_____
		<u>14,779.26</u>	_____	_____	<u>14,779.26</u>	_____
Decreased by:						
Accrued Interest	D-16	<u>2,229.04</u>	_____	_____	_____	\$ <u>2,229.04</u>
		<u>2,229.04</u>	_____	_____	_____	<u>2,229.04</u>
Balance, December 31, 2015						
Interfunds Receivable	D	14,779.26			\$ <u>14,779.26</u>	
Interfunds Payable	D	<u>(2,229.04)</u>	\$ _____	\$ _____		\$ <u>(2,229.04)</u>
		<u>\$ 12,550.22</u>				

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
 SCHEDULE OF ACCRUED INTEREST PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2014	D	\$ 20,210.17
Increased by:		
Budget Appropriations	D-4	148,485.82
		168,695.99
Decreased by:		
Interest Paid	D-5	\$ 151,720.42
Interfund - Marina Operating	D-15	2,229.04
		153,949.46
Balance, December 31, 2015	D	\$ 14,746.53

Analysis of Accrued Interest December 31, 2015

Principal Outstanding <u>Dec. 31, 2015</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:					
\$ 51,000.00	5.000%	12-01-15	12-31-15	30 Days	\$ 212.50
280,000.00	Various	12-01-15	12-31-15	30 Days	1,086.46
1,125,000.00	Various	12-01-15	12-31-15	30 Days	4,179.17
291,000.00	Various	12-01-15	12-31-15	30 Days	1,076.67
970,000.00	Various	12-01-15	12-31-15	30 Days	3,545.83
\$ 2,717,000.00					10,100.63
Loans Payable:					
\$ 947,928.03	Various	08-01-15	12-31-15	150 Days	4,479.17
Special Emergency Notes:					
\$ 180,000.00	0.690%	11-12-15	12-31-15	49 Days	166.73
					\$ 14,746.53

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, 2015</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
Pooled Governmental Loan Revenue Bonds, Series 2005	12-19-05	\$ 1,858,000.00				\$ 91,000.00	\$ 91,000.00	
Pooled Governmental Loan Refunding Revenue Bonds, Series 2006	04-03-06	1,271,800.00				131,000.00	131,000.00	
Pooled Governmental Loan Revenue Bonds, Series 2006	12-21-06	722,000.00	12-01-16	\$ 51,000.00	5.000%	100,000.00	49,000.00	\$ 51,000.00
Pooled Governmental Loan Revenue Bonds, Series 2007	12-13-07	504,000.00	12-01-16	35,000.00	5.000%			
			12-01-17	36,000.00	5.000%			
			12-01-18	38,000.00	5.250%			
			12-01-19	40,000.00	4.000%			
			12-01-20	42,000.00	4.000%			
			12-01-21	43,000.00	5.250%			
			12-01-22	46,000.00	4.250%	313,000.00	33,000.00	280,000.00
Governmental Pooled Loan Revenue Refunding Bonds, Series 2012	05-22-12	1,310,000.00	12-01-16	90,000.00	4.000%			
			12-01-17	95,000.00	4.000%			
			12-01-18	100,000.00	4.000%			
			12-01-19	105,000.00	4.000%			
			12-01-20	110,000.00	4.000%			
			12-01-21	110,000.00	4.000%			
			12-01-22	120,000.00	5.000%			
			12-01-23	125,000.00	5.000%			
			12-01-24	130,000.00	5.000%			
			12-01-25	140,000.00	5.000%	1,125,000.00		1,125,000.00
Pooled Governmental Loan Refunding Revenue Bonds Series 2014	12-4-14	291,000.00	12-01-17	54,000.00	3.000%			
			12-01-18	55,000.00	4.000%			
			12-01-19	58,000.00	5.000%			
			12-01-20	61,000.00	5.000%			
			12-01-21	63,000.00	5.000%	291,000.00		291,000.00
Pooled Governmental Loan	12-24-14	1,005,000.00	12-01-16	35,000.00	3.000%			

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, 2015</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2015</u>
Revenue Bond Series 2014			12-01-17	35,000.00	4.000%		
			12-01-18	35,000.00	4.000%		
			12-01-19	35,000.00	4.000%		
			12-01-20	40,000.00	4.000%		
			12-01-21	40,000.00	5.000%		
			12-01-22	40,000.00	5.000%		
			12-01-23	45,000.00	5.000%		
			12-01-24	50,000.00	5.000%		
			12-01-25	50,000.00	5.000%		
			12-01-26	55,000.00	5.000%		
			12-01-27	55,000.00	5.000%		
			12-01-28	55,000.00	5.000%		
			12-01-29	60,000.00	5.000%		
			12-01-30	65,000.00	5.000%		
			12-01-31	65,000.00	4.000%		
			12-01-32	70,000.00	4.000%		
			12-01-33	70,000.00	3.250%		
			12-01-34	70,000.00	3.250%		
						<u>1,005,000.00</u>	<u>35,000.00</u>
						<u>\$ 3,056,000.00</u>	<u>\$ 339,000.00</u>
							<u>\$ 2,717,000.00</u>
					<u>Ref.</u>	D	D
					Reserve for Amortization	D-21	\$ 287,625.00
					Deferred Reserve for Amortization	D-22	<u>51,375.00</u>
						\$ <u>339,000.00</u>	

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2014	D	\$ 120,315.34
Increased by:		
Charged to Improvement Authorizations	D-19	343,794.88
		<u>464,110.22</u>
Decreased by:		
Applied to Improvement Authorizations	D-19	<u>120,315.34</u>
Balance, December 31, 2015	D	<u><u>\$ 343,794.88</u></u>

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

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2014		Increased by		Decreased by		Balance Dec. 31, 2015		
				Funded	Unfunded	2015 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				\$ 97.04			1,108.51	
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	398,793.77			92,200.00	174,467.45	\$ 316,526.32			
08-51 09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	12-22-08 06-22-09	1,000,000.00 3,507,000.00	32,508.47	\$ 250.00						32,508.47 \$ 250.00	
12-14	Various Sewer Utility Improvements	06-11-12	700,000.00	297,053.04			26,298.34	235,141.01	27,268.56		60,941.81	
15-36	Reconstruction of the Sanitary Sewer System	08-24-15	1,000,000.00			1,000,000.00		560.03			49,439.97 950,000.00	
				<u>\$ 729,600.25</u>	<u>\$ 250.00</u>	<u>\$ 1,000,000.00</u>	<u>\$ 120,315.34</u>	<u>\$ 410,265.53</u>	<u>\$ 343,794.88</u>	<u>\$ 145,855.18</u>	<u>\$ 950,250.00</u>	
				Ref.	D	D		D-18	D-5	D-18	D	D
Capital Improvement Fund				D-11/D-20			\$ 50,000.00					
Deferred Charges to Future Revenue				D-11			<u>950,000.00</u>					
							<u>\$ 1,000,000.00</u>					

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2014	D	\$ 189,258.25
Increased by:		
Budget Appropriation	D-5	50,000.00
		<u>239,258.25</u>
Decreased by:		
Appropriated to Finance Improvement Authorization	D-19	50,000.00
		<u>50,000.00</u>
Balance, December 31, 2015	D	\$ <u><u>189,258.25</u></u>

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>	
Balance, December 31, 2014	D	\$ 17,414,077.36
Increased by:		
Serial Bonds Paid by Operating Budget	D-17	287,625.00
		<u>287,625.00</u>
Balance, December 31, 2015	D	\$ <u><u>17,701,702.36</u></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, 2014	Increased by:			Balance Dec. 31, 2015
				Capital Improvement Fund	Serial Bonds Paid	Loans Paid	
98-35	Phase II Rehabilitation/Infiltration and Inflow Program, Improvements to Hillside and Beverly Pump Stations	09-28-98	\$ 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	21.41				21.41
06-35 07-41	Improvements to Sanitary Sewer Infrastructure Gables Area Sanitary Sewer System Replacement Project - Phase III	07-24-06 06-25-07	153,375.00 237,000.00		\$ 18,375.00 33,000.00		171,750.00 270,000.00
08-51/ 09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	12-22-08 06-22-09	309,069.77			\$ 64,137.70	373,207.47
12-14 15-36	Various Sewer Utility Improvements Reconstruction of the Sanitary Sewer System	06-11-12 08-24-15	96,273.71	\$ 50,000.00			96,273.71 50,000.00
			<u>\$ 795,757.90</u>	<u>\$ 50,000.00</u>	<u>\$ 51,375.00</u>	<u>\$ 64,137.70</u>	<u>\$ 961,270.60</u>
			D	D-11	D-17	D-23	D

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
 SCHEDULE OF LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2014	D	\$ 1,012,065.73
Decreased by:		
Paid by Budget Appropriation	D-22	<u>64,137.70</u>
Balance, December 31, 2015	D	<u><u>\$ 947,928.03</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND
 SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance 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, 2014</u>	<u>Cash Disbursement</u>	<u>Balance Dec. 31, 2015</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%	\$ 294,500.00	\$ 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%	147,500.00	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>665,000.00</u>	<u> </u>
						<u>\$ 1,107,000.00</u>	<u>\$ 1,107,000.00</u>	<u>\$</u>
						<u>Ref.</u>	D	D-5
								D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND
SCHEDULE OF OGSA OBLIGATION RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2014	D	\$ 217,406.76
Decreased by:		
Current Year Collections	D-3	<u>36,234.46</u>
Balance, December 31, 2015	D	<u><u>\$ 181,172.30</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, 2014</u>	<u>Cash Receipts</u>	<u>Cash Disbursed</u>	<u>Balance Dec. 31, 2015</u>
11-26-12	Hurricane Sandy	500,000.00	11-12-15	11-10-16	0.69%	\$ 270,000.00	\$ 180,000.00	\$ 270,000.00	\$ 180,000.00
						<u>\$ 270,000.00</u>	<u>\$ 180,000.00</u>	<u>\$ 270,000.00</u>	<u>\$ 180,000.00</u>
					Ref.	D	D-5	D-5	D

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2014</u>	<u>2015 Authorizations</u>	<u>Balance Dec. 31, 2015</u>
09-37	Acquisition of Various Vehicles and Equipment for the Sewer Utility	\$ 250.00		\$ 250.00
15-36	Reconstruction of the Sanitary Sewer System	<u> </u>	\$ <u>950,000.00</u>	<u>950,000.00</u>
		<u>\$ 250.00</u>	<u>\$ 950,000.00</u>	<u>\$ 950,250.00</u>
		<u>Ref.</u> (Footnote D)	D-11	(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, 2014	E	\$ 245,916.73	\$ 1,292,774.78
Increased by Receipts:			
Marina Fees and Costs	E-3	\$ 454,387.90	
Marina Utility Capital Fund Balance	E-3	16,000.00	
Interest on Investments	E-3	330.89	
Miscellaneous	E-3	3,118.09	
Interfund - Marina Capital Fund	E-24	25,000.00	\$ 950,000.00
Interfund - General Capital	E-18		1,750.24
Sales Taxes Payable	E	3,587.43	
Reserve for FEMA Reimbursement	E	<u>957,354.64</u>	
		1,459,778.95	<u>951,750.24</u>
		<u>1,705,695.68</u>	<u>2,244,525.02</u>
Decreased by Disbursements:			
2015 Appropriations	E-4	310,875.00	
Appropriation Reserves	E-10	8,842.13	
Accounts Payable	E-12	70,759.92	
Accrued Interest Payable	E-13	71,061.40	
Special Emergency Note Payable	E-22	148,750.00	
Interfund - Current Fund	E	9,396.72	
Interfund - Sewer Operating Fund	E	2,229.04	
Sales Tax Payable	E	2,985.78	
Marina Utility Capital Fund Balance	E-2		16,000.00
Bond Anticipation Notes	E-15		900,000.00
Interfund - Marina Capital	E-24	950,000.00	25,000.00
Improvement Authorizations	E-16		<u>1,283,325.16</u>
		<u>1,574,899.99</u>	<u>2,224,325.16</u>
Balance, December 31, 2015	E	<u>\$ 130,795.69</u>	<u>\$ 20,199.86</u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
 ANALYSIS OF MARINA UTILITY CAPITAL CASH

		Balance <u>Dec. 31, 2015</u>
Capital Improvement Fund	\$	27,500.00
Capital Fund Balance		516.63
Grants Receivable		(2,300,000.00)
Interfund - Marina Utility Operating		950,000.00
Reserve for Encumbrances		1,644,007.07
Reserve for Reconstruction		100,000.00

<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	98.33
13-18	Various Improvements	36,467.83
15-04	Reconstruction of the Municipal Marina Building	(420,900.00)
15-51	Shark River Dredging	<u>7,510.00</u>
		<u>\$ 20,199.86</u>

Ref. E

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</u> <u>Authorized</u>	<u>Purpose</u>	<u>Amount</u> <u>Authorized</u>	<u>Required</u> <u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Decreased by</u> <u>Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
2012	Hurricane Sandy	\$ 1,000,000.00	\$ 148,000.00	\$ <u>443,250.00</u>	\$ <u>148,750.00</u>	\$ <u>294,500.00</u>
				\$ <u><u>443,250.00</u></u>	<u><u>148,750.00</u></u>	\$ <u><u>294,500.00</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, 2014 and 2015	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

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2014	2015 Authorizations				Balance Dec. 31, 2015
		Date	Amount		Capital Improvement Fund	Insurance Proceeds	Grants Receivable	Deferred Charges To Future Revenue	
12-18	Various Improvements	06/11/12	90,000.00	90,000.00					\$ 90,000.00
13-18	Various Improvements	05/13/13	1,500,000.00	1,500,000.00					1,500,000.00
15-04	Reconstruction of the Municipal Marina Building	02-23-15	2,500,000.00			\$ 379,100.00	\$ 1,700,000.00	\$ 420,900.00	2,500,000.00
15-51	Shark River Dredging	11-09-15	160,000.00		\$ 8,000.00			152,000.00	160,000.00
				<u>\$ 1,590,000.00</u>	<u>\$ 8,000.00</u>	<u>379,100.00</u>	<u>1,700,000.00</u>	<u>\$ 572,900.00</u>	<u>\$ 4,250,000.00</u>
		<u>Ref.</u>		E	E-16/E-20	E-16	E-16	E-16	E

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
 SCHEDULE OF APPROPRIATION RESERVES

	Balance <u>Dec. 31, 2014</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Operating:					
Other Expenses	\$ 375.27	\$ 8,985.18	\$ 9,360.45	\$ 8,842.13	\$ 518.32
Statutory Expenditures:					
Public Employees' Retirement System	1,455.56		1,455.56		1,455.56
Contribution to Social Security System (O.A.S.I.)	<u>16.00</u>		<u>16.00</u>		<u>16.00</u>
	<u>\$ 1,846.83</u>	<u>\$ 8,985.18</u>	<u>\$ 10,832.01</u>	<u>\$ 8,842.13</u>	<u>\$ 1,989.88</u>
<u>Ref.</u>	E	E-11		E-5	E-1

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2014	E	\$ 8,985.18
Increased by:		
Transferred from Budget Appropriations	E-4	6,112.31
		<u>15,097.49</u>
Decreased by:		
Transferred to Appropriation Reserves	E-10	8,985.18
		<u>8,985.18</u>
Balance, December 31, 2015	E	\$ <u><u>6,112.31</u></u>

SCHEDULE OF ACCOUNTS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2014	E	\$ 73,551.67
Decreased by:		
Cash Disbursements	E-5	70,759.92
		<u>70,759.92</u>
Balance, December 31, 2015	E	\$ <u><u>2,791.75</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2014	E	\$ 7,938.62
Increased by:		
Budget Appropriations	E-4	<u>69,269.12</u> 77,207.74
Decreased by:		
Interest Paid	E-5	<u>71,061.40</u>
Balance, December 31, 2015	E	<u>\$ 6,146.34</u>

Analysis of Accrued Interest December 31, 2015

Principal Outstanding <u>Dec. 31, 2015</u>	Interest Rate	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:					
\$ 32,000.00	Various	12/01/15	12/31/15	30 Days	\$ 133.33
268,000.00	Various	12/01/15	12/31/15	30 Days	1,040.42
181,000.00	Various	12/01/15	12/31/15	30 Days	670.83
785,000.00	Various	12/01/15	12/31/15	30 Days	2,854.17
Bond Anticipation Notes:					
\$ 555,369.00	0.67%	09/09/15	12/31/15	113 Days	1,174.79
Special Emergency Notes:					
\$ 294,500.00	0.69%	11/12/15	12/31/15	49 Days	<u>272.80</u>
					<u>\$ 6,146.34</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 Outstanding December 31, 2015</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid</u>	<u>Balance Dec. 31, 2015</u>
Pooled Governmental Loan Revenue Bonds Series 2006	12/21/06	\$ 452,000.00	12/01/16	\$ 32,000.00 5.00%	\$ 62,000.00	\$ 30,000.00	\$ 32,000.00
Pooled Governmental Loan Revenue Bonds Series 2007	12/19/07	483,000.00	12/01/16 12/01/17 12/01/18 12/01/19 12/01/20 12/01/21 12/01/22	33,000.00 5.00% 35,000.00 5.00% 36,000.00 5.25% 38,000.00 4.00% 40,000.00 4.00% 42,000.00 5.25% 44,000.00 4.25%	300,000.00	32,000.00	268,000.00
Pooled Governmental Loan Refunding Revenue Bonds Series 2014	12/04/14	181,000.00	12/01/17 12/01/18 12/01/19 12/01/20 12/01/21	33,000.00 3.00% 34,000.00 4.00% 36,000.00 5.00% 38,000.00 5.00% 40,000.00 5.00%	181,000.00		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, 2015</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Paid</u>	<u>Balance Dec. 31, 2015</u>	
Pooled Governmental Loan Revenue Bonds Series 2014	12/24/14	815,000.00	12/01/16	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>815,000.00</u>	<u>30,000.00</u>	<u>785,000.00</u>
						<u>\$ 1,358,000.00</u>	<u>\$ 92,000.00</u>	<u>\$ 1,266,000.00</u>
				<u>Ref.</u>		E		E
			Reserve for Amortization	E-19		\$ 62,000.00		
			Deferred Reserve for Amortization	E-20		30,000.00		
						<u>\$ 92,000.00</u>		

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
 SCHEDULE OF MARINA UTILITY BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Issue of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2014</u>	<u>Decreases</u>	<u>Balance Dec. 31, 2015</u>
06-33/ 07-19	Acquisition of Marina Property and Various Improvements	11/09/07	09/09/15	09/08/16	0.67%	\$ 204,500.00	\$ 3,500.00	\$ 201,000.00
11-03	Various Improvements to the Shark River Marina	01/24/11	09/09/15	09/08/16	0.67%	276,369.00	4,500.00	271,869.00
12-18	Various Improvements	09/14/12	09/09/15	09/08/16	0.67%	85,500.00	3,000.00	82,500.00
13-18	Various Improvements					<u>900,000.00</u>	<u>900,000.00</u>	<u>-</u>
						<u>\$ 1,466,369.00</u>	<u>\$ 911,000.00</u>	<u>\$ 555,369.00</u>
					<u>Ref.</u>	E		E
	Cash Disbursements				E-5	\$ 900,000.00		
	Reserve for Amortization				E-19	8,000.00		
	Deferred Reserve for Amortization				E-20	3,000.00		
						<u>\$ 911,000.00</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, 2014		Increased by		Decreased by		Balance Dec. 31, 2015	
				Funded	Unfunded	Reserve for Encumbrances	2015 Authorizations	Paid or Charged	Reserve for Encumbrances	Funded	Unfunded
12-18	Various Improvements	06-11-12	\$ 90,000.00		\$ 14.60	\$ 1,000.49		\$ 78.95	\$ 837.81		\$ 98.33
13-18	Various Improvements	05-13-13	1,500,000.00	\$ 366,532.82		95,860.48		406,395.85	19,529.62	\$ 36,467.83	
15-04	Reconstruction of the Municipal Marina Building	02-23-15	2,500,000.00				\$ 2,500,000.00	876,360.36	1,623,639.64		
15-51	Shark River Dredging	11-09-15	160,000.00				160,000.00	490.00		7,510.00	152,000.00
				<u>\$ 366,532.82</u>	<u>\$ 14.60</u>	<u>\$ 96,860.97</u>	<u>\$ 2,660,000.00</u>	<u>\$ 1,283,325.16</u>	<u>\$ 1,644,007.07</u>	<u>\$ 43,977.83</u>	<u>\$ 152,098.33</u>
		<u>Ref.</u>		E	E	E		E-5	E	E	E
Detail:											
	Grants Receivable		E-9/E-21			\$ 1,700,000.00					
	Insurance Proceeds		E-9/E-23			379,100.00					
	Deferred Charges to Future Revenue		E-9/E-25			572,900.00					
	Capital Improvement Fund		E-9/E-17			8,000.00					
						<u>\$ 2,660,000.00</u>					

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2014	E	\$ 35,500.00
Decreased by:		
Utilized to Fund Improvement Authorizations	E-16	<u>8,000.00</u>
Balance, December 31, 2015	E	<u>\$ 27,500.00</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, 2014	E	\$ 1,750.24
Decreased by:		
Cash Receipts	E-5	<u>1,750.24</u>
Balance, December 31, 2015	E	<u><u>\$ -</u></u>

Exhibit E-19

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>	
Balance, December 31, 2014	E	\$ 4,816,131.00
Increased by:		
Budget Appropriation - Bond Anticipation Notes	E-15	\$ 8,000.00
Budget Appropriation - Serial Bonds	E-14	<u>62,000.00</u>
		<u>70,000.00</u>
Balance, December 31, 2015	E	<u><u>\$ 4,886,131.00</u></u>

TOWNSHIP OF NEPTUNE
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
 SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ordinance Number	Improvement Description	Ordinance Date	Balance Dec. 31, 2014	Increased by					Balance Dec. 31, 2015
				Capital Improvement Fund	Serial Bonds Paid	Bond Anticipation Notes Paid by Budget	Insurance Proceeds	Grants Receivable	
12-18	Various Improvements	41,071.00	\$ 4,500.00			\$ 3,000.00			\$ 7,500.00
13-18	Various Improvements	41,407.00	685,000.00		\$ 30,000.00				715,000.00
15-04	Reconstruction of the Municipal Marina Building	02-23-15					\$ 379,100.00	\$ 1,700,000.00	2,079,100.00
15-51	Shark River Dredging	11-09-15		\$ 8,000.00					8,000.00
			<u>\$ 689,500.00</u>	<u>\$ 8,000.00</u>	<u>\$ 30,000.00</u>	<u>\$ 3,000.00</u>	<u>\$ 379,100.00</u>	<u>\$ 1,700,000.00</u>	<u>\$ 2,809,600.00</u>
		<u>Ref.</u>	E	E-9	E-14	E-15	E-9	E-9/E-21	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND
SCHEDULE OF GRANT RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2014	E	\$ 600,000.00
Increased by:		
Grant Award	E-16/E-20	<u>1,700,000.00</u>
Balance, December 31, 2015	E	<u><u>\$ 2,300,000.00</u></u>

Analysis:

Ordinance 13-18 - Green Acres		\$ 600,000.00
Ordinance 15-04 - FEMA Disaster Assistance		<u>1,700,000.00</u>
		<u><u>2,300,000.00</u></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, 2014</u>	<u>Cash</u> <u>Disbursed</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
11/26/12	Hurricane Sandy	\$ 600,000.00	11/12/15	11/10/16	0.69%	\$ <u>443,250.00</u>	\$ <u>148,750.00</u>	\$ <u>294,500.00</u>
						\$ <u>443,250.00</u>	\$ <u>148,750.00</u>	\$ <u>294,500.00</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, 2014	E	\$ 479,100.00
Decreased by:		
Utilized to Fund Improvement Authorization	E-16	<u>379,100.00</u>
Balance, December 31, 2015	E	<u><u>\$ 100,000.00</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, 2014	E	\$ 25,000.00
Increased by:		
Cash Receipts	E-5	<u>950,000.00</u>
		975,000.00
Decreased by:		
Cash Disbursements	E-5	<u>25,000.00</u>
Balance, December 31, 2015	E	<u><u>\$ 950,000.00</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>2014</u>	2015 <u>Authorizations</u>	Balance, December 31, <u>2015</u>
06-33/07-19	Acquisition of Marina Property and Various Improvements	\$ 25,000.00		\$ 25,000.00
15-04	Reconstruction of the Municipal Marina Building		\$ 420,900.00	420,900.00
15-51	Shark River Dredging		<u>152,000.00</u>	<u>152,000.00</u>
		<u>\$ 25,000.00</u>	<u>\$ 572,900.00</u>	<u>\$ 597,900.00</u>
		E	E-16	E

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND
 SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>		
Balance, December 31, 2014	F		\$ 674,622.99
Increased by Receipts:			
Loan and Interest Payments			
Reciprocal Loans	F-2	\$ 46,849.04	
Façade Loans	F-3	24,524.79	
Late Fees	F-4	3,708.47	
Prepaid Interest	F-4	54.46	
Interest Income - Deposits	F-4	421.87	
		<u>75,558.63</u>	
			<u>750,181.62</u>
Decreased by Disbursements:			
Paint Program		13,572.05	
Administration of Programs		1,750.00	
	F-4	<u>15,322.05</u>	
Balance, December 31, 2015	F		\$ <u><u>734,859.57</u></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	All American Turf	Cityworks Neptune Office, LLC	Sunniland Furniture Inc. Loan 1	Sunniland Furniture Inc. Loan 2	Sunniland Furniture Inc. Loan	Waterfront Sunsets
Balance on Loans, December 31, 2014	F-2	\$ 336,759.84	\$ 47,015.66	\$ 85,471.41	\$ 68,430.96	\$ 21,613.37	\$ 30,814.87		\$ 26,423.66	\$ 18,053.84	\$ 21,327.97		\$ 17,608.10
Increased by:													
Loans Granted		60,910.14						\$ 23,910.14				\$ 37,000.00	
Accrued Interest		4,924.54	688.50	1,623.27	163.67	315.18	839.80	241.17	358.52	17.44	55.31	621.68	
		<u>402,594.52</u>	<u>47,704.16</u>	<u>87,094.68</u>	<u>68,594.63</u>	<u>21,928.55</u>	<u>31,654.67</u>	<u>24,151.31</u>	<u>26,782.18</u>	<u>18,071.28</u>	<u>21,383.28</u>	<u>37,621.68</u>	<u>17,608.10</u>
Decreased by:													
Loan Payments Received	F-1/F-4	46,849.04	10,841.88	11,042.76			7,744.53	1,623.69	7,248.60	2,454.56		5,893.02	
Loan Refinanced		60,910.14					23,910.14			15,616.72	21,383.28		
		<u>107,759.18</u>	<u>10,841.88</u>	<u>11,042.76</u>	<u>-</u>	<u>-</u>	<u>31,654.67</u>	<u>1,623.69</u>	<u>7,248.60</u>	<u>18,071.28</u>	<u>21,383.28</u>	<u>5,893.02</u>	<u>-</u>
Balance, December 31, 2015	F	\$ <u>294,835.34</u>	\$ <u>36,862.28</u>	\$ <u>76,051.92</u>	\$ <u>68,594.63</u>	\$ <u>21,928.55</u>	\$ <u>-</u>	\$ <u>22,527.62</u>	\$ <u>19,533.58</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>31,728.66</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	09/01/15	04/04/13	01/01/09	08/01/07	02/01/2015	5/15/2003
Interest Rate			1.625%	2.0%	2.38%	4.125%	4.125%	4.125%	1.784%	2.38%	4.125%	2.38%	2.125%
Repayment Term - Years			10	10	7	9.67	10	4	5	7	10	10	10
Original Amount of Loan		\$ 676,801.23	\$ 100,000.00	\$ 100,000.00	\$ 71,661.63	\$ 20,145.83	\$ 100,000.00	\$ 23,910.14	\$ 34,785.50	\$ 52,035.89	\$ 37,262.24	\$ 37,000.00	100,000.00
Capitalized Interest		<u>68,261.49</u>	<u>7,334.50</u>	<u>4,579.05</u>	<u>6,202.80</u>	<u>3,906.52</u>	<u>21,291.47</u>	<u>241.17</u>	<u>1,057.43</u>	<u>4,402.66</u>	<u>6,671.95</u>	<u>621.68</u>	<u>11,952.26</u>
		745,062.72	107,334.50	104,579.05	77,864.43	24,052.35	121,291.47	24,151.31	35,842.93	56,438.55	43,934.19	37,621.68	111,952.26
Payments Made to Date on Loans		<u>450,227.38</u>	<u>70,472.22</u>	<u>28,527.13</u>	<u>9,269.80</u>	<u>2,123.80</u>	<u>121,291.47</u>	<u>1,623.69</u>	<u>16,309.35</u>	<u>56,438.55</u>	<u>43,934.19</u>	<u>5,893.02</u>	<u>94,344.16</u>
Balance on Loans, December 31, 2015	F-2	\$ <u>294,835.34</u>	\$ <u>36,862.28</u>	\$ <u>76,051.92</u>	\$ <u>68,594.63</u>	\$ <u>21,928.55</u>	\$ <u>-</u>	\$ <u>22,527.62</u>	\$ <u>19,533.58</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>31,728.66</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, 2014	F	\$ 74,438.77
Increased by:		
Accrued Interest		<u>959.73</u>
		75,398.50
Decreased by:		
Cash Receipts	F-1/F-4	<u>24,524.79</u>
Balance, December 31, 2015	F	\$ <u><u>50,873.71</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, 2014	F		\$ 674,622.99
Increased by:			
Loan and Interest Payments:			
Façade Loans	F-3	\$ 24,524.79	
Reciprocal Loans	F-2	46,849.04	
Late Fees	F-1	3,708.47	
Prepaid Interest	F-1	54.46	
Interest Income - Deposits	F-1	421.87	
		<u>75,558.63</u>	<u>75,558.63</u>
			750,181.62
Decreased by:			
Reserve for Encumbrances	F	250.00	
Grant Expenditures	F-1	15,322.05	
		<u>15,572.05</u>	<u>15,572.05</u>
Balance, December 31, 2015	F		\$ <u><u>734,609.57</u></u>

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH, NEW JERSEY

PUBLIC ASSISTANCE FUND
STATEMENT OF CASH - TREASURER

	<u>Ref.</u>	
Balance, December 31, 2014	G	\$ 19,736.78
Increased by:		
Interest Income		11.44
		<u>19,748.22</u>
Decreased by Disbursements:		
Transient		<u>133.28</u>
Balance, December 31, 2015	G	\$ <u><u>19,614.94</u></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, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2015</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>16,981,897.18</u>	<u>\$ 1,972,474.50</u>	<u>\$ 40,217.49</u>	<u>18,914,154.19</u>
	<u>\$ 40,531,560.56</u>	<u>\$ 1,972,474.50</u>	<u>\$ 40,217.49</u>	<u>\$ 42,463,817.57</u>
<u>Ref.</u>	I			I

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2015

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Tax Rate	<u>\$2.114</u>	<u>\$2.570</u>	<u>\$2.434</u>
Apportionment of Tax Rate			
Municipal	.795	.950	.878
County	.292	.361	.363
Local School	1.027	1.259	1.193
Assessed Valuation			
2015	\$3,508,485,290.00		
2014		\$2,807,307,280.00	
2013			\$2,902,760.800.00

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>
2015	\$77,963,065.62	\$76,716,484.87	98.40%
2014	76,074,398.36	74,850,831.49	98.39%
2013	74,566,991.55	73,151,035.70	98.10%

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 December 31</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2015	\$4,700.48	\$1,141,739.29	\$1,146,439.77	1.47%
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%

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>
2015	\$5,242,800.00
2014	5,242,800.00
2013	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>
2015	\$6,080,763.84	\$426,168.58	\$6,080,977.30
2014	5,779,011.42	524,909.99	5,877,533.02
2013	5,619,027.15	388,716.93	5,480,355.76

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>		
2015	\$3,130,200.46	\$2,400,000.00
2014	3,229,634.78	2,400,000.00
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
<u>Sewer Utility Fund</u>		
2015	\$4,806,652.02	\$0.00
2014	3,225,115.41	0.00
2013	1,652,162.11	96,399.17
2012	1,013,369.87	86,600.00
2011	431,264.06	80,800.00
<u>Marina Utility Fund</u>		
2015	\$113,061.57	\$75,000.00
2014	136,667.53	120,000.00
2013	189,485.42	180,000.00
2012	133,314.77	50,745.00
2011	142,139.89	43,391.00

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

	<u>Year 2015</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Issued</u>			
General Bonds, Notes and Loans	\$ 20,712,442.18	\$ 22,547,138.59	\$ 29,851,548.10
Sewer Utility Bonds, Notes and Loans	3,664,928.03	5,175,065.73	4,554,203.43
Marina Bonds, Notes and Loans	<u>1,821,369.00</u>	<u>2,824,369.00</u>	<u>2,145,369.00</u>
Total Debt Issued	<u>26,198,739.21</u>	<u>30,546,573.32</u>	<u>36,551,120.53</u>
<u>Authorized But Not Issued</u>			
General	5,303,880.46	3,838,879.64	902,995.00
Sewer Utility	950,250.00	250.00	250.00
Marina Utility	<u>597,900.00</u>	<u>25,000.00</u>	<u>-</u>
Total Authorized But Not Issued	<u>6,852,030.46</u>	<u>3,864,129.64</u>	<u>903,245.00</u>
Net Debt Issued and Authorized But Not Issued	<u>33,050,769.67</u>	<u>34,410,702.96</u>	<u>37,454,365.53</u>
Less:			
Funds Temporarily Held to Pay Bonds and Notes:			
General Capital Fund	256,034.29	263,308.61	49,116.68
Sewer Utility Fund	235.02	235.02	235.02
Marina Utility Fund	<u>-</u>	<u>-</u>	<u>-</u>
	<u>256,269.31</u>	<u>263,543.63</u>	<u>49,351.70</u>
Net Debt Issued and Authorized But Not Issued	\$ <u>32,794,500.36</u>	\$ <u>34,147,159.33</u>	\$ <u>37,405,013.83</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 0.726%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local District School Debt	\$ -	\$ -	\$ -
General Debt	26,016,322.64	256,034.29	25,760,288.35
Sewer Utility Debt	4,615,178.03	4,615,178.03	-
Marina Utility Debt	<u>2,419,269.00</u>	<u>2,419,269.00</u>	<u>-</u>
	<u>\$ 33,050,769.67</u>	<u>\$ 7,290,481.32</u>	<u>\$ 25,760,288.35</u>

Net Debt \$25,760,288.35 divided by Equalized Valuation basis per N.J.S.A. 40A:2-6 as amended \$3,547,270,006.67 = 0.726%.

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

3 1/2% of Equalized Valuation Basis	\$ 124,154,450.23
Net Debt	<u>25,760,288.35</u>
Remaining Borrowing Power	\$ <u>98,394,161.88</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	\$ 7,510,787.95
Deductions:	
Operating and Maintenance Costs	\$ 5,352,000.00
Debt Service per Sewer Account	<u>651,661.52</u>
	<u>6,003,661.52</u>
Excess in Revenue	\$ <u>1,507,126.43</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	\$ 635,270.04
Deductions:	
Operating and Maintenance Costs	\$ 133,031.16
Debt Service per Marina Account	<u>259,084.72</u>
	<u>392,115.88</u>
Excess in Revenue	\$ <u>243,154.16</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>
Mary Beth Jahn	Mayor
Kevin B. Mc Millan	Deputy Mayor
Dr. Michael Brantley	Committeeman
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, 2015

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 THE *UNIFORM GUIDANCE*

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 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, 2015. 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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and the Audit Requirements for Federal Awards (Uniform Guidance)*. Those standards and the *Uniform Guidance* 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, 2015.

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 the *Uniform Guidance* 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 the *Uniform Guidance*. 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
August 4, 2016

TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2015

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 Commerce:							
Pass-through programs from:							
State of New Jersey Department of Environmental Protection:							
Municipal Public Access Planning	100-042-4801-443-6130	11.419	02/23/15-07/23/16	\$ <u>15,000.00</u>	\$ _____	\$ _____	\$ _____
Total U.S. Department of Commerce				<u>15,000.00</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 -							
Community Facilities Plan	MP-CFE-2015-1335-397	14.269	01/20/15-04/20/16	35,000.00		24,606.25	24,606.25
Capital Improvement Plan - Strategic Plan	CIP-2015-1335-394	14.269	01/20/15-04/20/16	30,000.00		11,235.00	11,235.00
Land Development Ordinance	DS-2015-1335-201	14.269	01/20/15-04/20/16	50,000.00		2,565.00	2,565.00
County of Monmouth:							
Sidewalk Improvements	G-14-56-892-140-960	14.UNK	Open	<u>142,000.00</u>	<u>142,000.00</u>	<u>142,000.00</u>	<u>142,000.00</u>
Total U.S. Department of Housing and Urban Development				<u>257,000.00</u>	<u>142,000.00</u>	<u>180,406.25</u>	<u>180,406.25</u>
U.S. Department of Justice:							
Direct Programs:							
Bulletproof Vest Partnership	None	16.607	04/01/14-08/31/16	1,844.99	1,477.35		794.25
Bulletproof Vest Partnership	None	16.607	04/01/15-08/31/17	20,195.03			20,195.03
2014 JAG Law Enforcement Equipment Grant	2014-DJ-BX-0157	16.738	10/01/13-09/30/17	<u>59,448.00</u>	<u>59,448.00</u>	<u>38,975.00</u>	<u>59,448.00</u>
Total Direct Programs				<u>81,488.02</u>	<u>60,925.35</u>	<u>38,975.00</u>	<u>80,437.28</u>
Pass-through programs from:							
City of Asbury Park:							
Edward Byrne Memorial Justice Assistance	2015-DJ-BX-0589	16.738	10/01/15-09/30/16	<u>14,305.00</u>	_____	<u>8,394.00</u>	<u>8,394.00</u>
Total Pass-through Programs				<u>14,305.00</u>	_____	<u>8,394.00</u>	<u>8,394.00</u>
Total U.S. Department of Justice				<u>95,793.02</u>	<u>60,925.35</u>	<u>47,369.00</u>	<u>88,831.28</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, 2015

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 Transportation:							
Pass-through programs from:							
New Jersey Department of Transportation:							
Urban Gateway Program	078-6300-480	20.205	Open	32,000.00	26,820.08	640.61	26,714.08
Pedestrian Bicycle Enhancement	078-6300-480	20.205	Open	580,000.00		31,342.50	45,772.00
New Jersey Department of Law and Public Safety:							
2015 Distracted Driving Crackdown, U Drive, U Text, U Pay	066-1160-100-036	20.600	04/01/15-04/21/15	5,000.00	5,000.00	5,000.00	5,000.00
COPS in Shops - Summer Shore Initiative	066-1400-100-025	20.616	05/23/15-09/15/15	2,000.00	2,000.00	2,000.00	2,000.00
2014 Drive Sober or Get Pulled Over Year End Holiday Crackdown	066-1160-100-157	20.616	12/05/14-01/02/15	7,500.00	7,500.00	7,500.00	7,500.00
2015 Drive Sober or Get Pulled Over Statewide Labor Day Crackdown	066-1160-100-157	20.616	08/21/15-09/07/15	5,000.00	5,000.00	5,000.00	5,000.00
2015 Drive Sober or Get Pulled Over Year End Holiday Crackdown	066-1160-100-157	20.616	12/11/15-01/01/16	5,000.00			
Occupant Protection Grants:							
Click It or Ticket	066-1160-100-155	20.616	05/18/15-05/31/15	4,000.00	4,000.00	4,000.00	4,000.00
Hazardous Materials Emergency Preparedness							
Training and Planning Grants:							
HMEP Planning	066-1200-100-703	20.703	10/01/13-09/30/14	25,800.00	25,800.00	400.00	25,800.00
HMEP Training	066-1200-100-703	20.703	09/30/01-09/30/15	26,000.00		23,800.00	23,800.00
HMEP Planning	066-1200-100-703	20.703	09/30/01-09/30/15	26,900.00		26,899.48	26,899.48
Total U.S. Department of Transportation				719,200.00	76,120.08	106,582.59	172,485.56
U.S. Department of Environmental Protection:							
Direct Programs:							
Brownfield Assessment and Cleanup:							
Petroleum Assessment	BF- 96277216	66.818	10/01/15-09/30/18	200,000.00			
Hazardous Assessment	BF - 96277416	66.818	10/01/15-09/30/18	200,000.00			
Total U.S. Department of Environmental Protection				400,000.00			

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, 2015

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	01/01/14-12/31/14	25,000.00			25,000.00
Title III-B - Senior Citizens Grant	13-013	93.044	01/01/15-12/31/15	25,000.00		25,000.00	25,000.00
Total U.S. Department of Health and Human Services				<u>50,000.00</u>		<u>25,000.00</u>	<u>50,000.00</u>
U.S. Department of Homeland Security:							
Pass-through programs from:							
New Jersey Department of Law and Public Safety:							
Flood Mitigation - Concourse/Seaview Island	FMA-2010-004	97.029	10/10/10-08/01/16	430,176.75		46,911.88	46,911.88
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - Hurricane Sandy:							
Shark River Municipal Marina Building PW4542	066-1200-100-A92	97.036	Open	1,723,524.45		1,186,842.42	1,330,422.77
Shark River Municipal Marina Multi-Purpose Building	066-1200-100-A92	97.036	Open	482,298.18			4,950.00
FY 2015 Emergency Management Performance Grant	15-100-066-1200-726	97.042	07/01/15-06/30/16	7,000.00			
Hazard Mitigation Energy Allocation Initiative - Generator Project	FEMA-DR-4086-NJ-0148-R	97.039	12/18/14-12/18/17	85,000.00		67,000.00	67,000.00
Passed - through the County of Monmouth:							
Emergency Management Performance Grants:							
FY 2013 EMMA	066-1200-100-726	97.042	07/01/13-06/30/14	5,000.00	5,000.00		5,000.00
FY 2014 EMMA	066-1200-100-726	97.042	07/01/14-06/30/15	5,000.00	5,000.00	2,052.94	5,000.00
Total U.S. Department of Homeland Security				<u>2,737,999.38</u>	<u>10,000.00</u>	<u>1,302,807.24</u>	<u>1,459,284.65</u>
Total Federal Expenditures				<u>\$ 3,874,992.40</u>	<u>\$ 314,045.43</u>	<u>\$ 1,662,165.08</u>	<u>\$ 1,951,007.74</u>

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, 2015

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 Title 2 U.S. Code of Federal Regulation Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the schedule presents only a selected portion of the operations of the Township, it is not intended to and does not present the financial position or changes in fund balances of the Township.

Pass-through entity identifying numbers are presented where available. When state account numbers (State of New Jersey identifying number) are not included in the grant agreement, the State Schedule of Financial Assistance (GN06) is reviewed to obtain the State account numbers. If no funds were received in the fiscal year, the grant will not appear on the GN06. In these instances, other identifying numbers such as the grant agreement numbers are utilized if available.

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, 2015**

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
-------------------------------	-------	-----	---------	----

Significant deficiency identified not considered to be material weaknesses?	_____	Yes	___X___	No
---	-------	-----	---------	----

Noncompliance material to financial statements noted?	_____	Yes	___X___	No
---	-------	-----	---------	----

a) Federal Awards

Internal Control over major programs:

Material weakness identified?	_____	Yes	___X___	No
-------------------------------	-------	-----	---------	----

Significant deficiency identified not considered to be material weakness?	_____	Yes	<u>NONE REPORTED</u>	
---	-------	-----	----------------------	--

Type of auditors' report issued on compliance for major programs:			<u>Unmodified</u>
---	--	--	-------------------

Any audit findings disclosed that are required to be reported in accordance with 2 CFR, Section 200.516(a)?	_____	Yes	___X___	No
---	-------	-----	---------	----

Identification of major federal program:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>Grant Number</u>
97.036	Disaster Grants – Public Assistance (Presidentially Declared Disasters) – Hurricane Sandy	066-1200-100-A92

Dollar threshold used to distinguish between Type A and Type B Programs:	<u>\$750,000.00</u>
--	---------------------

Auditee qualified as a low-risk auditee?	_____	Yes	___X___	No
--	-------	-----	---------	----

TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)
FOR THE YEAR ENDED DECEMBER 31, 2015

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, 2015**

None reported.

**TOWNSHIP OF NEPTUNE
COUNTY OF MONMOUTH**

PART III

GENERAL COMMENTS

FOR THE YEAR ENDED DECEMBER 31, 2015

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:

Gables Sanitary Sewer Improvements
Construction of New Municipal Marina Building
Neptune Boulevard Sidewalk Improvements
Ocean Grove Boardwalk – North End Reconstruction
35 Yard Rear Load Refuse Packer

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, 2015, 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 12, 2015.

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>
2015	9
2014	14
2013	20

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, 2015

**TOWNSHIP OF NEPTUNE
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2015**

Other Matters

2015-01 **Finding:** Interfunds are reflected on the balance sheet of various funds at year end.

Recommendation: That all interfunds be liquidated prior to year.