

**TOWNSHIP OF ROCHELLE PARK**  
**County of Bergen, New Jersey**

**NJ Comprehensive Annual Financial Report**  
**Year Ended December 31, 2014**  
**(With Independent Auditors' Reports Thereon)**

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

NJ Comprehensive Annual Financial Report

Introductory Section

**TOWNSHIP OF ROCHELLE PARK  
ROSTER OF OFFICIALS**

Name	Title	Term	
		From	To
<b>GENERAL ADMINISTRATION</b>			
Frank Valenzuela	Mayor and Committee Chair	01/01/12	12/31/14
Kenneth (Jay) Kovalcik	Deputy Mayor and Committee Vice-Chair	01/01/14	12/31/16
Joseph Scarpa	Committeeman	01/01/12	12/31/14
Jayme Ouellette	Committeewoman	01/01/13	12/31/15
Maichael Kazimir	Committeeman	01/01/13	12/31/15
Robert Davidson	Administrator	10/01/12	09/30/15
Elizabeth Kroll	Municipal Clerk	09/01/14	09/01/17
Denise Baragona	Deputy Municipal Clerk		
	Secretary to Board of Health	08/01/14	12/31/15
Roy Riggitano	Chief Financial Officer		Tenured
	Treasurer		
	Tax Collector		Tenured
Elizabeth Kroll	Tax Search Officer		
Carol Piazza	Deputy Tax Collector		
	Assistant to Chief Financial Officer		
Katherine Baccala	Registrar of Vital Statistics	01/01/13	12/31/15
	Deputy Registrar of Vital Statistics		
Joseph Rotolo, Esq.	Township Attorney	01/01/14	12/31/14
Rogut McCarthy & Troy LLC	Bond Counsel	01/01/14	12/31/14
James Tighe	Tax Assessor		Tenured
Kenneth G.B. Job	Township Engineer	01/01/14	12/31/14
Di Maria & Di Maria LLP	Township Auditor	01/01/14	12/31/14
Professional Insurance Associates, Inc.	Risk Management Consultants	01/01/14	12/31/14
Robert Flannelly	Chief of Police		
Peter Donatello	Emergency Management Coordinator	01/01/13	12/31/15
Sal Antista	Deputy Emergency Management Coordinator	01/01/13	12/31/15
Roy McGeady, Esq.	Municipal Court Judge	01/01/12	12/31/14
Lynda Lasini	Municipal Court Administrator		Tenured
	Deputy Court Administrator		
Brian Giblin, Esq.	Prosecutor	01/01/14	12/31/14
Mark DiPisa	Public Defender	01/01/14	12/31/14
Nicholas Melfi	Construction Code Official		
Albert Reiner	Building Sub-Code Official		
Michael Dalessio	Electrical Sub-Code Official		
Michael O'Connell	Plumbing Sub-Code Official	06/30/14	06/30/15
Joseph Cariddi	Fire Sub-Code Official	02/16/11	12/31/14
Darryl DeMott	Fire Official	01/01/14	12/31/14
Dr. Paul Keshishian	Board of Health Physician	01/01/12	12/31/14
James Schmunk	DPW Superintendent		
Roland Jacobsen	Recycling Coordinator		

**TOWNSHIP OF ROCHELLE PARK  
ROSTER OF OFFICIALS**

Name	Title	Term	
		From	To
<u>PLANNING BOARD</u>			
Frank Valenzuela	Member - Class I	01/01/14	12/31/14
Richard Zavinsky	Member - Class II	01/01/14	12/31/14
Michael Kazmir	Member - Class III	01/01/14	12/31/14
Edward Kaniewski	Member - Class IV - Chariman	01/01/13	12/31/16
Margaret Collins	Member - Class IV	01/01/13	12/31/16
David Kingma	Member - Class IV - Vice Chairman	01/01/12	12/31/15
Sal Viola	Member - Class IV	01/01/14	12/31/17
Frank Madden	Member - Class IV - Secretary	08/01/14	12/31/17
Christine Mueller	Member - Class IV	01/01/12	12/31/15
Unfilled	Alternate		
Anthony Gallina, Esq.	Attorney	01/01/14	12/31/14
<u>ZONING BOARD</u>			
William Coleman	Chairman	01/01/12	12/31/14
Katherine Baccala	Secretary		
Jason Quinn	Member	01/01/12	12/31/14
Nancy Croot	Member	01/01/12	12/31/15
Patrick Sheehan	Member - Co-Chariman	01/01/12	12/31/15
Sergio Gonzalez	Member	01/01/12	12/31/14
Scott Den Bleyker	Member	01/01/12	12/31/15
Nicholas LiBassi	Member	01/01/13	12/31/15
Anthony Gallina, Esq.	Attorney	01/01/13	12/31/14
<u>COMMUNITY DEVELOPMENT COMMITTEE</u>			
Robert Davidson	Representative	07/01/14	06/30/15
Elizabeth Kroll	Alternate	07/01/14	06/30/15
<u>CONSTABLES</u>			
Robert Hager	Member	01/01/12	12/31/14
Salvator Viola	Member	01/01/12	12/31/14
Henry Borntrager	Member	01/01/13	12/31/15
Don Ferlando	Member	01/01/13	12/31/15
<u>RECREATION COMMITTEE</u>			
Frank Ulloa	Chariman	01/01/13	12/31/15
Bert Sneyer	Member - Secretary	01/01/14	12/31/16
Davia Valenzuela	Member	01/01/14	12/31/16
Monica Scully	Member	01/01/14	12/31/16
Regina Reczkowski	Member	01/01/13	12/31/15
Edna Salcedo	Member	01/01/13	12/31/15
Cassandra Cassese-Behler	Member	01/01/11	12/31/14
Michael Degelman	Member	01/01/11	12/31/14
Peter Ouellette	Alternate	01/01/13	12/31/14
Walter Houghton	Alternate	01/01/13	12/31/14

TOWNSHIP OF ROCHELLE PARK  
NJ Comprehensive Annual Financial Report  
Financial Section

# *Di Maria & Di Maria LLP*

*Accountants & Consultants*

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245 Union Street  
Lodi, New Jersey 07644  
Voice 973.779.6890  
Facsimile 973.779.6891

Independent Auditors' Report

Honorable Mayor and Members of the Township Committee  
Township of Rochelle Park, County of Bergen, New Jersey

## Report on the Financial Statements

We have audited the accompanying balance sheets - *regulatory basis* - of the various funds and account group of the Township of Rochelle Park, in the County of Bergen (the "Township") as of and for the years ended December 31, 2014 and 2013, the related statement of operations and changes in fund balance - *regulatory basis* - for the years then ended, and the related statement of revenues - *regulatory basis* - and statement of expenditures - *regulatory basis* - of the various funds for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the foregoing table of contents.

## Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Independent Auditors' Report (Continued)

Auditors' Responsibility

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

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

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

Independent Auditors' Report (Continued)

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

As described in Note 1, these financial statements have been prepared on the basis of the financial reporting provisions prescribed by the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Basis for Qualified Opinion on Regulatory Basis of Accounting

As described in Note 11 of the financial statements, the Township participates in a Length of Service Award Program ("LOSAP") for its volunteer fire and rescue personnel. The amount reflected in the trust fund statements of \$446,759 and \$412,192 for 2014 and 2013 respectively were not audited and, therefore, we express no opinion on the LOSAP program.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in the "*Basis for Qualified Opinion on Regulatory Basis of Accounting*" paragraph, the financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets and account group as of December 31, 2014 and 2013, the regulatory basis statements of operations for the years then ended and the regulatory basis statements of revenues and expenditures for the year ended December 31, 2014 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Independent Auditors' Report (Continued)

Other Matters

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplemental information listed in the table of contents and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedules of expenditures of federal awards and the schedule of expenditures of state financial assistance, as required by the U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*; and New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, respectively, are presented for purposes of additional analysis and are not a required part of the financial statements.

The supplemental information and schedules listed above are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information and schedules listed in the table of contents, the schedules of expenditures of federal awards, and the schedule of expenditures of state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The letter of comments and recommendations section has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Independent Auditors' Report (Continued)

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2015 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank DiMaria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

May 31, 2015

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

A-1

	Current Fund	Federal and State Grant Fund	Trust Fund	General Capital Fund	Fixed Asset Account Group	Totals	
						2014	2013
<b>ASSETS AND OTHER DEBITS</b>							
Cash	\$ 4,084,871	\$ 95,696	\$ 1,178,974	\$ 986,272	\$ -	\$ 6,345,813	\$ 6,989,565
Deferred Compensation Assets	-	-	446,759	-	-	446,759	412,192
Interfunds Receivable	2,768	-	-	-	-	2,768	467,591
Intergovernmental Receivable	-	118,054	-	272,149	-	390,203	261,260
Accounts Receivable	196,509	-	-	-	-	196,509	175,980
Deferred Charges	222,000	-	-	11,611,200	-	11,833,200	11,984,200
Other Assets	93,836	-	-	-	-	93,836	162,086
Fixed Assets	-	-	-	-	9,682,778	9,682,778	9,376,810
<b>Total Assets and Other Debits</b>	<b>\$ 4,599,984</b>	<b>\$ 213,750</b>	<b>\$ 1,625,733</b>	<b>\$ 12,869,621</b>	<b>\$ 9,682,778</b>	<b>\$ 28,991,866</b>	<b>\$ 29,829,684</b>
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>							
Accounts/Contracts Payable	\$ -	\$ 30,781	\$ -	\$ 134,537	\$ -	\$ 165,318	\$ 109,324
Interfunds Payable	-	-	2,200	568	-	2,768	467,591
Deferred Revenues	-	182,969	-	-	-	182,969	189,820
Other Liabilities and Reserves	917,512	-	1,623,533	36,149	-	2,577,194	3,039,703
Improvement Authorizations	-	-	-	1,549,076	-	1,549,076	2,731,843
Intergovernmental Payable	19,005	-	-	-	-	19,005	2,750
Serial Bonds Payable	-	-	-	8,500,000	-	8,500,000	9,300,000
Bond Anticipation Notes Payable	-	-	-	1,783,000	-	1,783,000	950,000
Reserve for Receivables and Other Assets	199,277	-	-	-	-	199,277	185,340
Reserve for Investment in Fixed Assets	-	-	-	-	9,682,778	9,682,778	9,376,810
Fund Balance	3,464,190	-	-	866,291	-	4,330,481	3,476,503
<b>Total Liabilities, Reserves and Fund Balance</b>	<b>\$ 4,599,984</b>	<b>\$ 213,750</b>	<b>\$ 1,625,733</b>	<b>\$ 12,869,621</b>	<b>\$ 9,682,778</b>	<b>\$ 28,991,866</b>	<b>\$ 29,829,684</b>

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

**TOWNSHIP OF ROCHELLE PARK**  
**CURRENT FUND**  
**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE -- REGULATORY BASIS**  
**FOR THE YEARS ENDED DECEMBER 31, 2014**

	<u>2014</u>
<u>REVENUES AND OTHER CREDITS TO INCOME</u>	
Revenues:	
Fund Balance Anticipated	\$ 544,143
Miscellaneous Revenues	2,332,727
Receipts from Delinquent Taxes	138,388
Amount to be Raised by Taxation	8,907,454
Total Revenues	<u>11,922,712</u>
Other Credits to Income	13,456,485
Total Revenues and Other Credits to Income	<u>\$ 25,379,197</u>
 <u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>	
Expenditures:	
Within "CAPS":	
Operations:	
Salaries and Wages	\$ 4,435,356
Other Expenses	3,482,045
Deferred Charges and Statutory Expenditures	970,174
Excluded From "CAPS":	
Operations:	
Salaries and Wages	-
Other Expenses	900,138
Capital Improvements	30,000
Municipal Debt Service	1,060,030
Deferred Charges	184,636
Local School Purposes	97,772
Reserve for Uncollected Taxes	557,000
Total Expenditures	<u>11,717,151</u>
Other Charges to Income	13,019,071
Total Expenditures and Charges to Income	<u>\$ 24,736,222</u>
Excess in Revenue	642,975
Expenditures Included Above Which Are by Statute Deferred Charges to Budget of Succeeding Year	<u>-</u>
Statutory Excess to Fund Balance	642,975
Fund Balance, January 1	<u>3,365,358</u>
	4,008,333
Decreased by:	
Utilization as Anticipated Revenue	544,143
Fund Balance, December 31	<u><u>\$ 3,464,190</u></u>

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND**

**STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - BUDGET AND ACTUAL -- REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2014**

	Budget as Modified	Actual	Variance
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Fund Balance Anticipated	\$ 544,143	\$ 544,143	\$ -
Miscellaneous Revenues	2,468,802	2,332,727	(136,075)
Receipts from Delinquent Taxes	166,000	138,388	(27,612)
Amount to be Raised by Taxation	8,538,206	8,907,454	369,248
Total Revenues	11,717,151	11,922,712	205,561
Other Credits to Income	12,749,881	13,456,485	706,604
Total Revenues and Other Credits to Income	<u>\$ 24,467,032</u>	<u>\$ 25,379,197</u>	<u>\$ 912,165</u>
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 4,435,356	\$ 4,435,356	\$ -
Other Expenses	3,482,045	3,482,045	-
Deferred Charges and Statutory Expenditures	970,174	970,174	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	-	-	-
Other Expenses	900,138	900,138	-
Capital Improvements	30,000	30,000	-
Municipal Debt Service	1,060,030	1,060,030	-
Deferred Charges	184,636	184,636	-
Local School Purposes	97,772	97,772	-
Reserve for Uncollected Taxes	557,000	557,000	-
Total Expenditures	11,717,151	11,717,151	-
Other Charges to Income	12,749,881	13,019,071	269,190
Total Expenditures and Charges to Income	<u>\$ 24,467,032</u>	<u>\$ 24,736,222</u>	<u>\$ 269,190</u>
Excess in Revenue		642,975	
Expenditures Included Above Which Are by Statute Deferred Charges to Budget of Succeeding Year		-	
Statutory Excess to Fund Balance		642,975	
Fund Balance, January 1		3,365,358	
		\$ 4,008,333	
Decreased by:			
Utilization as Anticipated Revenue		544,143	
Fund Balance, December 31		<u>\$ 3,464,190</u>	

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

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**Note 1 - Reporting Entity, Organization and Function**

A. Introduction

The Township of Rochelle Park (the "Township") operates under an elected Township Committee form of government in the State of New Jersey and is located within the County of Bergen, located approximately 10 miles west of the City of New York. The Township's population according to the 2010 census is 5,530.

The Township was incorporated in 1871 and operates under a five member Board of Commission form of government. The mayor is selected by the Board. The Township operates on a calendar fiscal year, January 1 to December 31.

The municipal budget includes the following generally stated municipal services:

- General Government Functions
- Land Use Administration Functions
- Public Safety Functions
- Health and Human Service Functions
- Park and Recreation Functions
- Educational Functions
- Code Enforcement Functions
- Municipal Court Functions
- Capital Improvements
- Debt Service

B. Basis of Accounting

A modified accrual basis of accounting is followed with minor exceptions. Accounting principles prescribed for New Jersey municipalities by the Department of Community Affairs, Division of Local Government Services differ in certain respects from generally accepted accounting principles applicable to local government units.

C. Component Units

The financial statements of the component units of the municipality are not presented in accordance with Governmental Accounting Standards Board Statement No. 14 as amended by Statement No. 61.

The Township has no component units as described above.

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

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**Note 2 - Summary of Significant Accounting Policies**

The financial statements contain all applicable funds and account groups in accordance with the "Requirements of Audit" and the "N.J. Comprehensive Annual Financial Report" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the municipality accounts for its financial transactions through the following separate funds which differs from the funds required by generally accepted accounting principles (GAAP).

**A. Funds and Account Groups**

The accounts are organized into the following funds and account groups:

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

Federal and State Grant Fund - The Federal and State Grant Fund accounts for the budgeted and unbudgeted revenue/receipt, expenditure/disbursement of federal and state grants which qualify for accounting treatment more closely related to GAAP.

Trust Fund - The various Trust Funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund - The General Capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. It is also the only fund, other than the Current Fund, that possesses the statutory authority to issue debt.

General Fixed Asset Account Group - The General Fixed Asset Account Group accounts for Township owned real and personal property in accordance with N.J.A.C. 5:30-5.6.

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

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

B. Budgets and Budgetary Accounting

The municipality must adopt an annual budget in accordance with N.J.S.A. 40A:4 et al. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten (10) days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight (28) days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the municipality's financial statements.

C. Cash and Investments

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

The cash management plan adopted by the municipality requires that funds be deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires government units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units. All certificates of deposit are recorded as cash regardless of date of maturity.

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

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

D. Interfunds

Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

E. Inventories of Supplies

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

F. General Fixed Assets

Property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Accounting for Governmental Fixed Assets, as promulgated by N.J.A.C. 5:30-5.6 differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the statute. Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation on general fixed assets is recorded in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. Fixed assets acquired through grants-in-aid or contributed capital have not been accounted for separately.

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

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

G. Foreclosed Property

Foreclosed property is recorded in the Current Fund at the assessed value when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Asset Account Group. If such property is converted to a municipal use, it will be capitalized in the General Fixed Asset Account Group. GAAP requires property to be recorded in the General Fixed Asset Account Group at the market value at the time of acquisition.

H. Deferred Charges

The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et al. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

I. Appropriation Reserves

Appropriation reserves covering unexpended appropriation balances are automatically created at year end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriation Reserves are not established under GAAP.

J. Liens Sold for Other Governmental Units

Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

K. Fund Balance

Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

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

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

L. Revenues

Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized as and when anticipated as such in the Township's budget. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP generally requires that grant revenues be recognized when the actual expenditures financed by the grant are made.

M. Property Tax Revenues

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with the statutes. The amount of taxes levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the entities that follow. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. GAAP requires such revenue to be recognized when available and measurable reduced by an allowance for doubtful accounts.

N. School Taxes

The municipality is responsible for levying, collecting and remitting school taxes for the Local School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30. GAAP would require the recording of a deferred revenue.

O. County Taxes

The municipality is responsible for levying, collecting and remitting county taxes for the County. Operations are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations are charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

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

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

P. Reserve for Uncollected Taxes

The inclusion of the "Reserve for Uncollected Taxes" appropriation in the municipality's annual budget protects from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Q. Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at December 31, are recorded as a cash liability. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on long term debt which is recognized when due.

R. Compensated Absences and Postemployment Benefits

Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis. GAAP requires that the amount that would normally be liquidated with expendable financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as long term obligations.

S. Total Columns on Combined Statements

Total columns are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

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

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**Note 2 - Summary of Significant Accounting Policies (Continued)**

T. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

U. Recent Accounting Pronouncements Not Yet Effective

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 68 "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27". This statement, which is effective for fiscal periods beginning after June 15, 2014, will not have any effect on the Borough's financial reporting. However, the provisions of this statement will require significant modifications to the disclosure requirements related to the entity's proportionate share of the cost-sharing defined benefit plans reported at the State of New Jersey level.

In November 2013, Governmental Accounting Standards Board (GASB) issued Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68". The provisions of this statement are required to be applied simultaneously with the provisions of Statement 68 which is effective for periods beginning after June 15, 2014. The provisions of this statement will require significant modifications to the disclosure requirements related to the entity's proportionate share of the cost-sharing defined benefit plans reported at the State of New Jersey level.

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

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**Note 3 - Cash and Cash Equivalents**

Change funds, petty cash, cash in banks, certificates of deposit and funds on deposit with the New Jersey Cash Management Fund are considered cash and cash equivalents.

A. Deposits

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

All bank deposits as of the balance sheet date are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Protection Act.

At December 31, the municipality's deposits are summarized as follows:

<u>Year</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>
2014	\$ 6,418,097	\$ 6,345,813

B. New Jersey Cash Management Fund

The State of New Jersey Cash Management Fund is managed by the State of New Jersey, Division of Investment under the Department of Treasury. It consists of U.S. Treasury obligations, government agency obligations, certificates of deposit and commercial paper. At December 31, 2014 the municipality did not have any cash deposited with the New Jersey Cash Management Fund.

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

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**Note 4 - Investments**

New Jersey Statutes permit the municipality to purchase the following types of securities for investment:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States of America.
- b. Government Money Market Mutual Funds.
- c. Any obligation that a federal agency or federal instrumentality has issued, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest.
- d. Bonds or other obligations of municipalities or bonds or other obligations of school districts.
- e. Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.
- f. Local government investment pools.
- g. Agreement for the repurchase of fully collateralized securities, if transacted in accordance with N.J.S.A. 40A:5-15.1(8a-8e).

No investments were held as of December 31, 2014.

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

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**Note 5 - Fixed Assets**

The following is a summary of general fixed asset additions, deletions and adjustments:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Ending Balance</u>
Land	\$ 1,997,800	\$ 21,703	\$ -	\$ -	\$ 2,019,503
Buildings and Improvements	3,952,000	-	-	-	3,952,000
Equipment	945,025	150,997	(3,625)	-	1,092,397
Vehicles	2,481,985	291,393	(154,500)	-	2,618,878
	<u>\$ 9,376,810</u>	<u>\$ 464,093</u>	<u>\$ (158,125)</u>	<u>\$ -</u>	<u>\$ 9,682,778</u>

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

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**Note 6 - Municipal Debt**

A. Types of Municipal Debt

Capital Debt

The "Local Bond Law" of New Jersey Statutes governs the issuance of bonds and notes to finance capital expenditures, and are permitted only from the General Capital Fund. Bonds and Notes are backed by the full faith and credit of the municipality. Capital projects financed under the Local Bond Law must have a minimum useful life of five years.

Bond Anticipated Notes - Bond Anticipation Note ("BANs") are issued to temporarily finance projects prior to the issuance of permanent bonds. Generally, the term of BANs can not exceed one year, but may be renewed from time to time for periods not exceeding one year, and ultimately paid or permanently financed no later than the first day of the fifth month following the close of the tenth fiscal year following the original issue date of the BAN. New Jersey Statutes require that on or before the third anniversary date of the original BAN issue date, an amount at least equal to the first legally payable installment must be paid towards the BAN upon each renewal until permanently funded or retired.

Bonds - Bonds issued are retired in serial installments within statutory periods of usefulness. New Jersey Statutes limit installment increments unless approval for a non-conforming maturity schedule is approved by the Local Finance Board.

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

\$5,560,000 - General Obligation Bonds Series 2001 issued 7/15/2001 payable in annual installments through 7/15/2018. Interest is paid semi-annually at varying rates per annum. The balance remaining on this issue as of December 31, 2014 is \$1,600,000.

\$8,025,000 - General Obligation Bonds Series 2012 issued 2/15/2012 payable in annual installments through 8/15/2026. Interest is paid semi-annually at varying rates from 2.00% to 2.375% per annum. The balance remaining on this issue as of December 31, 2014 is \$6,900,000.

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

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**Note 6 - Municipal Debt (Continued)**

B. Comparative Summary of Debt and Remaining Borrowing Power

The following comparative information summarizes the statutory debt calculations of the municipality as reported on the municipality's Annual Debt Statement.

	<u>2014</u>
Issued:	
General Bonds and Notes (Including School)	17,451,000
	<u>\$ 17,451,000</u>
Authorized but not Issued:	
General Bonds and Notes	\$ 1,328,200
	<u>1,328,200</u>
Gross Debt	\$ 18,779,200
	<u>18,779,200</u>
Deductions	\$ 7,189,000
	<u>7,189,000</u>
Net Debt	<u>\$ 11,590,200</u>
Equalized Valuation Basis	\$ 950,225,414
Statutory Net Debt Percentage	1.22%
3-1/2% of Equalized Valuation Basis	\$ 33,257,889
Remaining Borrowing Power	\$ 21,667,689

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

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**Note 6 - Municipal Debt (Continued)**

C. Long-Term Bonded Debt Service Requirements to Maturity

The annual debt service requirement for long-term obligations requirements to maturity, including principal and interest as of December 31, 2014 are as follows:

Calendar Year	7/15/01 General Improvement Bonds		2/15/12 General Improvement Bonds	
	Principal	Interest	Principal	Interest
2015	400,000	73,700	425,000	146,750
2016	400,000	55,300	450,000	138,250
2017	400,000	36,900	475,000	129,250
2018	400,000	18,500	500,000	119,750
2019	-	-	525,000	109,750
2020	-	-	550,000	99,250
2021	-	-	575,000	88,250
2022	-	-	600,000	76,750
2023	-	-	700,000	64,750
2024	-	-	700,000	49,000
2025	-	-	700,000	33,250
2026	-	-	700,000	16,625
	<b>\$ 1,600,000</b>	<b>\$ 184,400</b>	<b>\$ 6,900,000</b>	<b>\$ 1,071,625</b>

  

	Total	
	Principal	Interest
2015	825,000	220,450
2016	850,000	193,550
2017	875,000	166,150
2018	900,000	138,250
2019	525,000	109,750
2020	550,000	99,250
2021	575,000	88,250
2022	600,000	76,750
2023	700,000	64,750
2024	700,000	49,000
2025	700,000	33,250
2026	700,000	16,625
	<b>\$ 8,500,000</b>	<b>\$ 1,256,025</b>

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

**Note 6 - Municipal Debt (Continued)**

D. Summary of Changes in Municipal Debt

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

	Beginning Balance	Issued	Retired	Ending Balance
<b>Short-Term Debt:</b>				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Bond Anticipation Notes	950,000	1,783,000	(950,000)	1,783,000
Emergency Notes	-	-	-	-
	<u>\$ 950,000</u>	<u>\$ 1,783,000</u>	<u>\$ (950,000)</u>	<u>\$ 1,783,000</u>
<b>Long-Term Debt:</b>				
Serial Bonds	\$ 9,300,000	\$ -	\$ (800,000)	\$ 8,500,000
Loan Payable	-	-	-	-
Authorized but not Issued	1,366,200	795,000	(833,000)	1,328,200
	<u>\$ 10,666,200</u>	<u>\$ 795,000</u>	<u>\$ (1,633,000)</u>	<u>\$ 9,828,200</u>
	<u>\$ 11,616,200</u>	<u>\$ 2,578,000</u>	<u>\$ (2,583,000)</u>	<u>\$ 11,611,200</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
<b>Short-Term Debt:</b>			
Tax Anticipation Notes	\$ -	\$ -	-
Bond Anticipation Notes	1,783,000	1,783,000	-
Emergency Notes	-	-	-
	<u>\$ 1,783,000</u>	<u>\$ 1,783,000</u>	<u>\$ -</u>
<b>Long-Term Debt:</b>			
Serial Bonds	\$ 8,500,000	\$ 825,000	\$ 7,675,000
Loan Payable	-	-	-
Authorized but not Issued	1,328,200	-	1,328,200
	<u>\$ 9,828,200</u>	<u>\$ 825,000</u>	<u>\$ 9,003,200</u>
	<u>\$ 11,611,200</u>	<u>\$ 2,608,000</u>	<u>\$ 9,003,200</u>

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

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**Note 7 - Risk Management**

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township has obtained insurance coverage to guard against these events which will provide minimum exposure to the Township should they occur. The Township is a member of the South Bergen Municipal Joint Insurance Fund (SBJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment and worker's compensation. The SBJIF and MEL coverage amounts are on file with the Township. The relationship between the Township and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Township is contractually obligated to make all annual and supplementary contributions to insurance, to report claims on a timely basis, cooperate with the management of the Fund, its claims investigation and settlement, and to follow risk management procedures as outlined by the insurance pools. Members have a contractual obligation to fund any deficit of the insurance fund attributable to a membership year during which they were a member. The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and preventive procedures to be followed by the members. There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years. Contributions to the Funds, including a reserve for contingencies, are payable in four installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the State of New Jersey provides the administration of payments to former employees of the Township. The Township is billed quarterly for benefits paid to former employees. A separate dedicated unemployment Trust account is not maintained. Unemployment expenditures are charged against Current fund budget appropriations under the title "Unemployment Compensation".

Unemployment expenditures for the past 3 years are as follows:

CY2014 - \$280

CY2013 - \$ 29

CY2012 - \$ 53

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

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**Note 8 - Interfunds**

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

	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current Fund	\$ 2,768	\$ -
Trust Fund	-	2,200
General Capital Fund	-	568
	<u>\$ 2,768</u>	<u>\$ 2,768</u>

Interfund balances are comprised of the following:

The Trust Fund (Net Payroll) owes the Current Fund \$2,200 for operating cash advances. The General Capital Fund owes the Current Fund December interest not yet turned over. It is anticipated that all interfunds will be liquidated during the subsequent fiscal year.

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

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**Note 9 - Deferred Charges to be Raised in Succeeding Budgets**

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

	<u>Balance</u> <u>December 31,</u>	<u>Appropriated in</u> <u>Subsequent</u> <u>Year's Budget</u>	<u>Balance to</u> <u>Succeeding</u>
Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations	-	-	-
Special Emergency			
Authorizations (40A:4-53) - Hurricane Irene	222,000	111,000	111,000
	<u>\$ 222,000</u>	<u>\$ 111,000</u>	<u>\$ 111,000</u>

**Note 10 - Retirement Plans**

**Description of Plans**

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

**Public Employees' Retirement System**

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

**Police and Fireman's Retirement System**

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

**Defined Contribution Retirement Program**

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

**Funding Policy**

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provided for employee contributions of 6.78% through June 30, 2014 and 6.92% thereafter of employee's annual compensation, as defined. Employers are required to contribute to an actuarially determined rate in PERS. The current PERS rate is 10.6% of covered payroll. The Township's contributions to PERS for the years ended December 31, 2014, and 2013 were \$129,933, and \$111,853 respectively.

The contribution policy for the PFRS is set by N.J.S.A. 43:16 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PFRS provides for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate. The Township's contributions to PFRS for the years ended December 31, 2014, and 2013 were \$577,946, and \$636,655 respectively.

Eligible PERS or TPAF members are enrolled in the DCRP when the annual salary exceeds the maximum compensation limit. This may occur either:

Upon enrollment into the PERS or TPAF when an annual base salary is reported on the Enrollment Application that will exceed the maximum compensation; or when a PERS or TPAF member's annual salary is increased to where it will exceed the maximum compensation and it is reported by the employer to the Division of Pensions and Benefits (either by directly contacting the Division, or when submitted by the employer on the Quarterly Report of Contributions). When enrolled in the DCRP, members contribute 5.5% of the base salary in excess of the maximum compensation limit to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pensions and Benefits. Member contributions are matched by a 3% employer contribution based on the salary in excess of the maximum compensation limit. The Township's contributions to DCRP for the years ended December 31, 2014, and 2013 were \$0, and \$0 respectively.

It is important that an employer enroll a DCRP eligible PERS or TPAF member as soon as it is known that the employee's annual salary will exceed the maximum compensation, so that the DCRP account can be established in advance of collection of any required contributions.

**Note 10 - Retirement Plans (Continued)**

**Significant Legislation**

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

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

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

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

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

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of the PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

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

**Note 10 - Retirement Plans (Continued)**

**Funded Status and Funding Progress (GASB 67)**

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

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

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

**Actuarial Methods and Assumptions**

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

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

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**Note 11 - Deferred Compensation Plan**

A. Description

The Township offers its qualifying volunteers participation in a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is administered by an outside contractor, permits participants to defer a portion of their Township contributions on behalf of volunteers until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency.

All amounts deferred under the plan and all income attributable to those amounts are (until paid or made available to the employee or other beneficiary) solely the property and rights of the Township's subject only to the claims of the Township's general creditors. Participants' rights under the plan are equal to those of general creditors of the Township in an equal amount to the fair value of the deferred account for each participant.

It is the opinion of the Township's legal counsel that the Township has no liability for losses under the plan. Under the plan, participants select investments from alternatives offered by the plan administrators, who manages the plan on behalf of the Township. Investment selection by the participants may change from time to time, as the Township manages none of the investment selections. By making the selection, participants accept and assume all risks that adhere in the plan and its administration.

Information pertaining to the plan offered by the Township is as follows:

Lincoln National Life Insurance Co.

This plan administers Township contributions towards its Volunteer Length of Service Award Program (LOSAP). Activity for the year ended December 31, 2014 is as follows:

Assets, Beginning of Year (Market Value)	\$ 412,192
Township Contribution	17,850
Earnings and Adjustments to Market Value	32,261
Payments to Eligible Employees	(13,994)
Charges and Credits	<u>(1,550)</u>
Assets, Ending of Year (Market Value)	<u>\$ 446,759</u>

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

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**Note 12 - Other Post Employment Benefits**

A. Compensated Absences

All employees are permitted to carry over 1 week of unused vacation days per year. In accordance with accounting practices prescribed by the Division of Local Government Services, this amount is not recorded as either an expenditure or a liability. The Township approximates this liability at December 31, 2014 to be \$110,000.

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

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**Note 12 - Other Post Employment Benefits (Continued)**

B. Health Care Benefits

The Township provides, at its cost, post-employment health care benefits in accordance with the provisions of Chapter 88, P.L. 1974 as amended by Chapter 436, P.L. 1981 which permits local public employers to pay the premium charges for certain eligible pensioners and their dependents and to reimburse Part B Medicare premiums for such retirees and their spouses covered by the New Jersey State Health Benefits Program.

Plan Description: The Township of Rochelle Park contributes to the State Health Benefits Program ("SHBP"), a cost-sharing, multiple-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. The SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. In 1981, the Township of Rochelle Park authorized participation in the SHBP's post-retirement benefit program.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at <http://www.state.nj.us/treasury/pensions/pdf/financial/gasb-43-july2013.pdf>.

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Township of Rochelle Park on a monthly basis. The 2014 rates charged by the system for each medical coverage category ranged from \$486.32 to \$2,844.40 per month.

The Township of Rochelle Park's contributions to SHBP paid for the year ended December 31, 2014 for all bargaining units noted was approximately \$378,000, which equaled the required contributions for the year. There were approximately 22 retired participants eligible at December 31, 2014.

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

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**Note 12 - Other Post Employment Benefits (Continued)**

B. Health Care Benefits (Continued)

Eligibility for participation in the SHBP post-retirement benefit program by collective bargaining unit are as follows:

Teamsters Local 97 of NJ - Department of Public Works

Employees with at least twenty five (25) years of full-time service with the Township of Rochelle Park and are at least 55 years of age are entitled to receive continued health care coverage up to the qualifying age for Medicare. No dental, prescription or disability coverage will be continued. The health care insurance shall be for the retired employee and their spouse. Employees who retire after twenty-five (25) years of service who obtain employment after retiring from the Township, and who subsequently are offered medical insurance by their new employer, regardless of coverage and/or cost, are obligated to avail themselves of such coverage and notify the Township who will no longer be obligated to provide continued health coverage while the said retiree is so employed and receiving health care coverage from said employer. If the said employment after retirement is terminated then the Township will reinstitute coverage within sixty (60) days of notification.

Upon reaching Medicare age, Medicare becomes the individual's primary coverage and the employer's continued coverage becomes secondary. Retirees will then receive Medicare Part "B" reimbursement.

Any contribution required toward health care coverage as mandated by State law and/or the collective bargaining agreement will not be applicable to retirees covered per the above.

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

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**Note 12 - Other Post Employment Benefits (Continued)**

B. Health Care Benefits (Continued)

Policemen's Benevolent Association, Local 102 (Rochelle Park Unit) - All law enforcement personnel excluding superior officers and the Chief of Police.

Employees retiring under this agreement with 25 years of service or under disability retirement, as well as their spouses, are entitled to receive continued health care up to the qualifying age for Medicare. No dental, prescription or disability coverage will be continued. If the retired member is employed following their retirement, and similar type of insurance coverage is available to the retired employee by virtue of said employment, or if the retired employee is covered by similar insurance of the spouse of the retired employee, there shall be no obligation on the part of the Township to provide for the coverage heretofore mentioned.

Upon reaching Medicare age, Medicare becomes the individual's primary coverage and the employer's continued coverage becomes secondary. Retirees will then receive Medicare Part "B" reimbursement.

Any contribution required toward health care coverage as mandated by State law and/or the collective bargaining agreement will not be applicable to retirees covered per the above.

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

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**Note 12 - Other Post Employment Benefits (Continued)**

B. Health Care Benefits (Continued)

Superior Officer's Association, PBA Local 102 (Rochelle Park Unit) - Superior officers

Employees retiring under this agreement with 25 years of service or under disability retirement, as well as their spouses, are entitled to receive continued health care up to the qualifying age for Medicare. No dental, prescription or disability coverage will be continued. If the retired member is employed following their retirement, and similar type of insurance coverage is available to the retired employee by virtue of said employment, or if the retired employee is covered by similar insurance of the spouse of the retired employee, there shall be no obligation on the part of the Township to provide for the coverage heretofore mentioned.

Upon reaching Medicare age, Medicare becomes the individual's primary coverage and the employer's continued coverage becomes secondary. Retirees will then receive Medicare Part "B" reimbursement.

Any contribution required toward health care coverage as mandated by State law and/or the collective bargaining agreement will not be applicable to retirees covered per the above.

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

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**Note 12 - Other Post Employment Benefits (Continued)**

B. Health Care Benefits (Continued)

Chief of Police and The Policemen's Benevolent Association, Local 102 (Rochelle Park Unit)

Employees retiring under this agreement with 25 years of service or under disability retirement, as well as their spouses, are entitled to receive continued health care up to the qualifying age for Medicare. No dental, prescription or disability coverage will be continued. If the retired member is employed following their retirement, and similar type of insurance coverage is available to the retired employee by virtue of said employment, or if the retired employee is covered by similar insurance of the spouse of the retired employee, there shall be no obligation on the part of the Township to provide for the coverage heretofore mentioned.

Upon reaching Medicare age, Medicare becomes the individual's primary coverage and the employer's continued coverage becomes secondary. Retirees will then receive Medicare Part "B" reimbursement.

Any contribution required toward health care coverage as mandated by State law and/or the collective bargaining agreement will not be applicable to retirees covered per the above.

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

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**Note 12 - Other Post Employment Benefits (Continued)**

B. Health Care Benefits (Continued)

Non-Union Employees

Employees with at least twenty five (25) years of full-time service with the Township of Rochelle Park are entitled to receive continued health care coverage up to the qualifying age for Medicare. No dental, prescription or disability coverage will be continued. The health care insurance shall be for the retired employee and their spouse. Employees who retire after twenty-five (25) years of service who obtain employment after retiring from the Township, and who subsequently are offered medical insurance by their new employer, regardless of coverage and/or cost, are obligated to avail themselves of such coverage and notify the Township who will no longer be obligated to provide continued health coverage while the said retiree is so employed and receiving health care coverage from said employer. If the said employment after retirement is terminated then the Township will reinstitute coverage within sixty (60) days of notification.

Upon reaching Medicare age, Medicare becomes the individual's primary coverage and the employer's continued coverage becomes secondary. Retirees will then receive Medicare Part "B" reimbursement.

Any contribution required toward health care coverage as mandated by State law and/or the collective bargaining agreement will not be applicable to retirees covered per the above.

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

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**Note 13 - Contingencies**

A. Litigation

The municipality is a party to various legal proceedings which normally occur in the operation of government. These proceedings are not likely to have a materially adverse affect on the various funds of the municipality.

B. Federal and State Grants

The municipality participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor agency. If expenditures are disallowed, the municipality may be required to reimburse the grantor agency. As of December 31, 2014, significant amounts of grant expenditures have not been audited. The municipality believes that any future disallowed expenditures will not have a material effect on its financial position.

C. Tax Appeals

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2014. Amounts claimed have not yet been determined. The Township is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Township does not recognize a liability, if any, until these cases have been adjudicated. The Township expects such amounts, if any, to be material. As of December 31, 2014, the Township did not record reserves in the Current Fund for tax appeals pending in the New Jersey Tax Court. Funding of any ultimate liability would be provided for in succeeding years' budgets, from fund balance or by issuance of refunding bonds.

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

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**Note 14 - Fund Balances Appropriated**

Fund balances at December 31 2013 and 2012 which were appropriated and included as anticipated revenue in their respective funds for the years ending December 31, 2014 and 2013 were as follows:

	<u>2014</u>	<u>2013</u>
Current Fund	\$ 544,143	\$ 300,000

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

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**Note 15 - Economic Dependency**

The Township of Rochelle Park is not economically dependent on any one business or industry as a major source of tax revenue for the Township.

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

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**Note 16 - Subsequent Events**

As of the date of this report, the following are considered material subsequent events:

A. Subsequent Year Capital Projects

The Township's FY 2015 Capital Budget currently includes the following:

Purpose	Total	CIF, Fund Balance & Other Funded Sources	Bonds & Notes Authorized
#1082-15 Acq. of 49 E. Passaic St.	\$ 625,000	\$ 625,000	\$ -
#1083-15 Various Public Impts.	\$ 600,000	\$ 30,000	\$ 570,000
	<u>\$ 1,225,000</u>	<u>\$ 655,000</u>	<u>\$ 570,000</u>

B. Bond Anticipation Notes, Serial Bonds & Special Emergency Notes

On February 13, 2015, the Township issued Bond Anticipation Notes ("BAN's") in the amount of \$2,557,000, to temporarily finance expenditures related to various capital projects. The Township paid down \$21,000 to the maturing notes derived from the 2015 Current Fund budget. New borrowing against ordinances amounted to \$795,000. The Township has awarded the sale of said notes to TD Securities (USA), LLC at a gross interest rate of 1.00% receiving a premium of \$10,739.40 producing a blended reduced effective interest rate. These notes will mature on December 15, 2015.

On February 13, 2015, the Township fully paid off Special Emergency Notes ("SEN's") in the amount of \$222,000, to finance expenditures related to damage caused by Hurricane Irene in 2011.

The Township has evaluated subsequent events through May 31, 2015, the date which the financial statements were available to be issued and no additional items were noted for disclosure or adjustment.

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND  
COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	2014	2013
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Current Account	\$ 3,286,921	\$ 4,128,646
Ambulance Fee Account	797,530	635,234
Change Funds	420	420
	<u>\$ 4,084,871</u>	<u>\$ 4,764,300</u>
Interfunds Receivable:		
General Capital Fund	\$ 568	\$ 9,088
Net Payroll Trust	2,200	-
Escrow & Developers Deposit Trust Fund	-	272
	<u>\$ 2,768</u>	<u>\$ 9,360</u>
Other Receivables:		
Delinquent Property Taxes Receivable	\$ 196,509	\$ 175,980
Property Acquired for Taxes	-	-
	<u>\$ 196,509</u>	<u>\$ 175,980</u>
Deferred Charges:		
Emergency Authorizations	\$ -	\$ -
Special Emergency Authorizations (40A:4-53)	222,000	368,000
	<u>\$ 222,000</u>	<u>\$ 368,000</u>
Other Assets:		
Prepaid School Taxes	\$ -	\$ 162,086
Due From Depository Trust	93,836	-
	<u>\$ 93,836</u>	<u>\$ 162,086</u>
Total Assets and Other Debits	<u>\$ 4,599,984</u>	<u>\$ 5,479,726</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Trust Fund (Animal Control)	\$ -	\$ 1,962
Trust Fund (Developer's Escrow)	-	3,269
General Capital Fund	-	453,000
	<u>\$ -</u>	<u>\$ 458,231</u>
Other Liabilities and Reserves:		
Appropriation Reserves	\$ 554,174	\$ 433,271
Reserve for Encumbrances	26,668	120,612
Reserve for Revaluation	-	5,019
Reserve for Master Plan	-	3,367
Reserve for Site Plan Fees	-	2,350
Reserve for Public Defender Fees	-	5,240
Reserve for Emergency - Hurricane Irene	-	1,445
Reserve for Special Emergency - Hurricane Irene	-	98,571
Reserve for State Library Aid	1,442	-
Special Emergency Notes Payable	222,000	368,000
Tax Overpayments	14,810	341,362
Prepaid Taxes	98,418	88,810
	<u>\$ 917,512</u>	<u>\$ 1,468,047</u>
Intergovernmental Payable		
Due State of N.J. - D.C.A. Training Fees	\$ 1,549	\$ 2,100
Due State of N.J. - Marriage/Domestic Partner License Fees	125	75
Local District School Tax Payable	15,094	-
Due County of Bergen - Added & Omitted Taxes	2,208	567
Due County of Bergen - Added & Omitted Open Space Taxes	29	8
	<u>\$ 19,005</u>	<u>\$ 2,750</u>
Reserve for Receivables and Other Assets	<u>\$ 199,277</u>	<u>\$ 185,340</u>
Fund Balance	<u>\$ 3,464,190</u>	<u>\$ 3,365,358</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 4,599,984</u>	<u>\$ 5,479,726</u>

**TOWNSHIP OF ROCHELLE PARK**  
**CURRENT FUND**  
**SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	Budget As Modified	Realized	Excess/ (Deficit)
<b>REVENUES</b>			
Fund Balance Anticipated	\$ 544,143	\$ 544,143	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 21,000	\$ 17,606	\$ (3,394)
Other Licenses	21,000	21,540	540
Fees and Permits	48,000	39,733	(8,267)
Municipal Court Fines and Costs	225,000	216,671	(8,329)
Interest and Costs on Taxes	45,000	34,138	(10,862)
Interest on Investments and Deposits	40,000	33,543	(6,457)
Real Property Rental - 151 W. Passaic Street	175,000	179,000	4,000
Cable T.V. Franchise Fee - Cablevision	48,325	48,325	-
Cable T.V. Franchise Fee - Verizon	27,238	27,238	-
Hotel Fees	90,000	89,455	(545)
XO Communications Annual Row Fee	6,000	6,000	-
Cellular Tower Lease - AT&T/Cingular	24,000	27,500	3,500
Cellular Tower Lease - Metro PCS	24,000	28,119	4,119
Cellular Tower Lease - Sprint/Nextel	53,000	59,457	6,457
Consolidated Municipal Property Tax Relief	90,907	90,907	-
Energy Receipts Tax	607,610	607,610	-
Sale of Gasoline - Maywood BORO	107,000	94,145	(12,855)
Sale of Gasoline- Saddle Brook TWP	108,000	135,790	27,790
Sale of Gasoline- Saddle Brook BOE	25,000	30,406	5,406
Uniform Construction Code Fees	245,000	117,635	(127,365)
Recycling Tonnage Grant**	7,089	7,089	-
Clean Communities Program**	8,997	8,997	-
Body Armor Replacement Program**	2,783	2,783	-
Bergen County Prosecutor - Confiscated Funds	4,131	4,131	-
Municipal Alliance for Drug Abuse	9,876	9,876	-
NJ DEP - De-Snagging & Dredging (CH159)	66,500	66,500	-
Unifrom Fire Satety Act - State	2,400	21,291	18,891
Westfield Corporation	144,946	144,946	-
Third Party Billing - Ambulance Fees	185,000	162,296	(22,704)
Dog Licence Trust Fund	2,500	-	(2,500)
Public Defender Fees	3,500	-	(3,500)
Total Miscellaneous Revenues	\$ 2,468,802	\$ 2,332,727	\$ (136,075)
Receipts From Delinquent Taxes	\$ 166,000	\$ 138,388	\$ (27,612)
Amount to be Raised by Taxation for Municipal Budget	\$ 8,538,206	\$ 8,907,454	\$ 369,248
Total Revenues	\$ 11,717,151	\$ 11,922,712	\$ 205,561
<b>OTHER CREDITS TO INCOME</b>			
Miscellaneous Revenues Not Anticipated	\$ -	\$ 245,090	\$ 245,090
Unexpended Balances of Appropriation Reserves	-	344,548	344,548
Interfund Loans Returned	-	9,360	9,360
Unexpended Balances Cancelled	-	-	-
Cancellations & Adjustments	-	107,606	107,606
Excess in Federal/State Grant Fund	-	-	-
Taxes Allocated to School and County:			
School Tax Levy	10,449,985	10,449,985	-
County Tax Levy	2,272,756	2,272,756	-
County Open Space	24,903	24,903	-
Added County Taxes	2,208	2,208	-
Added County Open Space	29	29	-
Total Other Credits to Income	\$ 12,749,881	\$ 13,456,485	\$ 706,604
Total Revenues and Other Credits to Income	\$ 24,467,032	\$ 25,379,197	\$ 912,165

\*\* Unappropriated Reserve from prior year.

**TOWNSHIP OF ROCHELLE PARK  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
 YEAR ENDED DECEMBER 31, 2014**

	Appropriated			Expended		Unexpended	Overexpended
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	
<b>OPERATIONS - WITHIN "CAPS"</b>							
<u>General Government Functions</u>							
General Administration:							
Salaries and Wages	\$ 81,500	\$ -	\$ 81,500	\$ 81,090	\$ 410	\$ -	\$ -
Other Expenses	25,000	-	27,000	25,464	1,536	-	-
Township Committee:							
Salaries and Wages	28,500	-	29,800	29,005	795	-	-
Other Expenses	3,000	-	3,000	3,000	-	-	-
Municipal Clerk:							
Salaries and Wages	121,000	-	146,000	137,100	8,900	-	-
Salaries and Wages - Retirements	22,500	-	-	-	-	-	-
Other Expenses	25,000	-	14,500	14,498	2	-	-
Financial Administration:							
Salaries and Wages	37,500	-	37,500	36,413	1,087	-	-
Other Expenses	35,000	-	23,000	21,663	1,337	-	-
Audit Services:							
Other Expenses	30,000	-	30,000	28,269	1,731	-	-
Computerized Data Processing:							
Other Expenses	15,000	-	6,700	6,666	34	-	-
Revenue Administration:							
Salaries and Wages	60,000	-	63,200	63,128	72	-	-
Other Expenses	5,000	-	5,000	1,185	3,815	-	-
Tax Assessment Administration:							
Salaries and Wages	30,500	-	32,500	32,393	107	-	-
Other Expenses	20,000	-	8,100	7,141	959	-	-
Legal Services:							
Salaries and Wages	78,000	-	79,500	79,101	399	-	-
Other Expenses	10,000	-	38,489	31,620	6,869	-	-
Engineering Services:							
Other Expenses	7,500	-	7,500	3,095	4,405	-	-

**TOWNSHIP OF ROCHELLE PARK  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
 YEAR ENDED DECEMBER 31, 2014**

	Appropriated			Expended		Unexpended	
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)							
<u>Land Use Administration</u>							
Planning Board:							
Salaries and Wages	\$ 4,500	\$ -	\$ 4,500	\$ 4,230	\$ 270	\$ -	\$ -
Other Expenses	3,000	-	3,018	3,018	-	-	-
Zoning Board of Adjustment:							
Salaries and Wages	4,500	-	4,500	3,521	979	-	-
Other Expenses	3,000	-	3,000	1,831	1,169	-	-
<u>Insurance</u>							
Liability Insurance	151,586	-	265,266	84,266	181,000	-	-
Worker Compensation Insurance	174,915	-	174,915	174,915	-	-	-
Other Insurance Premiums & Deductibles	39,850	-	41,000	40,682	318	-	-
Employee Group Insurance - Health (Active)	544,749	-	489,031	489,031	-	-	-
Employee Group Insurance - Health (Retirees)	348,000	-	363,200	363,200	-	-	-
Employee Group Insurance - Dental	72,500	-	68,016	68,016	-	-	-
Employee Group Insurance - Prescription	215,500	-	230,000	230,000	-	-	-
Employee Group Insurance - Census Change	7,500	-	7,500	-	7,500	-	-
Employee Group Insurance - Cash In Lieu	5,000	-	5,000	-	5,000	-	-
Unemployment Compensation	5,000	-	5,000	280	4,720	-	-

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2014**

	Appropriated		Expended		Unexpended		
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)							
<u>Public Safety Functions</u>							
Police:							
Salaries and Wages	\$ 2,650,000	\$ -	\$ 2,549,468	\$ 2,549,468	\$ -	\$ -	\$ -
Salaries and Wages - Retirements	90,925	-	90,925	90,925	-	-	-
Salaries and Wages - Overtime	100,000	-	124,000	123,289	711	-	-
Other Expenses	85,000	-	85,000	84,961	39	-	-
Other Expenses (Purchase of Police Cars)	-	-	-	-	-	-	-
911/Police Dispatch:							
Salaries and Wages	200,000	-	185,142	185,142	-	-	-
School Crossing Guards							
Salaries and Wages	81,000	-	81,000	78,560	2,440	-	-
Office of Emergency Management:							
Salaries and Wages	3,500	-	-	-	-	-	-
Other Expenses	6,000	-	6,000	5,680	320	-	-
Aid to Volunteer Fire Companies:							
Salaries and Wages	-	-	-	-	-	-	-
Other Expenses	55,000	-	55,000	53,371	1,629	-	-
Aid to Volunteer Ambulance Companies:							
Salaries and Wages	80,000	-	82,000	81,256	744	-	-
Other Expenses	24,000	-	24,000	23,557	443	-	-
Other Expenses - Third Party Billing Fees	20,000	-	20,000	12,785	7,215	-	-
Fire Department:							
Salaries and Wages	30,000	-	32,400	32,359	41	-	-
Other Expenses	15,000	-	25,000	24,844	156	-	-
Other Expenses - Hydrants	73,270	-	73,270	73,243	27	-	-
Municipal Prosecutor:							
Other Expenses	7,000	-	7,000	6,500	500	-	-

**TOWNSHIP OF ROCHELLE PARK  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
 YEAR ENDED DECEMBER 31, 2014**

	Appropriated		Expended		Unexpended Balance Canceled	Overexpended
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged		
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Public Works Functions</u>						
Streets and Road Maintenance:						
Salaries and Wages	\$ 350,000	\$ -	\$ 357,700	\$ 357,511	\$ 189	\$ -
Salaries and Wages - Overtime	20,000	-	45,000	43,283	1,717	-
Salaries and Wages - Standby Time	10,000	-	10,000	8,125	1,875	-
Other Expenses	80,000	-	80,000	75,614	4,386	-
Snow Removal:						
Salaries and Wages	30,000	-	-	-	-	-
Other Expenses	20,000	-	45,000	19,995	25,005	-
Solid Waste Collection:						
Other Expenses - Contract	101,160	-	101,160	92,730	8,430	-
Recycling:						
Salaries and Wages	6,500	-	6,500	6,424	76	-
Other Expenses - Contract	60,000	-	60,000	55,000	5,000	-
Buildings and Grounds:						
Other Expenses	95,000	-	95,000	89,586	5,414	-
Vehicle Maintenance:						
Other Expenses	75,000	-	35,365	31,530	3,835	-
Other Expenses - Fire Department	40,000	-	40,000	38,044	1,956	-
<u>Health and Human Services</u>						
Public Health Services:						
Salaries and Wages	4,000	-	4,221	4,221	-	-
<u>Park and Recreation Functions</u>						
Recreation Services and Programs:						
Salaries and Wages	35,000	-	35,000	34,464	536	-
Other Expenses	20,000	-	20,000	12,175	7,825	-
Other Expenses - Senior Citizen Activities	15,000	-	15,000	14,600	400	-

TOWNSHIP OF ROCHELLE PARK  
 CURRENT FUND  
 SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
 YEAR ENDED DECEMBER 31, 2014

	Appropriated		Expended		Unexpended Balance Canceled	Overexpended
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged		
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Education Functions</u>						
Municipal Library:						
Salaries and Wages	\$ 115,000	\$ -	\$ 115,500	\$ 115,184	\$ 316	\$ -
Other Expenses	45,000	-	47,500	45,701	1,799	-
<u>Other Common Operating Functions</u>						
Celebration of Public Events:						
Other Expenses	12,000	-	12,000	10,000	2,000	-

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2014**

	Appropriated			Expended		Unexpended	
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)							
<u>Utility Expenses and Bulk Purchases</u>							
Electricity	\$ 225,000	\$ -	\$ 225,000	\$ 154,273	\$ 70,727	\$ -	\$ -
Telephone	60,000	-	60,000	44,379	15,621	-	-
Water	25,000	-	29,000	27,831	1,169	-	-
Gas (Natural or Propane)	22,000	-	31,500	23,455	8,045	-	-
Gasoline	350,000	-	313,515	292,457	21,058	-	-
Accumulated Leave Compensation	50,000	-	50,000	-	50,000	-	-
<u>Landfill/Solid Waste Disposal Fees</u>							
Dump Fees	100,000	-	125,000	123,959	1,041	-	-
<u>Code Enforcement Administration</u>							
Uniform Construction Code Enforcement Functions:							
Salaries and Wages	87,500	-	87,500	85,332	2,168	-	-
Other Expenses	5,000	-	5,000	1,464	3,536	-	-
<u>Municipal Court</u>							
Municipal Court Administration:							
Salaries and Wages	95,000	-	95,000	91,757	3,243	-	-
Other Expenses	30,000	-	30,000	14,274	15,726	-	-
Public Defender (P.L. 1997, C.256):							
Other Expenses	3,500	-	3,500	1,739	1,761	-	-
Total Operations - Within "CAPS"	\$ 7,921,955	\$ -	\$ 7,917,401	\$ 7,404,868	\$ 512,533	\$ -	\$ -
Detail:							
Salaries and Wages	\$ 4,511,925	\$ -	\$ 4,435,356	\$ 4,353,281	\$ 82,075	\$ -	\$ -
Other Expenses	\$ 3,410,030	\$ -	\$ 3,482,045	\$ 3,051,587	\$ 430,458	\$ -	\$ -

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2014**

	Appropriated		Expended		Unexpended		
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>DEFERRED CHARGES AND STATUTORY EXPENDITURES - WITHIN "CAPS"</b>							
<u>Deferred Charges</u>							
Overexpenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Prior Year Bills - South Bergen JIF	155,506	-	155,506	155,506	-	-	-
<u>Statutory Expenditures</u>							
Social Security	150,000	-	153,900	153,806	94	-	-
Public Employees' Retirement System	116,688	-	120,188	118,641	1,547	-	-
Police and Firemen's Retirement System	540,580	-	540,580	540,580	-	-	-
Total Deferred Charges and Statutory Expenditures - Mur	\$ 962,774	\$ -	\$ 970,174	\$ 968,533	\$ 1,641	\$ -	\$ -
Total General Appropriations for Municipal Purposes - Wi	\$ 8,884,729	\$ -	\$ 8,887,575	\$ 8,373,401	\$ 514,174	\$ -	\$ -

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2014**

B-3

	Appropriated		Expended		Unexpended Balance Canceled	Overexpended
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged		
<b>OPERATIONS - EXCLUDED FROM "CAPS"</b>						
<u>Utility Expenses and Bulk Purchases</u>						
Sewer Processing and Disposal:						
Other Expenses	\$ 694,965	\$ -	\$ 694,965	\$ 694,965	\$ -	\$ -
<u>Insurance</u>						
Employee Group Insurance	29,251	-	29,251	29,251	-	-
<u>Statutory Expenditures</u>						
Volunteer Length of Service Award Program	40,000	-	40,000	-	40,000	-
<u>Interlocal Municipal Service Agreements</u>						
Borough of Paramus - Emergency "911" Service	2,845	-	-	-	-	-
County of Bergen - Health Services	34,078	-	34,077	34,077	-	-
<u>Public and Private Programs Offset by Revenues</u>						
Recycling Tonnage Grant	7,089	-	7,089	7,089	-	-
Clean Communities Program	8,997	-	8,997	8,997	-	-
Body Armor Replacement Program	2,783	-	2,783	2,783	-	-
Municipal Alliance on Alcoholism and Drug Abuse - State	9,876	-	9,876	9,876	-	-
Municipal Alliance on Alcoholism and Drug Abuse - Local	2,469	-	2,469	2,469	-	-
BC Prosecutor - Confiscated Funds	4,131	-	4,131	4,131	-	-
NJ DEP - De-Snagging & Dredging (CH159)	66,500	-	66,500	66,500	-	-
<b>Total Operations Excluded from "CAPS"</b>	<b>\$ 902,984</b>	<b>\$ -</b>	<b>\$ 900,138</b>	<b>\$ 860,138</b>	<b>\$ 40,000</b>	<b>\$ -</b>
Detail:						
Salaries and Wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Expenses	\$ 902,984	\$ -	\$ 900,138	\$ 860,138	\$ 40,000	\$ -

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2014**

	Appropriated			Expended		Unexpended	
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>							
Capital Improvement Fund	\$ 30,000	\$ -	\$ 30,000	\$ 30,000	\$ -	\$ -	\$ -
Reserve for Acquisition of Ambulance	-	-	-	-	-	-	-
<b>Total Capital Improvements - Excluded From "CAPS"</b>	<b>\$ 30,000</b>		<b>\$ 30,000</b>	<b>\$ 30,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>DEBT SERVICE - EXCLUDED FROM "CAPS"</b>							
<u>Municipal Debt Service</u>							
Bond Principal	\$ 800,000	\$ -	\$ 800,000	\$ 800,000	\$ -	\$ -	\$ -
Bond Interest	246,850	-	246,850	246,850	-	-	-
Note Principal	-	-	-	-	-	-	-
Note Principal (From Reserve)	-	-	-	-	-	-	-
Note Interest (BANs)	9,511	-	9,511	9,511	-	-	-
Note Interest (SENs)	3,669	-	3,669	3,669	-	-	-
Note Interest (ENs)	-	-	-	-	-	-	-
<b>Total Debt Service - Excluded From "CAPS"</b>	<b>\$ 1,060,030</b>	<b>\$ -</b>	<b>\$ 1,060,030</b>	<b>\$ 1,060,030</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**TOWNSHIP OF ROCHELLE PARK  
CURRENT FUND  
SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2014**

B-3

	Appropriated		Expended		Unexpended		
	2014 Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>DEFERRED CHARGES - EXCLUDED FROM "CAPS"</b>							
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Emergency Authorizations (N.J.S. 40A:4-55)	146,000	-	146,000	146,000	-	-	-
	<u>\$ 146,000</u>		<u>\$ 146,000</u>	<u>\$ 146,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Shortfall in General Capital Grants Receivable:							
Ordinance # 999-09	31,187	-	31,187	31,187	-	-	-
Ordinance # 1014-09	7,449	-	7,449	7,449	-	-	-
Rochelle Park Local School District - BPP Aid:							
Other Expenses	\$ 97,772	\$ -	\$ 97,772	\$ 97,772	\$ -	\$ -	\$ -
Total General Appropriations - Excluded from "CAPS"	<u>\$ 2,275,422</u>	<u>\$ -</u>	<u>\$ 2,272,576</u>	<u>\$ 2,232,576</u>	<u>\$ 40,000</u>	<u>\$ -</u>	<u>\$ -</u>
Total General Appropriations - Municipal Purposes	\$ 11,160,151	\$ -	\$ 11,160,151	\$ 10,605,977	\$ 554,174	\$ -	\$ -
Reserve for Uncollected Taxes	557,000	-	557,000	557,000	-	-	-
Total General Appropriations	<u>\$ 11,717,151</u>	<u>\$ -</u>	<u>\$ 11,717,151</u>	<u>\$ 11,162,977</u>	<u>\$ 554,174</u>	<u>\$ -</u>	<u>\$ -</u>
Adopted Budget	\$ 11,650,651	\$ -	\$ 11,650,651				
Added by N.J.S. 40A:4-87	66,500	-	66,500				
Emergency Appropriations	-	-	-				
	<u>\$ 11,717,151</u>	<u>\$ -</u>	<u>\$ 11,717,151</u>				
<b>OTHER CHARGES TO INCOME:</b>							
Interfund Loans Originating			\$ -	\$ 2,769			
Refund of Prior Year's Revenue			-	263,484			
Shortfall in Grant Fund				2,937			
Taxes Allocated to School and County:							
School Tax Levy			10,449,985	10,449,985			
County Tax Levy			2,272,756	2,272,756			
County Open Space			24,903	24,903			
Added County Taxes			2,208	2,208			
Added County Open Space			29	29			
			<u>\$ 12,749,881</u>	<u>\$ 13,019,071</u>			

**TOWNSHIP OF ROCHELLE PARK  
 CURRENT FUND  
 SCHEDULE OF DEFERRED SCHOOL TAXES - REGULATORY BASIS  
 YEAR ENDED DECEMBER 31, 2013**

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Balance, January 1, 2014		
School Taxes Payable	\$	-
Deferred School Taxes		4,812,222
		<u>4,812,222</u>
 Levy - Calendar Year 2014		10,449,985
	\$	<u>15,262,207</u>
 School Taxes Paid	\$	10,272,805
Prepaid School Taxes Adjustment		162,086
		<u>10,434,891</u>
 Balance, December 31, 2014		
School Taxes Payable		15,094
Deferred School Taxes		4,812,222
		<u>\$ 15,262,207</u>
 <u>Reconciliation:</u>		
2014 Local School Levy Per Form A4F	\$	10,547,757
BPP Payment to Local School District		(97,772.00)
2014 Local School Levy Per Apportionment of Tax	\$	<u>10,449,985</u>

**TOWNSHIP OF ROCHELLE PARK  
GRANT FUND  
COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	<u>2014</u>	<u>2013</u>
<u>ASSETS</u>		
Cash - Current Account	\$ 93,991	\$ 130,914
Cash - DEA Account	1,705	1,807
	<u>\$ 95,696</u>	<u>\$ 132,721</u>
Intergovernmental Receivable: Grants Receivable	<u>\$ 118,054</u>	<u>\$ 57,099</u>
Total Assets	<u><u>\$ 213,750</u></u>	<u><u>\$ 189,820</u></u>
<u>LIABILITIES AND RESERVES</u>		
Encumbrances Payable	<u>\$ 30,781</u>	<u>\$ -</u>
Deferred Revenue:		
Appropriated Reserves	\$ 164,160	\$ 170,951
Unappropriated Reserves	18,809	18,869
Total Liabilities and Reserves	<u><u>\$ 213,750</u></u>	<u><u>\$ 189,820</u></u>

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

Program	Balance December 31, 2013	Revenue Realized	Received	Unappropriated Reserve Applied	Adjustments	Balance December 31, 2014
<u>Federal</u>						
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>State</u>						
Body Armor Replacement Program	\$ -	\$ 2,783	\$ -	\$ 2,783	\$ -	\$ -
Recycling Tonnage Grant	-	7,089	-	7,089	-	-
Clean Communities Program	-	8,997	-	8,997	-	-
Municipal Alliance	9,676	9,876	8,636	-	(10,916)	-
NJ DEP - De-Snagging & Dredging (CH159)	-	66,500	-	-	-	66,500
	<u>\$ 9,676</u>	<u>\$ 95,245</u>	<u>\$ 8,636</u>	<u>\$ 18,869</u>	<u>\$ (10,916)</u>	<u>\$ 66,500</u>
<u>Other</u>						
BC Prosecutor Confiscated Funds	\$ 47,423	\$ 4,131	\$ -	\$ -	\$ -	\$ 51,554
	<u>\$ 57,099</u>	<u>\$ 99,376</u>	<u>\$ 8,636</u>	<u>\$ 18,869</u>	<u>\$ (10,916)</u>	<u>\$ 118,054</u>

**TOWNSHIP OF ROCHELLE PARK  
GRANT FUND  
SCHEDULE OF APPROPRIATED RESERVES  
YEAR ENDED DECEMBER 31, 2014**

Program	Balance December 31, 2013	Budget	Paid or Charged	Adjustments	Balance December 31, 2014
<u>Federal</u>					
DEA Funds	\$ 1,808	\$ -	\$ 102	\$ -	\$ 1,706
<u>State</u>					
Recycling Tonnage Grant	\$ 40,966	\$ 7,089	\$ 28,341	\$ -	\$ 19,714
Drunk Driving Enforcement Fund	26,175	-	-	-	26,175
Clean Communities Program	34,526	8,997	34,769	-	8,754
Body Armor Replacement Program	2,871	2,783	4,136	-	1,518
Municipal Alliance - State	3,842	9,876	6,818	(6,900)	-
Municipal Alliance - Local	199	2,469	1,589	(1,079)	-
NJ DEP - De-Snagging & Dredging (CH159)	-	66,500	24,902	-	41,598
	<u>\$ 108,579</u>	<u>\$ 97,714</u>	<u>\$ 100,555</u>	<u>\$ (7,979)</u>	<u>\$ 97,759</u>
<u>Other</u>					
BC Prosecutor Confiscated Funds	\$ 47,423	\$ 4,131	\$ -	\$ -	\$ 51,554
BCUA Municipal Recycling Assistance Program	13,141	-	-	-	13,141
	<u>\$ 60,564</u>	<u>\$ 4,131</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 64,695</u>
	<u>\$ 170,951</u>	<u>\$ 101,845</u>	<u>\$ 100,657</u>	<u>\$ (7,979)</u>	<u>\$ 164,160</u>

**TOWNSHIP OF ROCHELLE PARK  
GRANT FUND  
SCHEDULE OF UNAPPROPRIATED RESERVES  
YEAR ENDED DECEMBER 31, 2014**

Program	Balance December 31, 2013	Appropriated in 2014	Received in 2014	Adjustments	Balance December 31, 2014
<u>State</u>					
Recycling Tonnage Grant	\$ 7,089	\$ 7,089	\$ 8,184	\$ -	\$ 8,184
Clean Communities Program	8,997	8,997	8,438	-	8,438
Drunk Driving Enforcement Fund	-	-	-	-	-
Body Armor Replacement Program	2,783	2,783	2,187	-	2,187
BCUA Municipal Recycling Assistance Program	-	-	-	-	-
	<u>\$ 18,869</u>	<u>\$ 18,869</u>	<u>\$ 18,809</u>	<u>\$ -</u>	<u>\$ 18,809</u>

**TOWNSHIP OF ROCHELLE PARK  
TRUST FUND  
COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	2014	2013
<b><u>ASSETS</u></b>		
Cash:		
P.A.T.F. I Account	\$ -	\$ -
P.A.T.F. II Account	-	-
Animal Control Account	14,417	10,545
Trust & Escrow Account	626,571	585,839
COAH Account	493,703	500,779
Prescription Benefit Account	40,911	9,710
Payroll Account	3,372	(1,368)
	<u>\$ 1,178,974</u>	<u>\$ 1,105,505</u>
Deferred Compensation Plan Assets:		
Lincoln Financial Group	446,759	412,192
	<u>\$ 446,759</u>	<u>\$ 412,192</u>
Interfund Receivable:		
Current Fund - (Animal Control Trust)	\$ -	\$ 1,962
Current Fund - (Developer's Escrow Trust)	-	3,269
	<u>\$ -</u>	<u>\$ 5,231</u>
Other Receivable:		
Due From Community Bank Prescription Benefit Trust)	\$ -	\$ -
	<u>\$ -</u>	<u>\$ -</u>
Total Assets	<u>\$ 1,625,733</u>	<u>\$ 1,522,928</u>
<b><u>LIABILITIES AND RESERVES</u></b>		
Interfunds Payable:		
Current Fund - (Developer's Escrow Trust)	\$ -	\$ 272
Current Fund - (Payroll Trust)	2,200	-
	<u>\$ 2,200</u>	<u>\$ 272</u>
Other Liabilities and Reserves:		
Net Payroll & Deductions Payable	\$ 1,172	\$ (1,368)
Reserve for Animal Control Expenditures	14,417	12,507
Reserve for Trust & Escrow Deposits (NJSA 40:55D-53.1)	626,571	588,836
Reserve for Developer Fees - Housing Trust Funds (P.L. 1985, c.222)	493,703	500,779
Reserve for Self Insurance Programs (NJSA 40A:10-1 et seq.)	40,911	9,710
Reserve for Deferred Compensation	446,759	412,192
	<u>\$ 1,623,533</u>	<u>\$ 1,522,656</u>
Total Liabilities and Reserves	<u>\$ 1,625,733</u>	<u>\$ 1,522,928</u>

**TOWNSHIP OF ROCHELLE PARK  
TRUST FUND  
SCHEDULE OF NET PAYROLL AND WITHHOLDINGS PAYABLE  
YEAR ENDED DECEMBER 31, 2013**

	Balance December 31, 2011	Prior Period Adjustment	Receipts	Disbursements	Balance December 31, 2012
<b>Employer:</b>					
FICA	\$ -	\$ -	\$ 153,806	\$ 153,806	\$ -
Refunds	-	-	-	-	-
PERS Liability	-	-	-	-	-
PFRS Liability	-	-	-	-	-
Unidentified	(1,368)	-	2,540	-	1,172
	<u>\$ (1,368)</u>	<u>\$ -</u>	<u>\$ 156,346</u>	<u>\$ 153,806</u>	<u>\$ 1,172</u>
<b>Employee:</b>					
FICA	\$ -	\$ -	\$ 153,806	\$ 153,806	\$ -
Federal Withholding Tax	-	-	726,588	726,588	-
State Income Tax	-	-	198,640	198,640	-
State UI	-	-	7,453	7,453	-
PERS	-	-	66,163	66,163	-
PFRS	-	-	236,199	236,199	-
Contributory Insurance	-	-	4,902	4,902	-
Loans	-	-	73,689	73,689	-
Back Pension	-	-	123	123	-
Arrears	-	-	6,230	6,230	-
Dues	-	-	3,393	3,393	-
Garnishee/Family Leave	-	-	1,754	1,754	-
Back Contributory Insurance	-	-	-	-	-
Deferred Compensation	-	-	64,280	64,280	-
Credit Union	-	-	-	-	-
Pension Shortage	-	-	-	-	-
Colonial Post-Tax	-	-	1,735	1,735	-
Colonial Pre-Tax	-	-	909	909	-
RP Superior	-	-	2,793	2,793	-
RP Officers	-	-	6,647	6,647	-
Vision	-	-	180	180	-
Health/Voluntary Contribution	-	-	64,316	64,316	-
Aflac	-	-	3,623	3,623	-
Net Checks	-	-	3,141,727	3,141,727	-
Unidentified	-	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,765,150</u>	<u>\$ 4,765,150</u>	<u>\$ -</u>
<b>Grand Totals</b>	<u>\$ (1,368)</u>	<u>\$ -</u>	<u>\$ 4,921,496</u>	<u>\$ 4,918,956</u>	<u>\$ 1,172</u>

**TOWNSHIP OF ROCHELLE PARK  
TRUST FUND  
SCHEDULE OF RESERVE FOR ANIMAL CONTROL EXPENDITURES  
YEAR ENDED DECEMBER 31, 2014**

---

Balance, December 31, 2013		\$	12,507
Increased by:			
Municipal Dog License Fees Collected			3,749
Interest Earned			<u>21</u>
		\$	<u>16,277</u>
Decreased by:			
Dog Fund Expenditures	\$	1,860	
Statutory Excess Due to Current Fund		<u>-</u>	
			<u>1,860</u>
Balance, December 31, 2014		\$	<u><u>14,417</u></u>

License Fees Collected

2012	3,814
2013	<u>3,765</u>
	<u><u>\$ 7,579</u></u>

**TOWNSHIP OF ROCHELLE PARK  
TRUST FUND  
SCHEDULE OF RESERVE FOR TRUST & ESCROW DEPOSITS  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013	\$	588,836
Increased by:		
Trust and Escrow Deposits		624,749
		<hr/>
	\$	1,213,585
Decreased by:		
Disbursements		587,014
		<hr/>
Balance, December 31, 2014	\$	<u>626,571</u>

**TOWNSHIP OF ROCHELLE PARK  
TRUST FUND  
SCHEDULE OF RESERVE FOR COAH EXPENDITURES  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$ 500,779
Increased by:		
Development Fees	\$ -	
Refunds	-	
Payments in Lieu of Construction	-	
Other Income	-	
Interest Earned	2,986	
	<u>2,986</u>	<u>2,986</u>
Decreased by:		
Housing Activity:		
Accessory Apartments	\$ -	
Alternate Living Arrangements	-	
Buy Down	-	
Debt/Bond Payments	-	
Development Fees Refunded	-	
ECHO	-	
Land Purchase	-	
New Construction	-	
Partnership Program	-	
Purchase of Existing Units	-	
Regional Contribution Agreements	-	
Rehabilitation	-	
Rental Program	-	
Affordability Assistance:		
Homeownership Assistance	-	
Rental Assistance	-	
Administrative:		
Consulting Fees	10,062	
Legal Fees	-	
Office Supplies	-	
Other Administrative Costs	-	
Personnel	-	
Other	-	
	<u>10,062</u>	<u>10,062</u>
Balance, December 31, 2014		<u><u>\$ 493,703</u></u>

**TOWNSHIP OF ROCHELLE PARK  
TRUST FUND  
SCHEDULE OF RESERVE FOR DEFERRED COMPENSATION PLAN  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	412,192
Increased by:			
Township Contribution	\$	17,850	
Earnings and Adjustments to Market Value		<u>32,261</u>	
			<u>50,111</u>
			462,303
Decreased by:			
Payments to Eligible Employees	\$	13,994	
Charges and Credits		<u>1,550</u>	
			15,544
Balance, December 31, 2014		<u>\$</u>	<u>446,759</u>

**TOWNSHIP OF ROCHELLE PARK  
GENERAL CAPITAL FUND  
COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	<u>2014</u>	<u>2013</u>
<b><u>ASSETS</u></b>		
Cash - General Capital Account	\$ 986,272	\$ 987,039
Interfund Receivable: - Current Fund	\$ -	\$ 453,000
Grants Receivable	\$ 272,149	\$ 204,161
Deferred Charges:		
Funded	\$ 8,500,000	\$ 9,300,000
Unfunded	3,111,200	2,316,200
	<u>\$ 11,611,200</u>	<u>\$ 11,616,200</u>
Total Assets	<u>\$ 12,869,621</u>	<u>\$ 13,260,400</u>
<b><u>LIABILITIES AND FUND BALANCE</u></b>		
Accounts/Contracts Payable	\$ 134,537	\$ 109,324
Interfund Payable - Current Fund	\$ 568	\$ 9,088
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 15,149	\$ 28,000
Reserve for Payment of Debt Service	21,000	21,000
	<u>\$ 36,149</u>	<u>\$ 49,000</u>
Improvement Authorizations:		
Funded	\$ 476,566	\$ 1,060,815
Unfunded	1,072,510	1,671,028
	<u>\$ 1,549,076</u>	<u>\$ 2,731,843</u>
Serial Bonds Payable	\$ 8,500,000	\$ 9,300,000
Bond Anticipation Notes Payable	\$ 1,783,000	\$ 950,000
Fund Balance	\$ 866,291	\$ 111,145
Total Liabilities and Reserves	<u>\$ 12,869,621</u>	<u>\$ 13,260,400</u>

TOWNSHIP OF ROCHELLE PARK  
GENERAL CAPITAL FUND  
ANALYSIS OF CASH  
YEAR ENDED DECEMBER 31, 2014

	Balance December 31, 2013	Receipts			Disbursements				Transfers		Balance December 31, 2014
		BANs/Bonds	Budget Appropriation	Other	BANs	Improvement Authorizations	Against 2013 Encumbrances	Other	From	To	
Capital Improvement Fund	\$ 28,000	\$ -	\$ 30,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,851	\$ -	\$ 15,149
Contra	-	-	-	-	-	-	-	-	-	-	-
Due from Current Fund	(453,000)	-	-	1,592,205	-	-	-	1,100,000	38,637	-	568
Reserve for Debt Service	21,000	-	-	-	-	-	-	-	-	-	21,000
Due to Current Fund	9,088	-	-	229,188	-	-	-	238,276	-	-	-
Accounts/Contracts Payable	109,324	-	-	-	-	-	79,929	-	29,395	134,537	134,537
Fund Balance	111,145	-	-	6,331	-	-	-	-	-	748,815	866,291
<u>Improvement Authorizations</u>											
#895-03 Sprout Brook Dredging Soft Costs	2,346	-	-	-	-	-	-	-	2,346	-	-
#950-06 Various Public Improvements	31	-	-	-	-	-	-	-	31	-	-
#966-07 Carlock Field Improvements	2,750	-	-	-	-	-	-	-	2,750	-	-
#975-07 Various Public Improvements	11,321	-	-	-	-	-	-	-	11,321	-	-
#991-08/994-08 Various Public Improvements	121,417	-	-	-	-	-	-	-	121,417	-	-
#999-09 Chestnut & Lincoln Improvements	(31,187)	-	-	-	-	-	-	-	-	31,187	-
#1006-09 Various Public Improvements	313,830	-	-	-	-	-	-	-	313,830	-	-
#1014-09 Resurfacing of West Oldis Street	(7,450)	-	-	-	-	-	-	-	-	7,450	-
#1021-10 Various Public Improvements	288,458	-	-	-	-	-	-	-	288,458	-	-
#1028-11 Resurface High Street	(83,891)	-	-	-	-	2,313	-	-	-	-	(86,204)
#1037-11 Various Public Improvements	239,029	-	-	-	-	21,770	-	-	-	165,511	382,770
#1049-12 Various Public Improvements	671,279	950,000	-	-	950,000	106,845	-	-	410,266	-	154,168
#1054-12 Reconstruct/Improve Carlock Field	(54,924)	-	-	-	-	676,917	-	-	-	258,225	(473,616)
#1061-13 Various Public Improvements	(311,527)	833,000	-	-	-	213,593	-	-	-	7,263	315,143
#1071-14 Various Public Improvements	-	-	-	-	-	82,722	-	-	103,848	34,000	(152,570)
#1075-14 Impts to Carlock Field Playground	-	-	-	-	-	169,126	-	-	30,689	6,381	(193,434)
#1080-14 ADA Impts to Municipal Building	-	-	-	-	-	-	-	-	-	2,470	2,470
	\$ 987,039	\$ 1,783,000	\$ 30,000	\$ 1,827,724	\$ 950,000	\$ 1,273,286	\$ 79,929	\$ 1,338,276	\$ 1,395,839	\$ 1,395,839	\$ 986,272

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

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Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Balance December 31, 2014
Due From Current Fund	\$ 453,000	\$ 1,100,000	\$ 1,553,000	\$ -
	<u>\$ 453,000</u>	<u>\$ 1,100,000</u>	<u>\$ 1,553,000</u>	<u>\$ -</u>

**TOWNSHIP OF ROCHELLE PARK  
GENERAL CAPITAL FUND  
SCHEDULE OF GRANTS RECEIVABLE  
YEAR ENDED DECEMBER 31, 2014**

Improvement Description	Balance December 31, 2013	Improvement Authorized	Cash Received	Cancellations & Adjustments	Balance December 31, 2014
<u>Federal:</u>					
U.S. Department of Transportation -- Passed through State of N.J. Department of Transportation:					
#999-09	\$ 53,107	\$ -	\$ (31,187)	\$ (21,920)	\$ -
#1014-09	51,054	-	(7,450)	(43,604)	-
#1028-11	100,000	-	-	-	100,000
	<u>\$ 204,161</u>	<u>\$ -</u>	<u>\$ (38,637)</u>	<u>\$ (65,524)</u>	<u>\$ 100,000</u>
U.S. Department of Housing and Urban Development Program -- Passed through the County of Bergen, Community Development Program:					
#1080-14	\$ -	\$ 77,530	\$ -	\$ -	\$ 77,530
Total Federal	<u>\$ 204,161</u>	<u>\$ 77,530</u>	<u>\$ (38,637)</u>	<u>\$ (65,524)</u>	<u>\$ 177,530</u>
<u>State:</u>					
None					
<u>Other:</u>					
County of Bergen -- Bergen County Open Space, Recreation, Farmland, and Historic Preservation Trust Fund:					
#1075-14	\$ -	\$ 94,619	\$ -	\$ -	\$ 94,619
Grand Total	<u>\$ 204,161</u>	<u>\$ 172,149</u>	<u>\$ (38,637)</u>	<u>\$ (65,524)</u>	<u>\$ 272,149</u>

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

<u>Date of Issue - Purpose</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2013</u>	<u>Issued In 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2014</u>
07/15/01 General Improvement Bonds	\$ 5,560,000	\$ 2,000,000	\$ -	\$ 400,000	\$ 1,600,000
02/15/12 General Improvement Bonds	8,025,000	7,300,000	-	400,000	6,900,000
		<u>\$ 9,300,000</u>	<u>\$ -</u>	<u>\$ 800,000</u>	<u>\$ 8,500,000</u>

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

Improvement	Balance December 31, 2013	Authorized	BANs Paid By Budget	Serial Bonds Issued	Grant Receipts Applied	Balance December 31, 2014	Analysis of Balance	
							Outstanding BANs	Authorized But Not Issued
#1049-12 Various Public Improvements	\$ 950,000	\$ -	\$ -	\$ -	\$ -	\$ 950,000	\$ 950,000	\$ -
#1054-12 Reconstruct/Improve Carlock Field	533,200	-	-	-	-	533,200	-	533,200
#1061-13 Various Public Improvements	833,000	-	-	-	-	833,000	833,000	-
#1071-14 Various Public Improvements	-	666,000	-	-	-	666,000	-	666,000
#1075-14 Impts. to Carlock Field Playground	-	119,000	-	-	-	119,000	-	119,000
#1080-14 ADA Impts to Municipal Building	-	10,000	-	-	-	10,000	-	10,000
	<u>\$ 2,316,200</u>	<u>\$ 795,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,111,200</u>	<u>\$ 1,783,000</u>	<u>\$ 1,328,200</u>

**TOWNSHIP OF ROCHELLE PARK  
 GENERAL CAPITAL FUND  
 SCHEDULE OF INTERFUNDS PAYABLE  
 YEAR ENDED DECEMBER 31, 2014**

Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Balance December 31, 2014
Due To Current Fund	\$ 9,088	\$ 234,256	\$ 242,776	\$ 568
	<u>\$ 9,088</u>	<u>\$ 234,256</u>	<u>\$ 242,776</u>	<u>\$ 568</u>

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

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Description	Increases	Decreases	Balance
Balance, December 31, 2013	\$ -	\$ -	\$ 28,000
2014 Budget Appropriation	30,000	-	58,000
Appropriated to Finance Improvement Authorizations:			58,000
#1071-14 Various Public Improvements	-	34,000	24,000
#1075-14 Impts to Carlock Field Playground	-	6,381	17,619
#1080-14 ADA Impts to Municipal Building	-	2,470	15,149
Balance, December 31, 2014	-	-	15,149

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

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Ordinance	Balance December 31, 2013	Current Fund Revenue	Cancelled Funded Authorizations	Balance December 31, 2014
#1049-12 - Various Public Improvements - Impts to Pistol Range	\$ 21,000	\$ -	\$ -	\$ 21,000

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

Improvement Description	Ordinance Date	Amount	Balance December 31, 2013		Authorized				Paid or Charged		Cancelled		Adjustments	Balance December 31, 2014		
			Funded	Unfunded	Capital Improvement Fund	Down Payment On Capital Improvements	Bonds & Notes Authorized	Grants/ Other	Cash Disbursed	Encumbered	Grants Receivable	Fund Balance		Funded	Unfunded	
#895-03 Sprout Brook Dredging Soft Costs	10/15/03	\$ 50,000	\$ 2,346	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
#950-06 Various Public Improvements	07/19/06	665,000	31	-	-	-	-	-	-	-	-	-	-	-	-	-
#966-07 Carlock Field Improvements	05/16/07	350,000	2,750	-	-	-	-	-	-	-	-	-	8,662	-	-	-
#975-07 Various Public Improvements	10/17/07	385,000	11,321	-	-	-	-	-	-	-	-	-	-	-	-	-
#991-08/#994-08 Various Public Improvements	10/15/08	2,200,000	121,417	-	-	-	-	-	-	-	-	-	-	-	-	-
#999-09 Chestnut & Lincoln Improvements	03/18/09	225,000	21,920	-	-	-	-	-	-	-	21,920	-	-	-	-	-
#1006-09 Various Public Improvements	06/17/09	600,000	313,830	-	-	-	-	-	-	-	-	-	-	-	-	-
#1014-09 Resurfacing of West Oldis Street	12/16/09	135,000	43,604	-	-	-	-	-	-	-	43,604	-	-	-	-	-
#1021-10 Various Public Improvements	08/18/10	825,000	288,458	-	-	-	-	-	-	-	-	-	-	-	-	-
#1028-11 Resurface High Street	02/16/11	150,000	16,109	-	-	-	-	-	2,313	-	-	-	-	-	13,796	-
#1037-11 Various Public Improvements	06/21/11	1,450,000	239,029	-	-	-	-	-	21,770	-	-	-	-	165,511	382,770	-
#1049-12 Various Public Improvements	03/23/12	1,000,000	-	671,279	-	-	-	-	106,845	-	-	-	-	(410,266)	-	154,168
#1054-12 Reconstruct/Improve Carlock Field	10/17/12	750,000	-	478,276	-	-	-	-	676,917	-	-	-	-	258,225	-	59,584
#1061-13 Various Public Improvements	05/15/13	875,000	-	521,473	-	-	-	-	213,593	-	-	-	-	7,263	-	315,143
#1071-14 Various Public Improvements	07/16/14	700,000	-	-	34,000	-	666,000	-	82,722	103,848	-	-	-	-	-	513,430
#1075-14 Impts to Carlock Field Playground	08/20/14	220,000	-	-	6,381	-	119,000	94,619	169,126	30,689	-	-	-	-	-	20,185
#1080-14 ADA Impts to Municipal Building	12/17/14	90,000	-	-	2,470	-	10,000	77,530	-	-	-	-	-	-	80,000	10,000
			\$ 1,060,815	\$ 1,671,028	\$ 42,851	\$ -	\$ 795,000	\$ 172,149	\$ 1,273,286	\$ 134,537	\$ 65,524	\$ 748,815	\$ 29,395	\$ 476,566	\$ 1,072,510	

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

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<u>Date of Issue - Purpose</u>	<u>Interest Rate</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2012</u>	<u>Issued In 2013</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2013</u>
07/15/01 General Improvement Bonds	Multiple	5,560,000	\$ 2,000,000	\$ -	\$ 400,000	\$ 1,600,000
02/15/12 General Improvement Bonds	Multiple	8,025,000	7,300,000	-	400,000	6,900,000
			<u>\$ 9,300,000</u>	<u>\$ -</u>	<u>\$ 800,000</u>	<u>\$ 8,500,000</u>

TOWNSHIP OF ROCHELLE PARK  
GENERAL CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2014

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2013	Issued		Decreased		Balance December 31, 2014
							Renewed	New Money	Renewed	Paydown	
<u>No. 13-1</u>											
#1049-12 Various Public Improvements	\$ 950,000	02/15/13	02/15/13	02/14/14	1.000%	\$ 950,000	\$ -	\$ -	\$ 950,000	\$ -	\$ -
<u>No. 14-1R</u>											
#1049-12 Various Public Improvements	\$ 950,000	02/15/13	02/14/14	02/13/15	1.250%	\$ -	\$ 950,000	\$ -	\$ -	\$ -	\$ 950,000
#1061-13 Various Public Improvements	833,000	02/14/14	02/14/14	02/13/15	1.250%	-	-	833,000	-	-	833,000
						\$ -	\$ 950,000	\$ 833,000	\$ -	\$ -	\$ 1,783,000
						\$ 950,000	\$ 950,000	\$ 833,000	\$ 950,000	\$ -	\$ 1,783,000

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

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Description	Balance December 31, 2013	Increased by		Decreased by Fund Balance Anticipated	Balance December 31, 2014
		Bond/BAN Premiums	Cancelled Funded Imp Authorizations		
Fund Balance	\$ 111,145	\$ 6,331	\$ 748,815	\$ -	\$ 866,291

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

Improvement Description	Balance December 31, 2013	Authorized	Issued		Other	Balance December 31, 2014
			BANs	Bonds		
#1054-12 Reconstruct/Improvements to Carlock Field	\$ 533,200	\$ -	\$ -	\$ -	\$ -	\$ 533,200
#1061-13 Various Public Improvements	833,000	-	833,000	-	-	-
#1071-14 Various Public Improvements	-	666,000	-	-	-	666,000
#1075-14 Impts to Carlock Field Playground	-	119,000	-	-	-	119,000
#1080-14 ADA Impts to Municipal Building	-	10,000	-	-	-	10,000
	<u>\$ 1,366,200</u>	<u>\$ 795,000</u>	<u>\$ 833,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,328,200</u>

**TOWNSHIP OF ROCHELLE PARK  
GENERAL FIXED ASSET ACCOUNT GROUP  
COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	<u>2014</u>	<u>2013</u>
<u>ASSETS</u>		
Land	\$ 2,019,503	\$ 1,997,800
Buildings and Improvements	3,952,000	3,952,000
Equipment	1,092,397	945,025
Vehicles	2,618,878	2,481,985
	<u>\$ 9,682,778</u>	<u>\$ 9,376,810</u>
 <u>FUND BALANCE</u>		
Reserve for Investment in General Fixed Assets	<u>\$ 9,682,778</u>	<u>\$ 9,376,810</u>

**TOWNSHIP OF ROCHELLE PARK  
GENERAL FIXED ASSET ACCOUNT GROUP  
SCHEDULE OF CHANGES IN RESERVE FOR GENERAL FIXED ASSETS  
YEAR ENDED DECEMBER 31, 2014**

	Balance December 31, 2013	Additions	Retirements	Adjustments	Balance December 31, 2014
Land	\$ 1,997,800	\$ 21,703	\$ -	\$ -	\$ 2,019,503
Buildings and Improvements	3,952,000	-	-	-	3,952,000
Equipment	945,025	150,997	(3,625)	-	1,092,397
Vehicles	2,481,985	291,393	(154,500)	-	2,618,878
	<u>\$ 9,376,810</u>	<u>\$ 464,093</u>	<u>\$ (158,125)</u>	<u>\$ -</u>	<u>\$ 9,682,778</u>

TOWNSHIP OF ROCHELLE PARK

NJ Comprehensive Annual Financial Report

Annual Financial Information and Operating Data Section

**TOWNSHIP OF ROCHELLE PARK  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
ADOPTED BUDGETS  
(UNAUDITED)**

J-1

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u>CURRENT FUND</u>										
<u>REVENUES</u>										
Fund Balance	\$ 544,143	\$ 300,000	\$ 150,000	\$ 250,000	\$ 500,000	\$ 650,000	\$ 650,000	\$ 750,000	\$ 600,000	\$ 450,000
Miscellaneous Revenues	2,402,302	2,525,237	2,492,690	2,488,496	2,217,104	2,122,987	2,452,724	2,557,041	2,278,670	2,267,420
Receipts From Delinquent Taxes	166,000	275,000	275,000	275,000	275,000	350,000	350,000	200,000	100,000	175,000
Amount to be Raised by Taxation	8,538,206	8,344,745	8,636,047	8,386,399	8,149,504	7,466,000	7,204,070	6,794,598	6,280,447	5,852,866
<b>Total Revenues</b>	<b>\$ 11,650,651</b>	<b>\$ 11,444,982</b>	<b>\$ 11,553,737</b>	<b>\$ 11,399,895</b>	<b>\$ 11,141,608</b>	<b>\$ 10,588,987</b>	<b>\$ 10,656,794</b>	<b>\$ 10,301,639</b>	<b>\$ 9,259,117</b>	<b>\$ 8,745,286</b>
<u>APPROPRIATIONS</u>										
Within "CAPS":										
Operations:										
Salaries and Wages	\$ 4,511,924	\$ 4,522,500	\$ 4,381,737	\$ 4,436,786	\$ 4,301,836	\$ 4,249,057	\$ 4,231,400	\$ 4,153,200	\$ 3,800,000	\$ 3,556,395
Other Expenses	3,410,030	3,124,204	2,828,048	2,642,136	2,695,094	2,715,280	2,879,025	2,911,581	1,528,200	1,484,300
Deferred Charges and Statutory Expenditures	962,774	948,508	956,192	1,024,539	827,037	796,379	178,500	237,238	135,390	130,000
Judgments	-	-	-	-	-	-	-	-	-	-
Excluded From "CAPS":										
Operations:										
Salaries and Wages	-	-	-	-	-	-	-	-	84,500	81,500
Other Expenses	836,484	802,788	1,369,887	1,263,311	1,480,486	1,233,354	1,709,712	1,569,794	2,387,625	2,183,048
Capital Improvements	30,000	70,000	50,000	35,000	30,000	30,000	110,000	40,000	45,000	32,500
Municipal Debt Service	1,060,030	1,052,375	1,004,900	1,190,956	1,007,756	988,711	990,237	922,256	842,894	805,406
Transferred to Local Board of Ed	97,772	94,607	100,000	103,167	95,399	136,000	135,399	180,557	177,314	181,273
Deferred Charges	184,637	155,000	202,973	44,000	44,000	9,000	-	11,900	30,840	55,843
Reserve for Uncollected Taxes	557,000	675,000	660,000	660,000	660,000	431,206	422,521	275,113	227,354	235,021
<b>Total Appropriations</b>	<b>\$ 11,650,651</b>	<b>\$ 11,444,982</b>	<b>\$ 11,553,737</b>	<b>\$ 11,399,895</b>	<b>\$ 11,141,608</b>	<b>\$ 10,588,987</b>	<b>\$ 10,656,794</b>	<b>\$ 10,301,639</b>	<b>\$ 9,259,117</b>	<b>\$ 8,745,286</b>

Source: Municipal Records

**TOWNSHIP OF ROCHELLE PARK  
 ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
 FUND BALANCE SUMMARIES  
 (UNAUDITED)**

J-2

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u>CURRENT FUND</u>										
Fund Balance, Beginning	\$ 3,365,358	\$ 2,583,191	\$ 1,885,813	\$ 647,751	\$ 871,219	\$ 1,516,360	\$ 1,144,879	\$ 1,827,748	\$ 1,889,226	\$ 1,689,476
Generated Current Year	642,975	1,082,167	847,378	1,488,062	276,532	4,859	1,021,481	67,131	538,522	649,750
Utilized Current Year	(544,143)	(300,000)	(150,000)	(250,000)	(500,000)	(650,000)	(650,000)	(750,000)	(600,000)	(450,000)
Fund Balance, Ending	<u>\$ 3,464,190</u>	<u>\$ 3,365,358</u>	<u>\$ 2,583,191</u>	<u>\$ 1,885,813</u>	<u>\$ 647,751</u>	<u>\$ 871,219</u>	<u>\$ 1,516,360</u>	<u>\$ 1,144,879</u>	<u>\$ 1,827,748</u>	<u>\$ 1,889,226</u>

Source: Municipal Records

**TOWNSHIP OF ROCHELLE PARK  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
TAX LEVY AND COLLECTION DATA  
(UNAUDITED)**

J-3

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>CURRENT YEAR % COLLECTION RATES</b>										
Current Tax Levy	\$ 21,305,749	\$ 20,414,153	\$ 20,624,379	\$ 20,213,345	\$ 19,593,820	\$ 18,392,124	\$ 18,279,830	\$ 17,661,990	\$ 16,959,198	\$ 15,155,978
Current Collections	\$ 21,100,334	\$ 20,260,808	\$ 20,224,072	\$ 19,833,528	\$ 19,172,419	\$ 17,759,827	\$ 17,377,294	\$ 17,245,107	\$ 16,561,718	\$ 15,022,193
Percentage of Collections	99.04%	99.25%	98.06%	98.12%	97.85%	96.56%	95.06%	97.64%	97.66%	99.12%

**DELINQUENT TAX %**

Delinquent Taxes	\$ 196,509	\$ 175,980	\$ 405,935	\$ 341,906	\$ 421,401	\$ 276,903	\$ 194,408	\$ 412,508	\$ 400,432	\$ 159,134
Tax Title Liens	-	-	-	-	-	-	-	-	-	-
Total Delinquent	\$ 196,509	\$ 175,980	\$ 405,935	\$ 341,906	\$ 421,401	\$ 276,903	\$ 194,408	\$ 412,508	\$ 400,432	\$ 159,134
Tax Levy	\$ 21,305,749	\$ 20,414,153	\$ 20,624,379	\$ 20,213,345	\$ 19,593,820	\$ 18,392,124	\$ 18,279,830	\$ 17,661,990	\$ 16,959,198	\$ 15,155,978
Percentage of Tax Levy	0.92%	0.86%	1.97%	1.69%	2.15%	1.51%	1.06%	2.34%	2.36%	1.05%

**PROPERTY ACQUIRED BY MUNICIPALITY FOR NON-PAYMENT OF TAXES**

Recorded at - Assessed Valuation	\$ -	\$ -	\$ -	\$ -	\$ 7,079	\$ 7,079	\$ 7,079	\$ 7,079	\$ 7,079	\$ 7,079
Number of Properties	-	-	-	-	1	1	1	1	1	1

Source: Municipal Records

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

Taxpayer	2014 Assessed Valuation	As a Percent of 2014 Total Net Valuations \$ 963,547,200
1 Mack-Cali Realty LP	\$ 30,797,200	3.20%
2 Verizon (3 Properties)	24,940,711	2.59%
3 Rochelle Park Holding LLC	19,468,800	2.02%
4 395 W Passaic LLC	16,718,200	1.74%
5 SAC Realty LLC	15,479,700	1.61%
6 Rte 17 Invest LLC	15,466,800	1.61%
7 Coolidge Park 17 LLC	14,875,500	1.54%
8 Rochelle Park JT Vent. c/o Mandelbaum	12,676,500	1.32%
9 Sims Associates c/o S. Goldsmith	11,370,900	1.18%
10 Sherebrooke Holding Company	10,267,700	1.07%
	<u>\$ 172,062,011</u>	17.86%

Source: Municipal Records

**TOWNSHIP OF ROCHELLE PARK  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
ASSESSMENT, AND COUNTY EQUALIZED VALUATION DATA  
(UNAUDITED)**

J-5

Description	2014		2013		2012		2011		2010*	
	# of Parcels	Value	# of Parcels	Value						
<b>NET VALUATIONS TAXABLE</b>										
Vacant Land	34	\$ 5,112,800	33	\$ 4,934,400	32	\$ 5,374,000	34	\$ 5,803,900	40	\$ 11,715,400
Residential	1809	600,122,200	1810	601,560,500	1810	603,442,100	1809	604,321,800	1808	604,811,200
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	130	305,389,200	132	312,497,200	132	314,727,200	131	315,635,400	131	315,071,900
Industrial	22	31,876,500	22	32,045,600	22	32,247,600	22	32,392,800	22	32,392,800
Apartments	4	20,821,500	4	20,626,700	4	20,821,200	4	20,821,200	4	20,821,200
Sub-Total	<u>1999</u>	<u>963,322,200</u>	<u>2001</u>	<u>971,664,400</u>	<u>2000</u>	<u>976,612,100</u>	<u>2000</u>	<u>978,975,100</u>	<u>2005</u>	<u>984,812,500</u>
Personal Property		-		-		26,451,640		24,940,711		27,395,337
Railroad		225,000		225,000		225,000		225,000		225,000
Net Valuations Taxable		<u>963,547,200</u>		<u>971,889,400</u>		<u>1,003,288,740</u>		<u>1,004,140,811</u>		<u>1,012,432,837</u>
Bergen County Equalization Adjustment		32,779,231		(75,599,093)		(22,158,749)		66,481,509		76,806,752
Bergen County Equalized Valuations		<u>\$ 996,326,431</u>		<u>\$ 896,290,307</u>		<u>\$ 981,129,991</u>		<u>\$ 1,070,622,320</u>		<u>\$ 1,089,239,589</u>
County Equalization Ratio		<u>97.13%</u>		<u>108.98%</u>		<u>102.86%</u>		<u>94.11%</u>		<u>93.28%</u>
Average Improved Residential Assessment		<u>\$ 331,743</u>		<u>\$ 332,354</u>		<u>\$ 333,393</u>		<u>\$ 334,064</u>		<u>\$ 334,519</u>

\*Revaluation Year

Source: Municipal Records; Abstract of Ratables, County of Bergen District Summaries

**TOWNSHIP OF ROCHELLE PARK  
ANNUAL FINANCIAL INFORMATION AND  
ASSESSMENT, AND COUNTY EQUALIZE  
(UNAUDITED)**

J-5

Description	2009		2008		2007		2006		2005	
	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value	# of Parcels	Value
<b>NET VALUATIONS TAXABLE</b>										
Vacant Land	61	\$ 8,998,700	62	\$ 8,761,001	53	\$ 8,087,901	135	\$ 12,977,700	57	\$ 9,564,400
Residential	1804	418,915,200	1801	416,907,900	1802	415,706,800	1720	391,636,200	1721	391,230,600
Farm (Regular)	0	-	0	-	0	-	0	-	0	-
Farm (Qualified)	0	-	0	-	0	-	0	-	0	-
Commercial	127	192,045,320	127	211,950,500	127	216,896,300	129	221,900,500	130	221,611,800
Industrial	22	22,993,300	23	23,848,800	23	24,498,800	23	24,498,800	23	24,498,800
Apartments	5	23,899,100	5	23,899,100	5	23,899,100	4	21,730,100	4	21,730,100
Sub-Total	<u>2019</u>	<u>666,851,620</u>	<u>2018</u>	<u>685,367,301</u>	<u>2010</u>	<u>689,088,901</u>	<u>2011</u>	<u>672,743,300</u>	<u>1935</u>	<u>668,635,700</u>
Personal Property		14,984,048		17,560,579		17,789,752		20,322,987		25,603,194
Railroad		225,000		225,000		225,000		225,000		225,000
Net Valuations Taxable		<u>682,060,668</u>		<u>703,152,880</u>		<u>707,103,653</u>		<u>693,291,287</u>		<u>694,463,894</u>
Bergen County Equalization Adjustment		451,813,228		437,007,805		330,569,476		194,812,860		99,223,292
Bergen County Equalized Valuations		<u>\$ 1,133,873,896</u>		<u>\$ 1,140,160,685</u>		<u>\$ 1,037,673,129</u>		<u>\$ 888,104,147</u>		<u>\$ 793,687,186</u>
County Equalization Ratio		<u>59.93%</u>		<u>61.37%</u>		<u>67.92%</u>		<u>77.99%</u>		<u>87.63%</u>
Average Improved Residential Assessment		<u>\$ 232,215</u>		<u>\$ 231,487</u>		<u>\$ 230,692</u>		<u>\$ 227,695</u>		<u>\$ 227,327</u>

\*Revaluation Year

Source: Municipal Records; Abstract of Rate

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

J-6

	2014	2013	2012	2011	2010*	2009	2008	2007	2006	2005
<b>TAX REQUIREMENTS</b>										
County	\$ 2,272,756	\$ 2,025,363	\$ 2,123,968	\$ 2,161,545	\$ 2,093,795	\$ 1,939,591	\$ 1,985,736	\$ 1,744,716	\$ 1,568,336	\$ 1,491,221
County Open Space	24,903	22,402	24,523	26,760	27,225	113,365	113,994	103,745	88,788	79,346
Local School	10,449,985	10,142,482	9,872,535	9,624,444	9,436,248	8,867,595	8,914,313	8,889,109	8,541,714	7,696,191
Municipal	8,538,206	8,344,745	8,636,047	8,386,399	8,149,504	7,466,000	7,204,070	6,794,598	6,280,447	5,852,866
Total Tax Requirements	<u>\$ 21,285,850</u>	<u>\$ 20,534,992</u>	<u>\$ 20,657,073</u>	<u>\$ 20,199,148</u>	<u>\$ 19,706,772</u>	<u>\$ 18,386,551</u>	<u>\$ 18,218,113</u>	<u>\$ 17,532,168</u>	<u>\$ 16,479,285</u>	<u>\$ 15,119,624</u>

<b>TAX RATES</b>										
County	0.236	0.209	0.212	0.216	0.207	0.285	0.283	0.247	0.226	0.215
County Open Space	0.003	0.003	0.003	0.003	0.003	0.017	0.017	0.010	0.010	0.010
Local School	1.085	1.044	0.985	0.959	0.932	1.299	1.268	1.258	1.232	1.109
Municipal	0.886	0.858	0.860	0.835	0.805	1.094	1.025	0.975	0.912	0.846
Total Tax Rates	<u>2.210</u>	<u>2.114</u>	<u>2.060</u>	<u>2.013</u>	<u>1.947</u>	<u>2.695</u>	<u>2.593</u>	<u>2.490</u>	<u>2.380</u>	<u>2.180</u>

\*Revaluation Year

**TOWNSHIP OF ROCHELLE PARK  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
STATEMENT OF INDEBTEDNESS  
(UNAUDITED)**

J-7

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Issued:										
General Bonds and Notes (Including School)	\$ 17,451,000	\$ 11,145,000	\$ 11,200,000	\$ 12,168,000	\$ 11,072,000	\$ 11,336,000	\$ 10,348,600	\$ 10,517,600	\$ 10,425,000	\$ 10,752,000
Authorized but not Issued:										
General Bonds and Notes	\$ 1,328,200	\$ 7,878,525	\$ 1,483,200	\$ -	\$ 785,000	\$ 620,000	\$ 2,094,000	\$ 699,000	\$ 832,600	\$ -
Gross Debt	\$ 18,779,200	\$ 19,023,525	\$ 12,683,200	\$ 12,168,000	\$ 11,857,000	\$ 11,956,000	\$ 12,442,600	\$ 11,216,600	\$ 11,257,600	\$ 10,752,000
Deductions	\$ 7,189,000	\$ 7,407,325	\$ 1,146,000	\$ 1,345,000	\$ 1,555,000	\$ 1,760,000	\$ 1,955,000	\$ 2,145,000	\$ 2,325,000	\$ 2,495,000
Net Debt	\$ 11,590,200	\$ 11,616,200	\$ 11,537,200	\$ 10,823,000	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600	\$ 8,932,600	\$ 8,257,000
Equalized Valuation Basis	\$ 950,225,414	\$ 949,422,970	\$ 964,780,683	\$ 1,016,783,853	\$ 1,137,186,942	\$ 1,162,651,923	\$ 1,142,100,365	\$ 990,224,029	\$ 871,145,579	\$ 779,864,017
Statutory Net Debt Percentage	1.22%	1.22%	1.20%	1.06%	0.91%	0.88%	0.92%	0.92%	1.03%	1.06%
3-1/2% of Equalized Valuation Basis	\$ 33,257,889	\$ 33,229,804	\$ 33,767,324	\$ 35,587,435	\$ 39,801,543	\$ 40,692,817	\$ 39,973,513	\$ 34,657,841	\$ 30,490,095	\$ 27,295,241
Remaining Borrowing Power	\$ 21,667,689	\$ 21,613,604	\$ 22,230,124	\$ 24,764,435	\$ 29,499,543	\$ 30,496,817	\$ 29,485,913	\$ 25,586,241	\$ 21,557,495	\$ 19,038,241

Source: Annual Debt Statement, Township of Rochelle Park; District Records

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

J-8

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>GROSS DIRECT DEBT</b>										
Municipal Debt	\$ 11,611,200	\$ 11,616,200	\$ 11,537,200	\$ 10,823,000	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600	\$ 8,932,600	\$ 8,257,000
Local School Debt	7,168,000	7,407,325	1,125,000	1,345,000	1,555,000	1,760,000	1,955,000	2,145,000	2,325,000	2,495,000
	<u>\$ 18,779,200</u>	<u>\$ 19,023,525</u>	<u>\$ 12,662,200</u>	<u>\$ 12,168,000</u>	<u>\$ 11,857,000</u>	<u>\$ 11,956,000</u>	<u>\$ 12,442,600</u>	<u>\$ 11,216,600</u>	<u>\$ 11,257,600</u>	<u>\$ 10,752,000</u>
<b>OVERLAPPING DEBT</b>										
County of Bergen (1)	\$ 9,566,678	\$ 7,256,454	\$ 7,405,619	\$ 7,500,331	\$ 7,364,814	\$ 6,831,033	\$ 6,835,956	\$ 6,526,544	\$ 4,788,467	\$ 4,689,313
Bergen County Utilities Authority (2)	2,225,887	2,292,023	2,825,973	2,881,707	3,009,492	3,056,469	3,288,439	3,683,801	2,733,477	1,628,799
	<u>\$ 11,792,565</u>	<u>\$ 9,548,477</u>	<u>\$ 10,231,592</u>	<u>\$ 10,382,038</u>	<u>\$ 10,374,306</u>	<u>\$ 9,887,502</u>	<u>\$ 10,124,395</u>	<u>\$ 10,210,345</u>	<u>\$ 7,521,944</u>	<u>\$ 6,318,112</u>
<b>(1) County Debt:</b>										
Municipal Equalized Valuations	\$ 996,326,431	\$ 896,290,307	\$ 981,129,991	\$ 1,070,622,320	\$ 1,089,239,589	\$ 1,133,873,896	\$ 1,140,160,685	\$ 1,037,673,129	\$ 888,104,147	\$ 793,687,186
Total County Equalized Valuations	\$ 153,692,655,721	\$ 165,008,934,260	\$ 168,748,014,772	\$ 173,258,537,441	\$ 183,412,099,706	\$ 187,580,071,463	\$ 182,767,512,263	\$ 172,863,500,734	\$ 153,984,695,626	\$ 136,528,998,442
	0.65%	0.54%	0.58%	0.62%	0.59%	0.60%	0.62%	0.60%	0.58%	0.58%
County's Outstanding Debt	1,471,796,641	1,343,787,738	1,276,830,919	1,209,730,830	1,248,273,490	1,138,505,430	1,102,573,565	1,087,757,268	825,597,736	808,502,305
	<u>\$ 9,566,678</u>	<u>\$ 7,256,454</u>	<u>\$ 7,405,619</u>	<u>\$ 7,500,331</u>	<u>\$ 7,364,814</u>	<u>\$ 6,831,033</u>	<u>\$ 6,835,956</u>	<u>\$ 6,526,544</u>	<u>\$ 4,788,467</u>	<u>\$ 4,689,313</u>
<b>(2) Bergen County Utilities Authority Debt:</b>										
Rochelle Park TWP User Fees	\$ 694,965	\$ 678,690	\$ 753,073	\$ 702,109	\$ 656,071	\$ 612,979	\$ 603,765	\$ 548,410	\$ 537,543	\$ 510,025
Total User Fees	\$ 67,087,613	\$ 65,668,840	\$ 63,866,441	\$ 61,684,818	\$ 58,635,759	\$ 55,599,600	\$ 52,885,837	\$ 48,210,978	\$ 45,482,055	\$ 43,399,055
	1.04%	1.03%	1.18%	1.14%	1.12%	1.10%	1.14%	1.14%	1.18%	1.18%
BCUA's Outstanding Debt	214,027,570	222,526,476	239,489,200	252,781,291	268,704,631	277,860,831	288,459,524	323,140,462	231,650,600	138,033,827
	<u>\$ 2,225,887</u>	<u>\$ 2,292,023</u>	<u>\$ 2,825,973</u>	<u>\$ 2,881,707</u>	<u>\$ 3,009,492</u>	<u>\$ 3,056,469</u>	<u>\$ 3,288,439</u>	<u>\$ 3,683,801</u>	<u>\$ 2,733,477</u>	<u>\$ 1,628,799</u>

Source: County of Bergen; Bergen County Utilities Authority

**TOWNSHIP OF ROCHELLE PARK**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**RATION OF GROSS AND NET DEBT TO COUNTY EQUALIZED VALUE, AND DEBT PER CAPITA**  
**(UNAUDITED)**

J-9

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Population (as of July 1)	5,883	5,883	5,575	5,566	5,536	6,063	6,046	6,045	5,904	5,767
County Equalized Valuation	\$ 996,326,431	\$ 896,290,307	\$ 981,129,991	\$ 1,070,622,320	\$ 1,089,239,589	\$ 1,133,873,896	\$ 1,140,160,685	\$ 1,037,673,129	\$ 888,104,147	\$ 793,687,186
Gross Debt	\$ 18,779,200	\$ 19,023,525	\$ 12,683,200	\$ 12,168,000	\$ 11,857,000	\$ 11,956,000	\$ 12,442,600	\$ 11,216,600	\$ 11,257,600	\$ 10,752,000
Gross Debt Per Capita	\$ 3,192	\$ 3,234	\$ 2,275	\$ 2,186	\$ 2,142	\$ 1,972	\$ 2,058	\$ 1,856	\$ 1,907	\$ 1,864
Ratio of Gross Debt to County Equalized Valuations	1.88%	2.12%	1.29%	1.14%	1.09%	1.05%	1.09%	1.08%	1.27%	1.35%
Net Debt	\$ 11,590,200	\$ 11,616,200	\$ 11,537,200	\$ 10,823,000	\$ 10,302,000	\$ 10,196,000	\$ 10,487,600	\$ 9,071,600	\$ 8,932,600	\$ 8,257,000
Ratio of Net Debt to County Equalized Valuations	1.16%	1.30%	1.18%	1.01%	0.95%	0.90%	0.92%	0.87%	1.01%	1.04%
Net Debt per Capita	\$ 1,970	\$ 1,975	\$ 2,069	\$ 1,944	\$ 1,861	\$ 1,682	\$ 1,735	\$ 1,501	\$ 1,513	\$ 1,432

Sources: U.S. Bureau of the Census, Municipal Records

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

J-10

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>Debt Service Appropriations:</b>										
<b>Serial Bonds:</b>										
Principal	\$ 800,000	\$ 775,000	\$ 745,000	\$ 634,000	\$ 605,000	\$ 575,000	\$ 545,000	\$ 515,000	\$ 490,000	\$ 465,000
Interest	246,850	272,750	212,900	159,956	190,056	218,806	246,206	272,256	296,894	320,406
<b>Notes:</b>										
Principal	-	-	-	275,000	109,000	109,987	63,000	45,000	-	-
Interest	13,180	4,625	47,000	122,000	103,700	84,918	136,031	90,000	56,000	20,000
<b>Loans:</b>										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
	<u>\$ 1,060,030</u>	<u>\$ 1,052,375</u>	<u>\$ 1,004,900</u>	<u>\$ 1,190,956</u>	<u>\$ 1,007,756</u>	<u>\$ 988,711</u>	<u>\$ 990,237</u>	<u>\$ 922,256</u>	<u>\$ 842,894</u>	<u>\$ 805,406</u>
<b>Total Current Fund Budget Appropriations</b>	<u>\$ 11,650,651</u>	<u>\$ 11,444,982</u>	<u>\$ 11,553,737</u>	<u>\$ 11,399,895</u>	<u>\$ 11,141,608</u>	<u>\$ 10,588,987</u>	<u>\$ 10,656,794</u>	<u>\$ 10,301,639</u>	<u>\$ 9,259,117</u>	<u>\$ 8,745,286</u>
<b>Ratio of Debt Service to Current Fund Budget Appropriations</b>	<u>9.10%</u>	<u>9.20%</u>	<u>8.70%</u>	<u>10.45%</u>	<u>9.04%</u>	<u>9.34%</u>	<u>9.29%</u>	<u>8.95%</u>	<u>9.10%</u>	<u>9.21%</u>

Source: Municipal Records

**TOWNSHIP OF ROCHELLE PARK  
ANNUAL FINANCIAL INFORMATION AND OPERATING DATA  
DEMOGRAPHIC STATISTICS  
(UNAUDITED)**

J-11

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Average Labor Force Estimates by Municipality:										
Labor Force	3,100	3,014	2,990	2,993	3,013	2,979	2,942	2,942	2,904	2,887
Employment	2,725	2,734	2,717	2,716	2,740	2,827	2,827	2,814	2,782	2,753
Unemployment	375	280	273	278	273	152	116	128	122	134
Unemployment Rate	12.1%	9.3%	9.1%	9.3%	9.1%	5.1%	3.9%	4.4%	4.2%	4.6%
Per Capital Personal Income - Bergen County	69,919	69,919	67,240	63,950	63,862	67,375	67,606	\$ 63,166	\$ 57,745	\$ 55,322

	Estimates as of July 1,						Corrected Census 2010 Count
Subcounty Population Estimates:							
Rochelle Park TWP	5,883	5,575	5,566	5,536	6,063	6,046	5,530
County of Bergen	925,328	918,888	911,004	906,184	895,250	889,915	905,116

Sources:  
New Jersey Department of Labor and Workforce Development, Labor Planning and Analysis  
New Jersey Department of Labor and Workforce Development  
U.S. Bureau of the Census, Population Division

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

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	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
# of Permits Issued	347	361	497	673	460	431	508	603	576	638
Value of Construction	\$ 4,139,108	\$ 6,069,753	\$ 17,065,764	\$ 5,277,704	\$ 3,517,195	\$ 7,383,632	\$ 9,118,034	\$ 5,020,317	\$ 6,882,107	\$ 7,947,050

Source: Municipal Records

TOWNSHIP OF ROCHELLE PARK  
NJ Comprehensive Annual Financial Report  
Single Audit Section

*Di Maria & Di Maria LLP*  
*Accountants and Consultants*

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245 Union Street  
Lodi, New Jersey 07644  
Voice 973.779.6890  
Facsimile 973.779.6891

Independent Auditors' Report

Honorable Mayor and Members of the Township Committee  
Township of Rochelle Park, County of Bergen, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements - *regulatory basis* - of the various funds and account group of the Township of Rochelle Park, in the County of Bergen (the "Township") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated May 31, 2015, which was adverse due to the financial statements being prepared in conformity with the New Jersey regulatory basis of accounting.

Internal Control Over Financial Reporting

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

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

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

## *Di Maria & Di Maria LLP*

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### Independent Auditors' Report (Continued)

#### Compliance and Other Matters

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

#### Purpose of this Report

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

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank DiMaria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

May 31, 2015

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

K-3  
 Schedule A

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	State Project Number	Award Amount	Grant Period		Balance December 31, 2013	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable)	Deferred Revenue	Due to Grantor at
				From	To							December 31, 2014	December 31, 2014	December 31, 2014
<b>Grant Fund</b>														
US Office of Homeland Security Passed Through														
The State of New Jersey Department of Homeland Security --														
DEA Funds			\$ 1,937	1/1/2010	12/31/10	\$ 1,808	\$ -	\$ -	\$ (102)	\$ -	\$ -	\$ -	\$ 1,706	\$ -
<b>General Capital Fund</b>														
U.S. Department of Transportation --														
Passed through the State of New Jersey, Department of Transportation --														
State Aid - Roadway Projects	6320-480-078-6320		275,000	01/01/09	12/31/09	(104,161)	-	38,637	-	65,524	-	-	-	-
State Aid - Roadway Projects	6320-480-078-6320		100,000	01/01/11	12/31/11	(100,000)	-	-	-	-	-	(100,000)	-	-
State of New Jersey, Department of Housing & Urban Development Program --														
Passed Thru the County of Bergen, Community Development Program --														
ADA Improvements			77,530	01/01/14	12/31/14	-	-	-	(77,530)	-	-	(77,530)	-	-
Total Federal Financial Assistance			\$ (202,353)	\$ -	\$ 38,637	\$ (77,632)	\$ 65,524	\$ -	\$ (177,530)	\$ 1,706	\$ -	\$ -	\$ -	

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

K-4  
 Schedule B

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period		Balance December 31, 2013	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable)	Deferred Revenue	Due to Grantor at
			From	To							December 31, 2014	December 31, 2014	December 31, 2014
<b>Grant Fund</b>													
State of N.J., Department of Environmental Protection --													
Recycling Tonnage Grant	4900-752-042-4900	\$ 3,211	01/01/06	12/31/06	\$ 989	\$ -	\$ -	(989)	\$ -	\$ -	\$ -	\$ -	\$ -
Recycling Tonnage Grant	4900-752-042-4900	3,744	01/01/07	12/31/07	3,745	-	-	(3,745)	-	-	-	-	-
Recycling Tonnage Grant	4900-752-042-4900	3,262	01/01/08	12/31/08	3,261	-	-	(3,261)	-	-	-	-	-
Recycling Tonnage Grant	4900-752-042-4900	5,849	01/01/09	12/31/09	5,848	-	-	(5,848)	-	-	-	-	-
Recycling Tonnage Grant	4900-752-042-4900	9,011	01/01/10	12/31/10	9,011	-	-	(9,011)	-	-	-	-	-
Recycling Tonnage Grant	4900-752-042-4900	9,467	01/01/12	12/31/12	9,467	-	-	(5,487)	-	-	-	3,980	-
Recycling Tonnage Grant	4900-752-042-4900	8,654	01/01/13	12/31/13	8,645	-	-	-	-	-	-	8,645	-
Recycling Tonnage Grant	4900-752-042-4900	7,089	01/01/14	12/31/14	-	-	7,089	-	-	-	-	7,089	-
Clean Communities Program	4900-765-042-4900	6,101	01/01/08	12/31/08	5,737	-	-	(5,737)	-	-	-	-	-
Clean Communities Program	4900-765-042-4900	7,823	01/01/10	12/31/10	7,823	-	-	(7,823)	-	-	-	-	-
Clean Communities Program	4900-765-042-4900	8,146	01/01/11	12/31/11	8,146	-	-	(8,146)	-	-	-	-	-
Clean Communities Program	4900-765-042-4900	7,790	01/01/12	12/31/12	7,790	-	-	(7,790)	-	-	-	-	-
Clean Communities Program	4900-765-042-4900	7,663	01/01/13	12/31/13	5,030	-	-	(5,030)	-	-	-	-	-
Clean Communities Program	4900-765-042-4900	8,997	01/01/14	12/31/14	-	-	8,997	(243)	-	-	-	8,754	-
State of N.J., Department of Law and Public Safety --													
Body Armor Replacement Program	1020-718-066-1020	2,204	01/01/12	12/31/12	620	-	-	(620)	-	-	-	-	-
Body Armor Replacement Program	1020-718-066-1020	2,251	01/01/13	12/31/13	2,251	-	-	(2,251)	-	-	-	-	-
Body Armor Replacement Program	1020-718-066-1020	2,783	01/01/14	12/31/14	-	-	2,783	(1,265)	-	-	-	1,518	-
Drunk Driving Enforcement Fund		19,236	01/01/08	12/31/08	17,721	-	-	-	-	-	-	17,721	-
Drunk Driving Enforcement Fund		8,454	01/01/13	12/31/13	8,454	-	-	-	-	-	-	8,454	-
State of N.J., Department of Treasury - Passed Thru County of Bergen --													
Municipal Alliance on Alcoholism & Drug Abuse - State		9,876	01/01/13	12/31/13	(9,676)	-	8,636	-	1,040	-	-	-	-
Municipal Alliance on Alcoholism & Drug Abuse - State		9,876	01/01/13	12/31/13	3,842	-	-	(3,842)	-	-	-	-	-
Municipal Alliance on Alcoholism & Drug Abuse - State		9,876	01/01/14	12/31/14	-	-	9,876	(2,976)	(6,900)	-	-	-	-
Municipal Alliance on Alcoholism & Drug Abuse - Local		2,469	01/01/13	12/31/13	199	-	-	(199)	-	-	-	-	-
Municipal Alliance on Alcoholism & Drug Abuse - Local		2,469	01/01/14	12/31/14	-	-	2,469	(1,390)	(1,079)	-	-	-	-
State of N.J., Department of Environmental Protection --													
De-Snagging and Dredging of Passaic River Basin		66,500	01/01/14	12/31/14	-	-	-	(24,902)	-	-	(66,500)	41,598	-
<b>Current Fund</b>													
State of N.J., Department of Community Affairs --													
Consolidated Municipal Property Tax Relief Aid	082-495-6020	90,907	01/01/14	12/31/14	-	-	90,907	(90,907)	-	-	-	-	-
Local Enforcement Agency Rebates	022-8017-100-040	21,291	01/01/14	12/31/14	-	-	21,291	(21,291)	-	-	-	-	-
State of New Jersey, Department of Treasury --													
Energy Receipts Tax	082-100-6020	585,724	01/01/14	12/31/14	-	-	585,724	(585,724)	-	-	-	-	-
Supplemental Energy Receipt Tax	082-100-6020	21,886	01/01/14	12/31/14	-	-	21,886	(21,886)	-	-	-	-	-
Hotel Fees		89,455	01/01/14	12/31/14	-	-	89,455	(89,455)	-	-	-	-	-
Veteran, Senior, and Disabled Citizens' Tax Exemptions	082-495-6020	59,845	01/01/14	12/31/14	-	-	59,845	(59,845)	-	-	-	-	-
<b>General Capital Fund</b>													
None													
Total State Financial Assistance					\$ 98,903	\$ -	\$ 908,958	\$ (969,663)	\$ (6,939)	\$ -	\$ (66,500)	\$ 97,759	\$ -

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

---

**Note 1 - General**

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Township of Rochelle Park, County of Bergen, State of New Jersey. The Township of Rochelle Park is defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

**Note 2 - Basis of Accounting**

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting. These bases of accounting are described in Note 1 to the municipality's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 3 - Relationship to General-Purpose Financial Statements**

Organization

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

Basis of Accounting

The Township's grants are presented on the modified accrual basis of accounting utilizing the following methods:

Current Fund Grants -

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the current fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

Trust Fund and Capital Fund Grants -

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions are raised in the current fund budget. The percentage of matching contributions varies with each program. Local and state shares of grants are reflected in total on the Schedule of State Financial Assistance.

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

---

**Note 3 - Relationship to General-Purpose Financial Statements (Continued)**

Expenditures

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to current fund balance when the grant is closed out.

Expenditures per Financial Reports

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from January 1, 2014 to December 31, 2014. Breakdown by fund is as follows:

	Federal	State	Total
Current Fund	\$ -	\$ 869,108	\$ 869,108
Grant Fund	102	100,555	100,657
General Capital Fund	77,530	-	77,530
Total Awards and Financial Assistance	<u>\$ 77,632</u>	<u>\$ 969,663</u>	<u>\$ 1,047,295</u>

**Note 4 - Relationship to Federal and State Financial Reports**

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

**Note 5 - Federal and State Loans Outstanding**

The Township did not have any federal and state loans outstanding at of December 31, 2014.

**Note 6 - Contingencies**

Each of the grantor agencies reserve the right to conduct additional audits of the Township's grant programs for economy, efficiency and program results.

**TOWNSHIP OF ROCHELLE PARK  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED DECEMBER 31, 2014**

---

**Section I -- Summary of Auditors' Results**

Financial Statements

A) Type of auditors' report issued:	<u>Adverse - GAAP; Qualified - Regulatory</u>	
B) Internal control over financial reporting:		
1. Material weakness(es) identified?	_____ yes	_____ X _____ no
2. Significant deficiency(ies) identified?	_____ yes	_____ X _____ no
C) Noncompliance material to general-purpose financial statements noted?	_____ yes	_____ X _____ no

**TOWNSHIP OF ROCHELLE PARK  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 YEAR ENDED DECEMBER 31, 2014**

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**Section I -- Summary of Auditors' Results (Continued)**

Federal Awards

**\*\*NOT APPLICABLE - EXPENDITURES UNDER \$500,000\*\***

A) Internal control over major programs:

1. Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

2. Significant deficiency(ies) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

B) Type of auditors' report issued on compliance for major programs:

C) Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular A-133? \_\_\_\_\_ yes \_\_\_\_\_ no

D) Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>

E) Dollar threshold used to distinguish between type A and type B programs:

F) Auditee qualified as low-risk auditee? \_\_\_\_\_ yes \_\_\_\_\_ no

TOWNSHIP OF ROCHELLE PARK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2014

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Section I -- Summary of Auditors' Results (Continued)

State Awards

**\*\*NOT APPLICABLE - EXPENDITURES UNDER \$500,000\*\***

A) Internal control over major programs:

1. Material weakness(es) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

2. Significant deficiency(ies) identified? \_\_\_\_\_ yes \_\_\_\_\_ no

B) Type of auditors' report issued on compliance for major programs:

C) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 04-04? \_\_\_\_\_ yes \_\_\_\_\_ no

D) Identification of major programs:

<u>Program GMIS Number(s)</u>	<u>Name of State Program</u>

E) Dollar threshold used to distinguish between type A and type B programs:

F) Auditee qualified as low-risk auditee? \_\_\_\_\_ yes \_\_\_\_\_ no

**TOWNSHIP OF ROCHELLE PARK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2014**

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**Section II -- Financial Statement Findings**

**Finding #1:**

The Township purchased a pickup truck and related accessories using Clean Communities Grant funding. Clean Communities Program Guidelines specify that no more than 25% of annual funding can be used for or towards the purchase of single items of equipment such as trucks, trailers or other vehicles.

**Questioned Costs:**

If audited by the NJ Clean Communities Council, the Township may be required to return \$30,781.89 that was not spent in compliance with the Clean Communities Program Guidelines.

**Finding #2:**

The Township purchased a utility vehicle using Recycling Tonnage Grant funding. The Recycling Enhancement Act specifies that it is strictly forbidden for municipalities to use this funding to purchase vehicles used for commutation while operating its recycling program.

**Questioned Costs:**

If audited by the NJ Department of Environmental Protection, the Township may be required to return \$13,046.76 that was not spent in compliance with the Recycling Enhancement Act.

**TOWNSHIP OF ROCHELLE PARK  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2014**

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

Current Year

Federal Awards:

None

State Awards:

None

**TOWNSHIP OF ROCHELLE PARK  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
YEAR ENDED DECEMBER 31, 2014**

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None

TOWNSHIP OF ROCHELLE PARK

NJ Comprehensive Annual Financial Report

General Comments and Recommendations Section

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

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**General**

None

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

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**Cash Cycle**

Treasurer

None

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

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**Revenues/Cash Receipts Cycle**

Ref.#

Treasurer

None

Tax Collector

None

Township Clerk

None

Municipal Court

The Borough did not utilize a private collection agency to collect outstanding municipal court debts. #1

There is a shortage in the Municipal Court General Account. #2

There is only one signature required on the Municipal Court General & Bail Accounts. #3

Ending balances in the Municipal Court General Account were not disbursed by the 15th of the subsequent month. #4

Building Department

None

Police Department

None

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

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**Expenditures/Cash Disbursements Cycle**

None

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

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**Payroll Cycle**

Ref.#

None

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

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**Capital Assets**

None

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

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**Recommendations**

1. That the Borough utilize a private collection agency to collect outstanding municipal court debts.
2. That the shortage in the Municipal Court General Account be reviewed and cleared of record.
3. That disbursement checks in the Municipal Court General & Bail Accounts require at least two authorizing signatures.
4. That ending balances in the Municipal Court General Account be disbursed by the 15th of the subsequent month.
5. That only allowable expenditures be charged to state grants.

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

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**Status of Prior Years' Recommendations**

A review was made of all prior year's recommendations, and corrective action was taken on all with the exception of those denoted with an asterisk.

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The synopsis of this report, together with the recommendations must be published as required by statute. We wish to express our appreciation of the assistance and courtesies extended by the Township Officials during the course of the audit.

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank Di Maria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

May 31, 2015