

CITY OF WILDWOOD

CAPE MAY COUNTY

NEW JERSEY

AUDIT REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2015**

CITY OF WILDWOOD

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CITY OF WILDWOOD

PART I

REPORT ON AUDIT OF FINANCIAL STATEMENTS

AND SUPPLEMENTARY DATA

YEAR ENDED DECEMBER 31, 2015

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FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditor's Report

The Honorable Mayor and
Members of the Board of Commissioners
City of Wildwood, 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 City of Wildwood, as of December 31, 2015 and 2014, 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, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's 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, the 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

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

As described in Note 1 of the financial statements, the financial statements are prepared by the City of Wildwood on the basis of the financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to 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 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 each fund of the City of Wildwood as of December 31, 2015 and 2014, or changes in financial position for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets and account group as of December 31, 2015 and 2014, 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, 2015 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wildwood’s basic financial statements. The supplementary 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 basic financial statements.

The supplemental information listed in the table of contents was 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.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the financial statements. Because of the significance of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United State of America, it is inappropriate to and we do not express an opinion on the supplementary information referred to above.

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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2016 on our consideration of the City of Wildwood'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 City of Wildwood's internal control over financial reporting and compliance.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia
Michael S. Garcia
Certified Public Accountant
Registered Municipal Accountant
No. 472

June 30, 2016

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EXHIBIT A - CURRENT FUND

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**CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

	2015	2014
<u>Assets</u>		
Regular Fund:		
Cash:		
Treasurer	\$ 5,774,469.50	\$ 4,635,237.49
Collector	44,342.75	15,952.36
Change Fund	925.00	925.00
Due from the State of New Jersey:		
Veterans' and Senior Citizens' Deductions	7,190.39	9,469.85
	5,826,927.64	4,661,584.70
Receivables and Other Assets with Full Reserves:		
Delinquent Property Taxes Receivable	16,304.06	14,365.11
Tax Title Liens Receivable	119,043.50	110,836.35
Hazard Liens Receivable	660.00	4,800.15
Property Acquired / Assessed Valuation	620,100.00	620,100.00
Revenue Accounts Receivable	29,288.39	21,907.36
Deposits	3,200.00	3,200.00
NJSEA Mortgage Receivable	2,449,314.00	2,449,314.00
NJSEA Payment in Lieu of Tax Receivable	180,000.00	150,000.00
	3,417,909.95	3,374,522.97
Deferred Charges		
Special Emergency Authorizations	251,200.00	419,400.00
	251,200.00	419,400.00
	9,496,037.59	8,455,507.67
Federal and State Grant Fund:		
Cash	148,502.50	172,873.53
Federal and State Grants Receivable	799,864.38	718,540.15
	948,366.88	891,413.68
	\$ 10,444,404.47	\$ 9,346,921.35

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

<u>Liabilities, Reserves and Fund Balance</u>	<u>2015</u>	<u>2014</u>
Regular Fund:		
Appropriation Reserves	\$ 1,301,815.74	722,905.34
Encumbrances & Accounts Payable	690,059.77	376,516.85
Refunds Payable	1,379.32	5,329.45
Prepaid Taxes	880,311.63	819,642.56
Tax Overpayments	367.89	5,181.93
Special Emergency Notes Payable	251,200.00	419,400.00
Due County for Added and Omitted Taxes	3,082.25	2,375.50
Reserve for:		
Master Plan	1,959.70	1,959.70
Tax Map	32,142.82	32,182.47
Auctioneer/Auction Sale	240.17	240.17
Land Sale Escrow	-	120,234.80
Tax Appeals	60,269.14	175,998.24
Codification of Ordinance	12,208.13	24,872.13
Performance Deposit	167,414.37	172,563.77
Human Services	670.00	670.00
GWTIDA Fee	2,094.00	8,532.70
Reassessment	29,015.68	29,216.04
Insurance Proceeds	11,674.74	52,048.74
Boardwalk Viewers	-	270.38
	<u>3,445,905.35</u>	<u>2,970,140.77</u>
Reserves for Receivables	3,417,909.95	3,374,522.97
Fund Balance	<u>2,632,222.29</u>	<u>2,110,843.93</u>
	<u>9,496,037.59</u>	<u>8,455,507.67</u>
Federal and State Grant Fund:		
Reserve for Encumbrances	237.50	167,582.78
Reserve for State Grants:		
Unappropriated Reserves	43,728.20	81,121.29
Appropriated Reserves	<u>904,401.18</u>	<u>642,709.61</u>
	<u>948,366.88</u>	<u>891,413.68</u>
	<u>\$ 10,444,404.47</u>	<u>9,346,921.35</u>

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,**

	2015	2014
<u>Revenue and Other Income Realized:</u>		
Fund Balance Utilized	\$ 1,848,950.00	\$ 975,950.00
Miscellaneous Revenues Anticipated	7,232,002.31	6,997,116.71
Receipts from Delinquent Taxes	55,167.43	35,729.40
Receipts from Current Taxes	32,780,815.15	32,428,646.32
Nonbudget Revenues	1,765,761.18	349,671.59
Other Credits to Income:		
Unexpended Balance of		
Appropriation Reserves	237,311.56	149,044.84
Statutory Excess-Animal Control Fund	234.00	444.00
Refunds Payable Cancelled	1,800.47	-
Accounts Payable Cancelled	1,119.68	483.02
	43,923,161.78	40,937,085.88
<u>Expenditures:</u>		
Budget and Emergency Appropriations:		
Appropriations Within "CAPS"		
Operations:		
Salaries and Wages	11,230,566.67	10,311,348.27
Other Expenses	9,360,022.50	8,173,550.07
Deferred Charges and		
Statutory Expenditures	2,109,452.49	2,023,643.19
Appropriations Excluded from "CAPS"		
Operations:		
Salaries and Wages	576,580.00	768,630.12
Other Expenses	554,581.78	119,606.08
Capital Improvements	183,000.00	100,000.00
Debt Service	2,448,446.50	2,860,161.19
Deferred Charges	168,200.00	302,738.29
County Taxes Payable	3,662,361.58	3,619,823.36
County Share of Added and Omitted Taxes	3,082.25	2,375.50
Local District School Tax	10,655,593.00	10,352,208.00
Special District Tax	580,000.00	580,000.00
Prior Year Revenue Refunded	18,211.65	38,658.19
Prior Year Rounding	-	0.03
Canceled Grants	2,735.00	6,080.54
Prior Year Veterans' and Senior Citizens' Deductions	-	1,900.00
	41,552,833.42	39,260,722.83

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,**

	2015	2014
Excess/(Deficit) in Revenues	\$ 2,370,328.36	\$ 1,676,363.05
Adjustments to Income Before Fund Balance - Expenditures Included Above Which Are by Statute Deferred Charges to Budget of Succeeding Year	-	-
Statutory Excess to Fund Balance	2,370,328.36	1,676,363.05
Fund Balance January 1	2,110,843.93	1,410,430.88
Total	4,481,172.29	3,086,793.93
Decreased by:		
Utilization as Anticipated Revenue	1,848,950.00	975,950.00
Fund Balance December 31	\$ 2,632,222.29	\$ 2,110,843.93

**CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS**

	Anticipated Budget	Special N.J.S. 40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	\$ 1,848,950.00	\$ -	\$ 1,848,950.00	-
	1,848,950.00	-	1,848,950.00	-
<u>Miscellaneous Revenues:</u>				
Licenses-Alcoholic Beverages	101,000.00		131,997.00	30,997.00
Licenses-Other	374,000.00		406,360.70	32,360.70
Fees and Permits	462,800.00		485,267.82	22,467.82
Municipal Court	571,000.00		710,652.78	139,652.78
Interest and Costs on Taxes	101,000.00		125,999.48	24,999.48
Parking Meters	708,000.00		761,066.36	53,066.36
Interest on Investments	22,000.00		36,946.79	14,946.79
Public Property Rental	446,110.00		403,812.73	(42,297.27)
TV Cable Franchise Fee	41,509.35		41,509.35	-
In Lieu of Taxes	102,000.00		108,875.24	6,875.24
Ambulance Rescue Squad	378,000.00		361,065.18	(16,934.82)
Fees - Tram Car	92,700.00		106,275.53	13,575.53
1.85% Room Tax	232,000.00		268,247.28	36,247.28
GWTDA Administrative Reimbursement	30,000.00		30,000.00	-
Energy Receipts Tax (P.L. 1997, Ch 162&167)	1,005,571.00		1,005,571.00	-
Shared Services Agreements:				
Tax Assessor	58,100.00		58,440.43	340.43
Emergency Medical Services	15,000.00		15,000.00	-
Municipal Court Services	17,500.00		17,500.00	-
Cops in School-WBOE	60,000.00		60,000.00	-
Police Dispatch	35,000.00		35,000.00	-
Uniform Fire Safety Act	52,179.20		48,509.72	(3,669.48)
Indirect Cost Allocation from Water Utility	470,287.12		470,287.12	-
Wildwood Water Utility - Rio Grande Avenue	10,862.00		10,862.00	-
Reserve for Payment of Bonds	66,009.82		66,009.82	-
Water Utility Fund Balance	218,239.00		218,239.00	-
Municipal Event Support from GWTDA	44,488.63		44,488.63	-

**CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
(CONTINUED)**

	Anticipated Budget	Special N.J.S. 40A:4-87	Realized	Excess or (Deficit)
Miscellaneous Revenues (continued):				
Beach Services Revenue	\$ 227,300.00	\$	\$ 331,199.00	\$ 103,899.00
GWTIDA Event Support - Wildwood Block Party	8,750.00		8,750.00	-
Dance Party and Concert	20,000.00			(20,000.00)
GWTIDA Event Support - Dance Party and Concert	30,000.00			(30,000.00)
Additional Revenues Offset With Appropriations:				
Recycling Tonnage	27,415.94		27,415.94	-
Body Armor Grant	3,705.35		3,705.35	-
COPS Hiring Recovery Program	625,000.00		625,000.00	-
Cooperative Housing Inspection Program	11,000.00		11,000.00	-
Atlantic County Municipal JIF Safety Incentive - 2013	1,750.00		1,750.00	-
Atlantic County Municipal JIF Safety Incentive - 2014	1,750.00		1,750.00	-
Bulletproof Vest Partnership - 2014	6,148.06		6,148.06	-
Comcast Technology Grant	50,000.00		50,000.00	-
WBID Community Policing		20,000.00	20,000.00	-
COPS in Shops		8,300.00	8,300.00	-
GWTIDA - Municipal Event Support		100,000.00	100,000.00	-
Drive Sober or Get Pulled Over		5,000.00	5,000.00	-
Buckle Up South Jersey/Click It or Ticket		4,000.00	4,000.00	-
Total Miscellaneous	6,728,175.47	137,300.00	7,232,002.31	366,526.84
Receipts from Delinquent Taxes	25,000.00		55,167.43	30,167.43
Subtotal General Revenues	8,602,125.47	137,300.00	9,136,119.74	396,694.27
Amount to be Raised by Taxes for Support to Municipal Budget - Local Tax for Municipal Purposes	18,032,219.01		18,020,419.36	(11,799.65)
Budget Totals	26,634,344.48	137,300.00	27,156,539.10	384,894.62
Nonbudget Revenues	26,634,344.48		1,765,995.18	1,765,995.18
	\$	\$	\$ 28,922,534.28	\$ 2,150,889.80

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
(CONTINUED)**

Analysis of Realized Revenue:

Allocation of Current Tax Collections:

Revenue from Collections	\$	32,790,815.15
Less: Reserve for Tax Appeals Pending		<u>(10,000.00)</u>
Net Revenue from Collections		32,780,815.15
Allocated to:		
School, County and Other Taxes		<u>14,901,036.83</u>
Balance for Support of Municipal Budget Revenues		17,879,778.32
Add:		
Appropriation: "Reserve for Uncollected Taxes"		<u>140,641.04</u>
Amount for Support of Municipal Budget Appropriations		<u><u>18,020,419.36</u></u>

Receipts from Delinquent Taxes:

Delinquent Tax Collections		13,493.67
Tax Title Lien Collections		<u>41,673.76</u>
	\$	<u><u>55,167.43</u></u>

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
 STATEMENT OF REVENUES
 REGULATORY BASIS
 (CONTINUED)**

Analysis of Realized Revenue: (Continued)

Miscellaneous Revenue Not Anticipated:

Fees for Returning Shopping Carts	\$	660.00	
Photo Copies		378.41	
Gasoline Services		49,553.23	
Police (Off Duty) Administration Costs		4,780.00	
Police-Miscellaneous		12,612.34	
Senior Citizen and Veterans Administrative Fee		1,025.59	
Restitution		3,804.00	
Lot Cleaning		27,218.15	
Statutory Excess - Animal Control Fund		234.00	
Fire (Special Assignment) Administrative Fee		12,817.00	
FEMA Reimbursement		65,109.20	
Recycling Fees		4,567.00	
Sale of Municipal Property		1,430,371.75	
Health Insurance Reimbursement		3,702.09	
Lease - Fire Truck		15,000.00	
CMC MUA Recycling Rebate		25,896.42	
Premium on Tax Sale (Lien)		2,000.00	
Beach Sand Transfer - North Wildwood		82,324.57	
Reimbursement of Police Class II Training		15,752.13	
Miscellaneous		8,189.30	
			\$ <u>1,765,995.18</u>

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS**

	APPROPRIATIONS		EXPENDITURES			OVER EXPENDED	UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED			
OPERATIONS WITHIN "CAPS"							
GENERAL GOVERNMENT:							
DEPARTMENT OF PUBLIC AFFAIRS AND PUBLIC SAFETY:							
Commissioner of Public Affairs and Public Safety							
Salaries and Wages	\$ 39,800.00	\$ 35,200.00	\$ 35,093.57	\$ 106.43	\$		
Other Expenses	3,000.00	3,000.00	2,983.58	16.42			
Prosecutor							
Salaries and Wages	18,500.00	18,500.00	18,500.00				
Department of Law - Director's Office							
Salaries and Wages	176,750.00	176,750.00	175,000.00	1,750.00			
Other Expenses	125,300.00	142,300.00	141,165.56	1,134.44			
Police							
Salaries and Wages	3,903,207.00	3,863,202.00	3,826,099.33	37,102.67			
Seasonal Salaries and Wages	782,200.00	827,600.00	827,576.09	23.91			
Other Expenses	125,000.00	173,000.00	172,549.17	450.83			
Purchase of Vehicles	60,000.00	65,000.00	65,000.00				
Lifeguards							
Salaries and Wages	440,000.00	443,000.00	442,938.98	61.02			
Other Expenses	27,750.00	27,750.00	27,302.53	447.47			
Office of Emergency Management							
Salaries and Wages	5,000.00	5,000.00	4,999.80	0.20			
Other Expenses	4,300.00	4,300.00	2,534.75	1,765.25			
Traffic Marking							
Salaries and Wages	169,800.00	170,800.00	169,365.57	1,434.43			
Other Expenses	67,600.00	67,600.00	67,596.84	3.16			
Municipal Fire Fighting							
Salaries and Wages	1,620,100.00	1,650,800.00	1,615,307.63	35,492.37			
Other Expenses	117,300.00	119,072.03	118,074.17	997.86			
Volunteer Fire Fighting							
Other Expenses	10,000.00	10,400.00	10,380.00	20.00			
Parking							
Salaries and Wages	26,250.00	18,660.00	18,660.00				
Other Expenses	51,300.00	53,978.62	53,978.62				

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
OPERATIONS WITHIN "CAPS"					
DEPARTMENT OF PUBLIC AFFAIRS AND PUBLIC SAFETY (Continued):					
State Fire Prevention Code	\$ 174,000.00	\$ 178,670.08	\$ 173,973.14	\$ 4,696.94	\$
Salaries and Wages	5,200.00	4,107.89	4,107.89		
Other Expenses					
Animal Control					
Other Expenses	38,500.00	38,500.00	37,814.00	686.00	
Municipal Court					
Salaries and Wages	276,400.00	284,440.39	281,778.94	2,661.45	
Other Expenses	30,500.00	29,095.00	28,048.90	1,046.10	
Public Defender					
Other Expenses	7,900.00	7,900.00	7,900.00		
DEPARTMENT OF REVENUE AND FINANCE:					
Commissioner of Revenue and Finance					
Salaries and Wages	39,800.00	39,800.00	39,593.39	206.61	
Other Expenses	3,000.00	3,000.00	2,961.36	38.64	
Municipal Administrator					
Salaries and Wages	33,800.00	33,800.00	33,800.00		
Other Expenses	29,400.00	29,400.00	24,669.20	4,730.80	
Collection of Taxes					
Other Expenses	1.00	1.00		1.00	
City Clerk					
Salaries and Wages	193,500.00	194,689.31	191,951.83	2,737.48	
Other Expenses	24,300.00	24,300.00	22,207.37	2,092.63	
Electrons					
Other Expenses	20,500.00	20,500.00	1,497.52	19,002.48	
Accounts and Control					
Salaries and Wages	254,700.00	249,700.00	244,607.19	5,092.81	
Other Expenses	37,300.00	42,300.00	39,923.68	2,376.32	
Audit Service					
Other Expenses	70,000.00	70,000.00	63,700.00	6,300.00	

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
OPERATIONS WITHIN "CAPS"					
DEPARTMENT OF REVENUE AND FINANCE (Continued):					
Tax Assessment	\$				\$
Salaries and Wages	102,200.00	85,359.57	79,851.17	5,508.40	
Other Expenses	53,000.00	28,000.00	11,858.45	16,141.55	
Revenue Collection					
Salaries and Wages	118,500.00	118,500.00	117,177.69	1,322.31	
Other Expenses	13,100.00	25,100.00	17,915.95	7,184.05	
Beach Services					
Salaries and Wages	138,800.00	115,750.00	72,089.95	43,660.05	
Other Expenses	125,200.00	125,200.00	62,150.31	63,049.69	
Purchasing					
Salaries and Wages	113,100.00	114,774.28	111,765.07	3,009.21	
Other Expenses	59,400.00	59,400.00	58,027.63	1,372.37	
Redevelopment Agency					
Other Expenses	25,500.00	25,500.00	25,500.00		
Economic Development					
Other Expenses	66,400.00	66,400.00	59,685.21	6,714.79	
Insurance					
General Liability	352,800.00	302,800.00	294,689.85	8,110.15	
Worker's Compensation Insurance	973,200.00	1,023,200.00	998,198.90	25,001.10	
Employee Group Health	3,692,096.60	3,625,892.66	3,013,574.46	612,318.20	
Employee Group Opt-out Payments	2,100.00	4,516.04	4,516.04		
Surety Bonds	50.00	50.00	20.00	30.00	
Human Resources					
Salaries and Wages	170,400.00	176,500.00	168,196.98	8,303.02	
Other Expenses	21,000.00	21,000.00	15,527.50	5,472.50	
Relocation Assistance					
Other Expenses	5,000.00	5,000.00	-	5,000.00	

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
OPERATIONS WITHIN "CAPS"					
DEPARTMENT OF PUBLIC WORKS, PARKS & PROPERTY:					
Commissioner of Public Works	\$				\$
Salaries and Wages	60,250.00	66,450.00	66,389.17	60.83	
Other Expenses	3,500.00	3,500.00	3,467.41	32.59	
Director of Public Works					
Salaries and Wages	148,900.00	149,600.00	148,153.37	1,446.63	
Other Expenses	33,600.00	25,600.00	18,094.16	7,505.84	
Engineering Fees					
Other Expenses	81,000.00	126,518.00	111,268.00	15,250.00	
Building Maintenance					
Salaries and Wages	157,000.00	157,000.00	154,596.12	2,403.88	
Other Expenses	93,500.00	95,500.00	94,596.79	903.21	
Boardwalk and Facility Construction					
Salaries and Wages	222,900.00	216,000.00	173,838.30	42,161.70	
Other Expenses	18,200.00	18,200.00	16,535.71	1,664.29	
Special Events					
Other Expenses	108,350.00	108,350.00	108,341.68	8.32	
Parks					
Salaries and Wages	78,200.00	62,650.00	59,556.58	3,093.42	
Other Expenses	45,500.00	31,500.00	29,940.69	1,559.31	
Recreation					
Salaries and Wages	293,900.00	293,900.00	284,021.70	9,878.30	
Other Expenses	36,000.00	36,000.00	34,418.08	1,581.92	
Street Maintenance					
Salaries and Wages	724,500.00	690,590.00	680,016.05	10,573.95	
Other Expenses	33,360.00	36,360.00	36,360.00		
Snow Removal					
Other Expenses	15,000.00	32,600.00	32,600.00		

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
OPERATIONS WITHIN "CAPS"					
DEPARTMENT OF PUBLIC WORKS, PARKS & PROPERTY (Continued):					
Environmental Maintenance	\$	419,265.00	\$	434,765.00	\$
Salaries and Wages		21,400.00		89,101.35	8,350.11
Other Expenses				86,887.87	2,213.48
Fleet Maintenance					
Salaries and Wages		120,400.00		113,100.00	3,353.19
Other Expenses		144,400.00		167,548.72	6,182.62
Sanitation/Trash Collection					
Other Expenses		531,400.00		522,251.28	
Landfill Application and Permit Fees					
Other Expenses		20,000.00		20,000.00	935.00
Tipping Fees					
Other Expenses		370,000.00		370,000.00	
Land Use Administration					
Salaries and Wages		68,500.00		68,500.00	20,696.99
Other Expenses		23,000.00		23,105.95	361.47
Property Inspectors					
Salaries and Wages		131,600.00		111,000.00	26,384.50
Other Expenses		139,100.00		62,940.00	40,317.02
UNIFORM CONSTRUCTION CODE:					
State Uniform Construction Code					
Other Expenses		80,000.00		80,000.00	80,000.00
UNCLASSIFIED:					
Terminal Leave - Salaries and Wages					
Gasoline		61,000.00		61,000.00	
Water Service		302,000.00		276,254.70	
Street Lighting		120,000.00		120,000.00	
Electricity		354,000.00		338,000.00	
Natural Gas		207,000.00		223,000.00	16,000.00
Telephone		100,000.00		100,000.00	
Sewer Service		92,000.00		100,000.00	1,542.22
Postage		48,000.00		63,745.30	1,494.30
		40,400.00		44,900.00	6,839.53

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		OVER EXPENDED	UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED		
<u>OPERATIONS WITHIN "CAPS"</u>						
Total Operations Within "CAPS"	\$ 20,590,929.60	\$ 20,590,589.17	\$ 19,333,121.44	\$ 1,257,467.73	\$ -	\$ -
Contingent						
Total Operations Incl. Contingent Within "CAPS"	20,590,929.60	20,590,589.17	19,333,121.44	1,257,467.73	-	-
Detail:						
Salaries and Wages	11,285,322.00	11,230,566.67	10,948,993.86	281,572.81	-	-
Other Expenses	9,305,607.60	9,360,022.50	8,384,127.58	975,894.92	-	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u> :						
Unpaid Prior Year Bills						
Verizon - Telephone 2013	7,035.09	7,035.09	7,035.09			
Enfosys Police Systems Inc., - OE 2013	4,800.00	4,800.00	4,800.00			
Steven Harvey Roach - OE 2013	1,576.40	1,576.40	1,576.40			
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System		457,500.00	457,330.13		169.87	
Defined Contribution Retirement Plan	15,000.00	15,000.00	10,369.44		4,630.56	
Social Security System (O.A.S.I.)	562,000.00	560,400.00	539,491.80		20,908.20	
Police and Fire Retirement System	1,019,141.00	1,019,141.00	1,001,858.27		17,282.73	
Unemployment Comp Ins.	42,400.00	44,000.00	43,369.35		630.65	
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	2,109,452.49	2,109,452.49	2,065,830.48	43,622.01	-	-
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	22,700,382.09	22,700,041.66	21,398,951.92	1,301,089.74	-	-

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		OVER EXPENDED	UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED		
OPERATIONS EXCLUDED FROM "CAPS":						
Insurance	\$	79,627.00	\$	79,627.00	\$	\$
Employee Group Health						
Interlocal Municipal Service Agreements:						
Tax Assessor - North Wildwood	58,100.00	58,440.43		58,440.43		
Emergency Medical Services - West Wildwood	15,000.00	15,000.00		15,000.00		
Municipal Court Services - West Wildwood	17,500.00	17,500.00		17,500.00		
Cops in School-WBOE	60,000.00	60,000.00		60,000.00		
Police Dispatch - West Wildwood	35,000.00	35,000.00		35,000.00		
Public and Private Programs Offset by Revenues:						
Municipal Alliance Program						
Local Share	1,524.00	1,524.00		1,524.00		
Recycling Tonnage	27,415.94	27,415.94		27,415.94		
Body Armor Replacement Program	3,705.35	3,705.35		3,705.35		
Matching Funds for Grants	1.00	1.00		1.00		
COPS in Shops - Summer Shore Initiative	-	8,300.00		8,300.00		
WBID Grant	-	20,000.00		20,000.00		
Atlantic County Municipal Insurance Fund - FY 2013	1,750.00	1,750.00		1,750.00		
Atlantic County Municipal Insurance Fund - FY 2014	1,750.00	1,750.00		1,750.00		
Comcast Technology Grant	50,000.00	50,000.00		50,000.00		
GTWIDA Municipal Event Support	-	100,000.00		100,000.00		
Bulletproof Vest Partnership	6,148.06	6,148.06		6,148.06		
COPS Hiring Recovery Program	625,000.00	625,000.00		625,000.00		
Drive Sober or Get Pulled Over	-	5,000.00		5,000.00		
Buckle Up South Jersey/Click It or Ticket	-	4,000.00		4,000.00		
Cooperative Housing Inspection Program	11,000.00	11,000.00		11,000.00		
TOTAL OPERATIONS - EXCLUDED FROM "CAPS"	993,521.35	1,131,161.78		1,131,160.78	1.00	-
Detail:						
Salaries and Wages	576,580.00	576,580.00		576,580.00		
Other Expenses	416,941.35	554,581.78		554,580.78	1.00	

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		OVER EXPENDED	UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED		
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS":</u>						
Capital Improvement Fund	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$	\$	
Public Safety Equipment	83,000.00	83,000.00	82,275.00	725.00		
TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"	183,000.00	183,000.00	182,275.00	725.00	-	-
<u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS":</u>						
Payment of Bond Principal	1,795,000.00	1,795,000.00	1,795,000.00			68.74
Interest on Bonds	532,600.00	532,600.00	532,531.26			19.17
Interest on Notes	36,700.00	36,700.00	36,680.83			
Green Trust Loan Payment						
Loan Repayments for Principal and Interest	63,900.00	63,900.00	63,896.41			3.59
USDA/Rural Development Program						
Loan Repayments for Principal and Interest	20,400.00	20,400.00	20,338.00			62.00
TOTAL MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"	2,448,600.00	2,448,600.00	2,448,446.50	-	-	153.50

The Accompanying Notes are an Integral Part of these Financial Statements

**CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
(CONTINUED)**

	APPROPRIATIONS		EXPENDITURES		OVER	UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	EXPENDED	BALANCE CANCELED
<u>DEFERRED CHARGES EXCLUDED FROM "CAPS"</u>						
Emergency Authorizations	\$	-	\$	-	\$	\$
Special Emergency Authorization - 5 Years	168,200.00	168,200.00	168,200.00	-	-	-
TOTAL DEFERRED CHARGES EXCLUDED FROM "CAPS"	168,200.00	168,200.00	168,200.00	-	-	-
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"	3,793,321.35	3,930,961.78	3,930,082.28	726.00	-	153.50
SUBTOTAL GENERAL APPROPRIATIONS RESERVE FOR UNCOLLECTED TAXES	26,493,703.44	26,631,003.44	25,329,034.20	1,301,815.74	-	153.50
	140,641.04	140,641.04	140,641.04	-	-	-
TOTAL GENERAL APPROPRIATIONS	\$ 26,634,344.48	\$ 26,771,644.48	\$ 25,469,675.24	\$ 1,301,815.74	\$ -	\$ 153.50
Budget	\$ 26,634,344.48					
N.J.S.A. 40A: 4-87	137,300.00					
Emergency Appropriation	-	<u>26,771,644.48</u>				
PAID OR CHARGED			168,200.00			
Encumbrances Payable			656,501.45			
Federal and State Grants			865,593.35			
Reserve for Uncollected Taxes			140,641.04			
Reimbursed			(148,304.68)			
Disbursed			<u>23,787,044.08</u>			
		\$	<u>25,469,675.24</u>			

The Accompanying Notes are an Integral Part of these Financial Statements

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EXHIBIT B - TRUST FUNDS

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**TRUST FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

<u>Assets</u>	<u>2015</u>	<u>2014</u>
Animal Control Fund		
Cash	\$ 721.20	\$ 576.00
	<u>721.20</u>	<u>576.00</u>
Other Funds:		
Cash	3,407,922.49	2,495,335.69
Change Fund	200.00	200.00
Due from Employees - Payroll	816.91	-
	<u>3,408,939.40</u>	<u>2,495,535.69</u>
	<u>3,409,660.60</u>	<u>2,496,111.69</u>
 <u>Liabilities, Reserves, and Fund Balance</u>		
Dog License Fund:		
Due to State of NJ	7.20	-
Reserve for Dog Fund	714.00	576.00
	<u>721.20</u>	<u>576.00</u>
Other Funds:		
Deposits for Redemption of Tax Sale Certificates	60,368.51	42,904.68
Premiums Received at Tax Sale	1,277,000.00	1,004,000.00
Due to State - Surcharge Fees	2,909.00	1,740.00
Due to State	1,722.52	2,098.54
Reserves:		
Sanitary Landfill Facilities Closure	275,670.00	-
Tourism Development Commission	33,862.80	42,090.49
Developer Fees (Housing)	16,755.91	-
Accumulated Absences	120,904.14	99,948.25
Snow Removal	27,096.62	11,636.15
Beach Patrol Donations	6,599.34	1,042.23
Memorial Benches	16,249.40	16,249.40
Recreation Expenditures	21,466.80	13,587.18
Special Events	34,064.77	17,822.77
Parking Offense Adjudication Act	15,611.18	13,201.18
Fire Penalty - Compensatory	22,811.26	33,365.64
Fire Penalty - Dedicated	30,323.15	35,089.65
UCC Fees	31,954.73	15,511.68
Police Forfeiture	97,292.66	104,713.85
Revolving Loan Fund	111,175.74	110,731.99
Self Insurance	289,434.19	92,345.18
Payroll	193,305.69	166,567.53
Lifeguard Pension	544,352.20	539,752.23
Developers Escrow	178,008.79	131,137.07
	<u>3,408,939.40</u>	<u>2,495,535.69</u>
	<u>\$ 3,409,660.60</u>	<u>\$ 2,496,111.69</u>

The Accompanying Notes are an Integral Part of these Financial Statements

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EXHIBIT C - GENERAL CAPITAL FUND

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**GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

	2015	2014
<u>Assets</u>		
Cash	\$ 1,995,941.83	2,272,358.68
Grants Receivable	334,927.50	763,883.24
Deferred Charges to Future Taxation:		
Funded	13,768,548.85	15,626,188.47
Unfunded	4,730,643.93	4,088,900.00
	20,830,062.11	22,751,330.39
 <u>Liabilities, Reserves and Fund Balance</u>		
Improvement Authorizations:		
Funded	377,286.32	386,294.43
Unfunded	2,387,979.17	2,313,688.39
Bond Anticipation Notes	3,900,600.00	3,258,900.00
General Serial Bonds Payable	13,124,000.00	14,919,000.00
USRDA Loans Payable	323,898.74	329,905.85
Green Trust Loan Payable	320,650.11	377,282.62
Contracts Payable	296,202.93	1,071,766.92
Capital Improvement Fund	65,959.00	1,959.00
Reserve for Payment of Bonds & Notes	29,218.55	88,265.89
Fund Balance	4,267.29	4,267.29
	\$ 20,830,062.11	22,751,330.39

There were Bonds and Notes Authorized But Not Issued at December 31, 2015 and 2014 of \$830,043.93 and \$830,000.00 respectively.

**GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS**

	<u>12/31/2015</u>	<u>12/31/2014</u>
Balance at the beginning of the year	\$ 4,267.29	53,249.29
Increased by:		
Premium on Bond/Note Sale		3,978.00
Funded Improvement Authorizations Cancelled		40.00
	<u>-</u>	<u>57,267.29</u>
Decreased by:		
Appropriated in Current Fund Budget		53,000.00
	<u>-</u>	<u>53,000.00</u>
Balance at the end of the year	<u>\$ 4,267.29</u>	<u>4,267.29</u>

EXHIBIT D - WATER UTILITY

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**WATER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

	2015	2014
<u>ASSETS</u>		
Operating Fund:		
Cash	\$ 2,209,593.50	\$ 2,417,879.68
Change Fund	200.00	200.00
	2,209,793.50	2,418,079.68
Receivables and Other Assets with Full Reserves:		
Consumer Accounts Receivable	280,203.53	360,541.35
Utility Liens Receivable	298.00	-
Inventory	306,588.38	316,327.30
	587,089.91	676,868.65
 Total of Operating Fund	 2,796,883.41	 3,094,948.33
Capital Fund:		
Cash and Investment	3,997,917.90	308,573.81
Due from NJEIT	-	1,697,658.00
Fixed Capital:		
Completed	37,633,525.46	37,633,525.46
Authorized and Uncompleted	18,632,110.00	17,632,110.00
	60,263,553.36	57,271,867.27
 Total of Capital Fund	 60,263,553.36	 57,271,867.27
 Total Assets	 \$ 63,060,436.77	 \$ 60,366,815.60

**WATER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

	2015	2014
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Operating Fund:		
Liabilities:		
Appropriation Reserves	\$ 436,214.35	\$ 381,628.20
Encumbrances & Accounts Payable	269,093.88	303,600.91
Accrued Interest on Bonds and Notes	115,616.96	108,432.14
Water Overpayments	49,663.13	32,546.48
Escrow Deposits	11,356.27	7,425.54
Due to the State of New Jersey	40,771.74	23,230.35
	922,716.33	856,863.62
Reserve for Receivables	587,089.91	676,868.65
Fund Balance	1,287,077.17	1,561,216.06
Total of Operating Fund	2,796,883.41	3,094,948.33
Capital Fund:		
Improvement Authorizations:		
Funded	1,052,635.84	712,249.50
Unfunded	483,415.33	2,448,343.31
Contracts Payable	2,080,996.36	2,409,768.63
Bond Anticipation Notes	3,520,000.00	-
Serial Bonds Payable	10,958,000.00	11,988,000.00
NJ Environmental Infrastructure Trust Bonds	3,138,396.98	3,269,152.82
USDA Loan Payable	1,790,767.95	1,428,287.76
Reserve for Amortization	32,323,360.53	31,145,084.88
Deferred Reserve for Amortization	4,545,000.00	3,500,000.00
Reserve for Preliminary Expenses	10,000.00	10,000.00
Capital Improvement Fund	90,760.85	90,760.85
Fund Balance	270,219.52	270,219.52
	60,263,553.36	57,271,867.27
Total of Capital Fund	60,263,553.36	57,271,867.27
Total Liabilities, Reserves and Fund Balance	\$ 63,060,436.77	\$ 60,366,815.60

There were Bonds and Notes Authorized But Not Issued at December 31, 2015 and 2014 of \$0 and \$3,935,110.00 respectively.

**WATER OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,**

	2015	2014
<u>Revenue and Other Income Realized</u>		
Fund Balance Anticipated	\$ 1,161,484.00	\$ 318,000.00
Water Rents	7,110,112.61	6,616,516.74
Miscellaneous	31,946.10	32,521.49
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	391,927.78	195,406.81
Total Income	8,695,470.49	7,162,445.04
<u>Expenditures</u>		
Operating		
Salaries and Wages	1,787,116.00	1,643,192.91
Other Expenses	1,812,484.23	1,750,434.73
Capital Improvements	1,508,300.00	1,008,300.00
Debt Service	1,697,583.81	1,626,397.75
Deferred Charges and Statutory Expenditures	775,869.12	712,899.81
Surplus (General Budget)	218,239.00	208,100.00
Refund of Prior Year Revenue	8,533.22	5,500.00
Total Expenditures	7,808,125.38	6,954,825.20
Excess of Revenues	887,345.11	207,619.84
Adjustments to Income before Fund Balance:		
Expenditures included above which are by Statute deferred charges to budget of succeeding year	-	-
Statutory Excess to Fund Balance	887,345.11	207,619.84
Fund Balance January 1	1,561,216.06	1,671,596.22
Decreased by:		
Utilization as Anticipated Revenue	1,161,484.00	318,000.00
Fund Balance December 31	\$ 1,287,077.17	\$ 1,561,216.06

The Accompanying Notes are an Integral Part of these Financial Statements

WATER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL FUND BALANCE - REGULATORY BASIS

	<u>December 31, 2015</u>	<u>December 31, 2014</u>
Balance at the beginning of the year	\$ 270,219.52	\$ 270,219.52
Increased by:		
Premium on bond sale	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Balance December 31, 2015	<u>\$ 270,219.52</u>	<u>\$ 270,219.52</u>

The Accompanying Notes are an Integral Part of these Financial Statements

**WATER OPERATING FUND
STATEMENT OF REVENUES
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>ANTICIPATED BUDGET</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Operating Surplus Anticipated	\$ 1,161,484.00	\$ 1,161,484.00	\$ -
Anticipated Revenue:			
Water Rents	6,616,000.00	7,110,112.61	494,112.61
Miscellaneous	32,000.00	31,946.10	(53.90)
	<u>\$ 7,809,484.00</u>	<u>\$ 8,303,542.71</u>	<u>\$ 494,058.71</u>

Analysis of Realized Revenue

Water Rents

Consumer Accounts Receivable	D-7	\$ 7,110,112.61
Water Utility Lien Collections	D-8	-
		<u>\$ 7,110,112.61</u>

Miscellaneous

Interest on Investments	\$ 10,652.00
Miscellaneous	21,294.10
	<u>\$ 31,946.10</u>

**WATER OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	APPROPRIATIONS		EXPENDED			UNEXPENDED BALANCE CANCELLED	OVER- EXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED		
OPERATING							
Salaries and Wages	\$ 1,787,116.00	\$ 1,787,116.00	\$ 1,682,031.07	\$ 121,494.68	\$ 105,084.93	\$ -	
Other Expenses	1,068,559.88	1,068,384.23	802,214.03		144,675.52		
Terminal Leave - Salaries and Wages	-	-					
Insurance	744,100.00	744,100.00	655,439.25		88,660.75		
	<u>3,599,775.88</u>	<u>3,599,600.23</u>	<u>3,139,684.35</u>	<u>121,494.68</u>	<u>338,421.20</u>		
CAPITAL IMPROVEMENTS							
Capital Improvement Fund	1,000,000.00	1,000,000.00	1,000,000.00		-		
Capital Outlay	508,300.00	508,300.00	280,963.20	142,050.80	85,286.00		
	<u>1,508,300.00</u>	<u>1,508,300.00</u>	<u>1,280,963.20</u>	<u>142,050.80</u>	<u>85,286.00</u>		
DEBT SERVICE							
Payment of Bond Principal	1,178,100.00	1,178,275.65	1,178,275.65		-	9,891.84	
Interest on Bonds	529,200.00	529,200.00	519,308.16				
	<u>1,707,300.00</u>	<u>1,707,475.65</u>	<u>1,697,583.81</u>	<u>-</u>	<u>-</u>	<u>9,891.84</u>	
DEFERRED CHARGES AND STATUTORY EXPENDITURES							
Deferred Charges							
City of Wildwood - Indirect Costs	470,287.12	470,287.12	470,287.12		-		
City of Wildwood - Rio Grande Phase 1	10,862.00	10,862.00	10,862.00		-		
Contribution to:							
Public Employee Retirement System	151,520.00	151,520.00	151,512.75		7.25		
Social Security System (O.A.S.I.)	136,800.00	136,800.00	124,662.26		12,137.74		
Unemployment Compensation	6,400.00	6,400.00	6,037.84		362.16		
Surplus (General Budget)	218,239.00	218,239.00	218,239.00		-		
	<u>994,108.12</u>	<u>994,108.12</u>	<u>981,600.97</u>	<u>-</u>	<u>12,507.15</u>		
	<u>\$ 7,809,484.00</u>	<u>\$ 7,809,484.00</u>	<u>\$ 7,099,832.33</u>	<u>\$ 263,545.48</u>	<u>\$ 436,214.35</u>	<u>\$ 9,891.84</u>	<u>\$ -</u>
		Original	7,799,592.16				
		<u>7,809,484.00</u>					
		Accrued interest on Bonds 12/31/14	\$ (108,432.14)				
		Accrued interest on Bonds 12/31/15	115,616.96				
		Disbursed	7,092,647.51				
		<u>\$ 7,099,832.33</u>					

The Accompanying Notes are an Integral Part of these Financial Statements

EXHIBIT E - SEWER UTILITY

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**SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

	2015	2014
<u>ASSETS</u>		
Operating Fund:		
Cash	931,584.95	583,853.30
	931,584.95	583,853.30
Receivables and Other Assets with Full Reserves:		
Consumer Accounts Receivable	24,898.83	34,871.46
Utility Liens Receivable	250.00	225.00
	25,148.83	35,096.46
Total of Operating Fund	956,733.78	618,949.76
Capital Fund:		
Cash and Investment	2,045,935.63	1,706,947.74
Grants Receivable	898,696.00	2,105,388.00
Fixed Capital:		
Completed	14,879,196.25	14,879,196.25
Authorized and Uncompleted	8,588,100.00	6,256,600.00
Total of Capital Fund	26,411,927.88	24,948,131.99
Total Assets	27,368,661.66	25,567,081.75

The Accompanying Notes are an Integral Part of these Financial Statements

**SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
AS OF DECEMBER 31,**

	2015	2014
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Operating Fund:		
Liabilities:		
Appropriation Reserves	93,398.62	31,657.00
Encumbrances Payable	29,672.23	57,691.70
Accounts Payable	1,495.45	1,495.45
Refunds Payable	-	1.05
Accrued Interest on Bonds and Notes	67,274.07	67,190.46
Overpayments	72,753.55	73,469.55
	264,593.92	231,505.21
Reserve for Receivables	25,148.83	35,096.46
Fund Balance	666,991.03	352,348.09
Total of Operating Fund	956,733.78	618,949.76
Capital Fund:		
Improvement Authorizations:		
Funded	508,972.09	344,983.35
Unfunded	1,793,551.16	708,822.88
Contracts Payable	452,535.35	2,797,993.46
Bond Anticipation Notes	2,040,000.00	2,486,000.00
Serial Bonds Payable	1,694,000.00	1,804,000.00
USDA Loan Payable	8,833,184.80	6,711,548.24
Reserve for Amortization	7,982,011.45	7,757,648.01
Reserve for Deferred Amortization	2,918,100.00	2,229,600.00
Reserve to Pay Loans	82,036.98	-
Capital Improvement Fund	22,907.38	22,907.38
Fund Balance	84,628.67	84,628.67
	26,411,927.88	24,948,131.99
Total Liabilities, Reserves and Fund Balance	27,368,661.66	25,567,081.75

There were Bonds and Notes Authorized But Not Issued at December 31, 2015 and 2014 of \$0 and \$147,000 respectively

**SEWER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31,**

	<u>2015</u>	<u>2014</u>
<u>Revenue and Other Income Realized</u>		
Sewer Rents	\$ 5,092,556.92	\$ 4,970,121.95
Interest on Investments	5,967.48	2,581.83
Miscellaneous	43,747.88	35,944.25
Reserve - Insurance Proceeds	11,042.73	28,633.33
Other Credit to Income-		
Unexpended Balance of Appropriation Reserves	24,814.47	3,778.10
2014 Excess Accrued Expense Reversed in 2015	5,201.81	-
 Total Income	 <u>5,183,331.29</u>	 <u>5,041,059.46</u>
<u>Expenditures</u>		
Operating		
Salaries and Wages	374,592.00	325,984.88
Other Expenses	3,812,674.92	3,874,059.12
Capital Improvements	22,001.00	-
Debt Service	560,701.98	477,916.49
Deferred Charges and Statutory Expenditures	67,840.00	83,432.26
Prior Year Revenue Refunded	30,878.45	-
 Total Expenditures	 <u>4,868,688.35</u>	 <u>4,761,392.75</u>
Excess in Revenues	314,642.94	279,666.71
Adjustments to Income before Fund Balance:		
Expenditures Included Above Which Are by Statute		
Deferred Charges to Budget of Succeeding Year	<u>-</u>	<u>-</u>
Statutory Excess to Fund Balance	314,642.94	279,666.71
 Fund Balance January 1	 352,348.09	 72,681.38
Decreased by:		
Utilization as Anticipated Revenue	-	-
Fund Balance December 31	<u>\$ 666,991.03</u>	<u>\$ 352,348.09</u>

The Accompanying Notes are an Integral Part of these Financial Statements

**SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>ANTICIPATED REVENUE</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Anticipated Revenue:			
Sewer Rents	\$ 4,970,100.00	\$ 5,092,556.92	\$ 122,456.92
Miscellaneous	25,000.00	43,747.88	18,747.88
ARRA Debt Service Subsidy	11,923.99	11,042.73	(881.26)
Interest on Deposits	1,500.00	5,967.48	4,467.48
	<u>\$ 5,008,523.99</u>	<u>\$ 5,153,315.01</u>	<u>\$ 144,791.02</u>

Analysis of Realized Revenue

Sewer Rents

Consumer Accounts Receivable	\$ 5,092,456.92
Sewer Utility Lien Collections	<u>100.00</u>
	<u>\$ 5,092,556.92</u>

Miscellaneous

Interest on Delinquent Rents	\$ 29,264.20
Miscellaneous	14,483.68
	<u>\$ 43,747.88</u>

**SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	APPROPRIATIONS			EXPENDED			UNEXPENDED BALANCE CANCELLED	OVER - EXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED			
OPERATING								
Salaries and Wages	\$ 462,276.38	\$ 462,276.38	\$ 347,036.77	\$ -	\$ 27,555.23	\$ 87,684.38		
Other Expenses	191,581.62	189,805.49	107,527.09	29,672.23	18,469.61	34,136.56		
Insurance	180,800.00	181,212.69	151,712.17	-	15,660.82	13,839.70		
CMCMUA	3,505,501.00	3,505,501.00	3,489,633.00	-	-	15,868.00		
	<u>4,340,159.00</u>	<u>4,338,795.56</u>	<u>4,095,909.03</u>	<u>29,672.23</u>	<u>61,685.66</u>	<u>151,528.64</u>		
CAPITAL IMPROVEMENTS								
Capital Improvement Fund	22,000.00	22,000.00	-	-	22,000.00	-		
Capital Outlay	1.00	1.00	-	-	1.00	-		
	<u>22,001.00</u>	<u>22,001.00</u>	<u>-</u>	<u>-</u>	<u>22,001.00</u>	<u>-</u>		
DEBT SERVICE								
Payment of Bond Principal	223,000.00	224,363.44	224,363.44	-	-	-		
Interest on Bonds	340,723.99	340,723.99	331,420.77	-	-	9,303.22		
Interest on Notes	14,800.00	14,800.00	4,917.77	-	-	9,882.23		
	<u>578,523.99</u>	<u>579,887.43</u>	<u>560,701.98</u>	<u>-</u>	<u>-</u>	<u>19,185.45</u>		
DEFERRED CHARGES AND STATUTORY EXPENDITURES								
Contribution to:								
Public Employee Retirement System	31,440.00	31,440.00	31,432.38	-	7.62	-		
Social Security System (O.A.S.I.)	35,000.00	35,000.00	25,446.42	-	9,553.58	-		
Unemployment Compensation	1,400.00	1,400.00	1,249.24	-	150.76	-		
	<u>67,840.00</u>	<u>67,840.00</u>	<u>58,128.04</u>	<u>-</u>	<u>9,711.96</u>	<u>-</u>		
	<u>\$ 5,008,523.99</u>	<u>\$ 5,008,523.99</u>	<u>\$ 4,714,739.05</u>	<u>\$ 29,672.23</u>	<u>\$ 93,388.62</u>	<u>\$ 170,714.09</u>		
Accrued interest on Bonds 12/31/15		\$ 67,274.07						
Accrued interest on Bonds 12/31/14		(67,190.46)						
Disbursed		4,714,655.44						
		<u>\$ 4,714,739.05</u>						

The Accompanying Notes are an Integral Part of these Financial Statements

EXHIBIT G - GENERAL FIXED ASSETS

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**GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
REGULATORY BASIS
AS OF DECEMBER 31,**

	<u>2015</u>	<u>2014</u>
General Fixed Assets:		
Land	\$ 24,903,100	24,903,100
Land Improvements	5,324,058	5,283,404
Buildings and Building Improvements	23,836,166	23,836,166
Machinery and Equipment	10,821,373	10,407,711
	<u>64,884,697</u>	<u>64,430,381</u>
Total General Fixed Assets	<u>64,884,697</u>	<u>64,430,381</u>
Investment in General Fixed Assets	\$ <u>64,884,697</u>	<u>64,430,381</u>

The Accompanying Notes are an Integral Part of these Financial Statements

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**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Wildwood (hereafter referred to as the "City") is a resort community in the County of Cape May, State of New Jersey. The City covers an area of approximately 1.3 square miles with a population according to the 2010 census of 5,325. The City was incorporated by an Act of the New Jersey Legislature on January 1, 1912.

The City Commission is governed by the Walsh Act, and consists of a Mayor and two Commissioners. From 1912 to 1982, the City had a commission form of government. In 1983, the government changed to the mayor-council. In 1995, by voter referendum, the City switched back to the commission form of government.

The Commissioners serve a four-year term of office. Voters within the City choose three Commissioners to serve the four year term. During 2011 the Commissioners approved a change in the election from May to December, this will extend the current terms an additional six months. The three elected commissioners then choose one of their members to serve as Mayor. The individual City Commissioners have direct supervisory control over their respective departments. The chief financial officer has been appointed to prepare and administer the annual budget.

Except as noted below, the financial statements of the City of Wildwood include every board, body, office or commission supported and maintained wholly or in part by funds appropriated by the City of Wildwood, as required by N.J.S. 40A:5-5.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The Wildwood Special Improvement District and Business Improvement District are component units of the City; however they are not presented as part of the financial statements of the City. The Corporations issue separate financial statements which are available from the corporate offices.

B. Description of Funds

The accounting policies of the City of Wildwood conform to the accounting principles applicable to municipalities that have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. 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 the respect to public funds. Under this method of accounting, the City of Wildwood accounts for its financial transactions through the following separate funds:

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Current Fund -- resources and expenditures for governmental operations of a general nature, including Federal and State grant funds.

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

General Capital Fund -- receipt and disbursement of funds for the acquisition of general facilities, other than those acquired in the Current Fund.

Water and Sewer Utility Operating and Capital Fund -- The Water and Sewer Utility Operating and Capital Funds account for the operations and acquisition of capital facilities of the municipally owned Water and Sewer Utility.

General Fixed Assets Account Group -- All fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed assets account group, rather than in governmental funds.

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from accounting principles generally accepted in the United States of America applicable to local governmental units. The more significant policies in New Jersey follow. A modified accrual basis of accounting is followed with minor exceptions.

Revenues -- are recorded as received in cash except for certain amounts that are due from other governmental units. Receipts from Federal and State grants are realized as revenue when anticipated in the City budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the City's Current Fund, in addition the receivables for utility billings are recorded with offsetting reserves in the Utility Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the City which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

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 reported as a cash liability in the financial statements. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities, except for amounts that 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. 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; interest on utility capital indebtedness is on the accrual basis. Compensated absences are treated on a pay as you go basis with no amount charged to operations in the year incurred.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Foreclosed Property -- Foreclosed property is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

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

Inventories of Supplies - The cost of inventories of supplies for all funds, except for the Water and Sewer Operating Funds, are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on various balance sheets. The City did not take a physical inventory of the supplies in the Sewer Utility Fund; therefore, no amount is reported on the Sewer Utility Operating Fund balance sheet.

General Fixed Assets -- The City has developed a fixed assets accounting and reporting system, as promulgated by the Division of Local Government Services, which differs in certain respects from accounting principles generally accepted in the United States of America.

As required by New Jersey Statutes, foreclosed property is reported in the current operating fund of the City.

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

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available except for land which is valued at estimated market value at the time the land is foreclosed or donated. Land purchased by the City is valued at cost. Expenditures for long lived assets with an original cost in excess of \$5,000 are capitalized.

No depreciation has been provided for in the financial statements.

Expenditures for construction in progress are recorded in the Capital Funds until such time the construction is completed and put into operation.

Fixed assets acquired through grants in aid or contributed capital have been accounted for separately.

Property and equipment purchased by the Water and Sewer Utility Funds are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the utility capital fund represents charges to operations for the costs of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

The following schedule is a summarization of the changes in general fixed assets for the most recent calendar years ended December 31, 2015 and 2014.

	Balance as of 12/31/13	Additions	Disposals	Balance as of 12/31/14
Land	\$24,903,100			24,903,100
Land Improvements	5,283,404			5,283,404
Buildings and Building Improvements	23,765,709	70,457		23,836,166
Machinery and Equipment	9,760,271	1,148,195	(500,755)	10,407,711
	<u>\$63,712,484</u>	<u>1,218,652</u>	<u>(500,755)</u>	<u>64,430,381</u>
	Balance as of 12/31/14	Additions	Disposals	Balance as of 12/31/15
Land	\$ 24,903,100			24,903,100
Land Improvements	5,283,404	40,654		5,324,058
Buildings and Building Improvements	23,836,166			23,836,166
Machinery and Equipment	10,407,711	593,056	(179,394)	10,821,373
	<u>\$ 64,430,381</u>	<u>633,710</u>	<u>(179,394)</u>	<u>64,884,697</u>

Levy of Taxes -- The County Board of Taxation certifies the tax levy of the City each year. The tax levy is based on the assessed valuation of taxable property within the City. Taxes are payable on the first day of February, May, August, and November. Any taxes that have not been paid by the 11th day of the 11th month in the fiscal year levied are subject to being included in the tax sale and the lien enforced by selling the property in accordance with NJSA 54:5 et seq.

The City is responsible for remitting 100% of the school, county and special district taxes to the respective agency. The loss for delinquent or uncollectible accounts is borne by the City and not the school district or county or special district.

Interest on Delinquent Taxes – It is the policy of the City of Wildwood to collect interest for the nonpayment of taxes or assessments on or before the date when they would become delinquent. The Tax Collector is authorized to charge eight percent (8%) per annum on the first \$1,500.00 of taxes becoming delinquent after due date and eighteen percent (18%) per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31st, an additional penalty of six percent (6%) shall be charged against the delinquency. There is a ten day grace period.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Levy of Utility Charges – The City operates a water utility fund and a sewer utility fund. Rates are determined by ordinance and changed as necessary. Water and Sewer charges are based on flat fees and usage based on the type of entity. Charges are billed annually and due in quarterly installments.

Interest on Delinquent Utility Charges – It is the policy of the City to collect interest for the nonpayment of utility charges on or before the date when they would become delinquent. The Utility Collector is authorized to charge eight percent (8%) per annum on the first \$1,500.00 of charges becoming delinquent after due date and eighteen percent (18%) per annum on any amount of charges in excess of \$1,500.00 becoming delinquent after due date.

Capitalization of Interest -- It is the policy of the City of Wildwood to treat interest on projects as a current expense and the interest is included in both the current and utility operating budgets.

Use of Estimates -- The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America or the statutory basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

D. Required Financial Statements

The State of New Jersey requires the following financial statements to be presented for each fund on the regulatory basis of accounting: Balance Sheet, Statement of Operations and Changes in Fund Balance, Statement of Revenue and Statement of Expenditures. These statements differ from those presented under Generally Accepted Accounting Principles, which requires a Statement of Net Position and Statement of Activities in addition to the fund financial statements.

E. Comparative Data

Comparative total data for the prior year has been presented in the accompanying Balance Sheets and Statement of Operations in order to provide an understanding of changes in the City's financial position. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in the Statement of Revenue-Statutory Basis and Statement of Expenditures-Statutory Basis since their inclusion would make the statements unduly complex and difficult to read.

F. Recent Accounting Pronouncements Not Yet Effective

In February 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 72 "Fair Value Measurement and Application". This statement, which is effective for fiscal periods beginning after June 15, 2015, will not have any effect on the City's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 73 "Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB 68, and Amendments to Certain Provisions of GASB Statements 67 and 68". This statement, which is effective for fiscal periods beginning after June 15, 2015, will not have any effect on the City's financial reporting.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 74 "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans". This statement, which is effective for fiscal periods beginning after June 15, 2016, will not have any effect on the City's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75 "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement, which is effective for fiscal periods beginning after June 15, 2017, will not have any effect on the City's financial reporting.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 76 "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments". This statement, which is effective for fiscal periods beginning after June 15, 2015, will not have any effect on the City's financial reporting.

In August 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 77 "Tax Abatement Disclosures". This statement, which is effective for fiscal periods beginning after December 15, 2015, will not have any effect on the City's financial reporting.

In December 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 78 "Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans". This statement, which is effective for fiscal periods beginning after December 15, 2015, will not have any effect on the City's financial reporting.

In December 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 79 "Certain External Investment Pools and Pool Participants". This statement, which is effective for fiscal periods beginning after December 15, 2015, will not have any effect on the City's financial reporting.

In January 2016, the Governmental Accounting Standards Board (GASB) issued Statement No. 80 "Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14". This statement, which is effective for fiscal periods beginning after June 15, 2016, will not have any effect on the City's financial reporting.

Note 2: BUDGETARY INFORMATION

Under New Jersey State Statutes, the annual budget is required to be a balanced cash basis document. To accomplish this, the City is required to establish a reserve for uncollected taxes. The 2015 and 2014 statutory budgets included a reserve for uncollected taxes in the amount of \$140,641 and \$179,460. To balance the budget, the City is required to show a budgeted fund balance. The amount of fund balance budgeted to balance the 2015 and 2014 statutory budgets was \$1,848,950 and \$975,950.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

The Chief Financial Officer has the discretion of approving intra department budgetary transfers throughout the year. Inter department transfers are not permitted prior to November 1. After November 1 these transfers can be made in the form of a resolution and approved by City Council. The following significant budget transfers were approved in the 2015 and 2014 calendar years:

<u>Budget Category</u>	<u>2015</u>	<u>2014</u>
Current Fund		
Municipal Fire Fighting		
Salaries & Wages	30,700	79,810
Insurance		
Other Expenses	(63,788)	-
Engineer		
Other Expenses	45,518	-
Beach Services		
Salaries & Wages	(23,050)	-
Fuel		
Other Expenses	(24,745)	-
Utilities		
Other Expenses	24,745	
Police		
Salaries & Wages	(63,405)	(62,000)
Seasonal	45,400	
Other Expenses	48,000	
Property Inspections		
Salaries & Wages	(20,600)	
Other Expenses	(76,160)	-
State Fire Prevention Code		
Salaries & Wages		(70,800)
Environmental Maintenance		
Salaries & Wages		32,153
Other Expenses	67,701	
Street Maintenance		
Salaries & Wages	(33,910)	(50,830)
State Uniform Construction Code		
Other Expenses		30,000
Economic Development		
Other Expenses		(26,515)

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

NJSA 40A:4-87 permits special items of revenue and appropriations to be inserted into the annual budget when the item has been made available by any public or private funding source and the item was not determined at the time of budget adoption. During 2015 and 2014, they were as follows:

	2015	2014
GWTIDA - Muni Event Support	\$ 100,000	\$ 100,000
Drive Sober or Get Pulled Over	5,000	-
Click it or Ticket	4,000	-
COPS in Shops	8,300	-
COPS Hiring Recovery Program	-	432,232
WBID Community Policing	20,000	20,000
	\$ 137,300	552,232

The City may make emergency appropriations, after the adoption of the budget, for a purpose which was not foreseen at the time the budget was adopted or for which adequate provision was not made therein. This type of appropriation shall be made to meet a pressing need for public expenditure to protect or promote the public health, safety, morals or welfare or to provide temporary housing or public assistance prior to the next succeeding fiscal year. Emergency appropriations, except those classified as a special emergency, must be raised in the budgets of the succeeding year. Special emergency appropriations are permitted to be raised in the budgets of the succeeding three or five years. During 2011 the City approved a special emergency appropriation for Accumulated Absence Liabilities. During 2012 the City approved two special emergency appropriations, one for the preparation of a reassessment program and one for the preparation of the tax map. The unfunded balance as of December 31, 2015 was \$85,200, \$132,000 and \$34,000 respectively.

Note 3: INVESTMENTS

As of December 31, 2015 and 2014, the City had no investments.

Interest Rate Risk. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 40A:5-15.1(a) limits the length of time for most investments to 397 days.

Credit Risk. New Jersey Statutes 40A:5-15.1(a) limits municipal investments to those specified in the Statutes. The type of allowable investments are Bonds of the United States of America, the local unit or school districts of which the local unit is a part; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Concentration of Credit Risk. The City places no limit on the amount the City may invest in any one issuer.

Note 4: CASH

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. Under the act, all demand deposits are covered by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds or fund that may pass to the municipality relative to the happening of a future condition. As of December 31, 2015 and 2014, \$2,064,310 and \$1,675,275 of the City's bank balance of \$20,455,242 and \$14,655,272, respectively were exposed to custodial credit risk.

Note 5: LONG TERM DEBT

Long-term debt as of December 31, 2015 and 2014 consisted of the following:

	Balance as of 12/31/13	Additions	Reductions	Balance as of 12/31/14	Due in One Year
General	\$ 17,847,457		2,221,269	15,626,188	1,857,640
Water Utility	15,274,415	2,500,000	1,088,974	16,685,441	1,113,700
Sewer Utility	7,646,916	1,064,000	195,368	8,515,548	206,486
Comp Absences	1,683,863	2,577,986	1,459,956	2,801,893	
Total	\$ 42,452,651	6,141,986	4,965,567	43,629,070	3,177,826

	Balance as of 12/31/14	Additions	Reductions	Balance as of 12/31/15	Due in One Year
General	\$ 15,626,188		1,857,639	13,768,549	1,924,043
Water Utility	16,685,441	2,880,000	3,678,276	15,887,165	1,256,869
Sewer Utility	8,515,548	2,218,123	206,486	10,527,185	316,379
Comp Absences	2,801,892	1,867,341	1,735,840	2,933,393	
Total	\$ 43,629,069	6,965,464	7,478,241	43,116,292	3,497,292

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Paid by Current Fund:

\$10,729,000 General Improvement Bond dated 05/01/2008 payable in annual installments through 05/01/2021. \$810,000 of principal was paid on 05/01/15. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2015 was \$5,889,000.

\$7,175,000 Refunding Bonds dated 12/28/11 payable in annual installments through 11/01/21. Interest is paid semiannually at rates varying from 3.00% to 4.00% per annum. \$665,000 of principal was paid on 11/01/15. The balance remaining as of December 31, 2015 was \$4,565,000.

\$3,374,000 General Improvement Bonds dated 10/26/12 payable in annual installments through 10/01/23. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. The balance remaining as of December 31, 2015 was \$2,670,000.

\$500,000 Green Trust Loans Payable dated 10/07/2002 payable in semiannual installments of \$17,864 through 05/29/2019. The payment includes principal and interest \$32,830 of principal was paid during 2015. Interest is payable at 2.00% per annum. The balance remaining as of December 31, 2015 was \$120,191.

\$289,000 Green Trust Loans Payable dated 02/20/2003 payable in semiannual installments of \$8,985 through 11/25/2022. The payment includes principal and interest \$15,403 of principal was paid during 2015. Interest is payable at 2.00% per annum. The balance remaining as of December 31, 2015 was \$116,844.

\$164,000 Green Trust Loans Payable dated 01/19/2007 payable in semiannual installments of \$5,099 through 10/24/2024. The payment includes principal and interest \$8,400 of principal was paid during 2015. Interest is payable at 2.00% per annum. The balance remaining as of December 31, 2015 was \$83,615.

\$175,000 USDA/Rural Development Loan dated 01/23/2003 payable in semiannual installments of \$4,738 through 11/25/2042. The payment includes principal and interest \$2,762 of principal was paid during 2015. Interest is payable at 4.50% per annum. The balance remaining as of December 31, 2015 was \$147,129.

\$208,000 USDA/Rural Development Loan dated 08/01/2003 payable in semiannual installments of \$5,431 through 08/01/2043. The payment includes principal and interest \$3,245 of principal was paid during 2015. Interest is payable at 4.25% per annum. The balance remaining as of December 31, 2015 was \$176,770.

Paid by Water Utility Fund:

\$3,490,000 Refunding Water Bond dated 01/01/04 payable in annual installments through 09/15/2016. \$320,000 of principal was paid on 09/15/15. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2015 was \$330,000.

\$9,903,000 Water Bond dated 05/01/08 payable in annual installments through 05/01/2028. \$440,000 of principal was paid on 05/01/15. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2015 was \$7,198,000.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

\$1,350,000 Refunding Bonds dated 12/28/11 payable in annual installments through 11/01/21. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. \$130,000 of principal was paid on 11/1/15. The balance remaining as of December 31, 2015 was \$840,000.

\$3,010,000 General Improvement Bonds dated 10/26/12 payable in annual installments through 10/01/27. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. The balance remaining as of December 31, 2015 was \$2,590,000.

\$824,726 USDA/Rural Development Loan dated 02/28/2008 payable in semiannual installments of \$21,146 through 02/28/2047. The payment includes principal and interest. \$11,470 of principal was paid during 2015. Interest is payable at 4.125% per annum. The balance remaining as of December 31, 2015 was \$740,626.

\$410,000 USDA/Rural Development Loan dated 07/12/2013 payable in semiannual installments of \$7,635 through 07/12/2053. The payment includes principal and interest. \$6,733 of principal was paid during 2015. Interest is payable at 2.125% per annum. The balance remaining as of December 31, 2015 was \$396,675.

\$277,000 USDA/Rural Development Loan dated 11/26/2013 payable in semiannual installments of \$5,385 through 11/26/2053. The payment includes principal and interest. \$4,317 of principal was paid during 2015. Interest is payable at 2.375% per annum. The balance remaining as of December 31, 2015 was \$268,467.

\$385,000 USDA/Rural Development Loan dated 12/08/2015 payable in semiannual installments of \$7,015 through 6/8/2055. The payment includes principal and interest. \$4,317 of principal was paid during 2015. Interest is payable at 2.000% per annum. The balance remaining as of December 31, 2015 was \$385,000.

\$625,000 N.J. Environmental Trust Loan Bond dated 11/10/2007 payable in annual installments through 08/01/2025. \$30,000 of principal was paid on 08/01/15. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2015 was \$390,000.

\$621,500 N.J. Environmental Fund Loan Bond dated 11/10/2007 payable in annual installments through 08/01/2025 bearing no interest. \$31,180 of principal was paid on 08/01/15. The balance remaining as of December 31, 2015 was \$317,973.

\$590,000 N.J. Environmental Fund Loan Bond dated 5/28/2015 payable in semiannual installments through 08/01/2034. The payment includes principal and interest. \$0 of principal was paid during 2015. The balance remaining as of December 31, 2015 was \$390,000.

\$1,905,000 N.J. Environmental Fund Loan Bond dated 5/28/2015 payable in semiannual installments through 08/01/2034 bearing no interest. \$64,576 of principal was paid during 2015. The balance remaining as of December 31, 2015 was \$1,840,424.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Paid by Sewer Utility Fund:

\$1,079,000 Sewer Bond dated 05/01/08 payable in annual installments through 05/01/2028. \$45,000 of principal was paid on 05/01/15. Interest is paid semiannually at varying rates. The balance remaining as of December 31, 2015 was \$779,000.

\$1,112,000 General Improvement Bonds dated 10/26/12 payable in annual installments through 10/01/27. Interest is paid semiannually at rates varying from 2.00% to 3.00% per annum. The balance remaining as of December 31, 2015 was \$915,000.

\$279,524 USDA/Rural Development Loan dated 02/28/2007 payable in semiannual installments of \$7,167 through 02/28/2047. The payment includes principal and interest. \$3,887 of principal was paid during 2015. Interest is payable at 4.125% per annum. The balance remaining as of December 31, 2015 was \$251,020.

\$1,435,000 USDA/Rural Development Loan dated 02/28/2007 payable in semiannual installments of \$36,794 through 02/28/2047. The payment includes principal and interest. \$19,959 of principal was paid during 2015. Interest is payable at 4.25% per annum. The balance remaining as of December 31, 2015 was \$1,288,658.

\$1,445,500 USDA/Rural Development Loan dated 12/05/2008 payable in semiannual installments of \$39,130 through 12/05/2048. The payment includes principal and interest. \$17,450 of principal was paid during 2015. Interest is payable at 4.5% per annum. The balance remaining as of December 31, 2015 was \$1,338,190.

\$1,737,000 USDA/Rural Development Loan Dated 6/3/2010 payable in semiannual installments of \$44,537 through 6/3/2050. The payment includes principal and interest at an annual rate of 4.125%. This loan was issued under the Build America Bond program of the United States of America Recovery and Reinvestment Act (ARRA). Under the provisions of the Act, the City is issued a semiannual interest rebate equal to 35% of the actual interest payment. The rebate is issued prior to the interest payment date. In calendar year 2015, the City made principal payments of \$21,153. The rebate amount received in 2015 was \$22,085. The balance remaining as of December 31, 2015 was \$1,630,656.

\$1,136,000 USDA/Rural Development Loan dated 7/15/2011 payable in semiannual installments of \$22,550 through 7/15/2051. \$18,100 of principal was paid during 2015. The payment includes principal and interest. Interest is payable at 2.5% per annum. The balance remaining as of December 31, 2015 was \$1,066,296.

\$2,236,000 USDA/Rural Development Loan dated 5/28/2015 payable in semiannual installments of \$41,635 through 5/28/2055. \$17,878 of principal was paid during 2015. The payment includes principal and interest. Interest is payable at 2.5% per annum. The balance remaining as of December 31, 2015 was \$2,218,123.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Schedule of Annual Debt Service for Principal and Interest for Bonded Debt Issued and Outstanding:

Year	General		Water Utility		Sewer Utility	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	1,860,000	470,694	1,050,000	408,788	115,000	55,372
2017	1,930,000	399,381	770,000	369,814	115,000	51,947
2018	2,005,000	324,944	795,000	343,520	120,000	48,522
2019	2,100,000	247,281	830,000	316,282	125,000	44,891
2020	2,200,000	165,113	855,000	286,335	130,000	41,119
2021-2025	3,029,000	101,703	4,180,000	958,946	700,000	143,286
2026-2030	-	-	2,478,000	161,646	389,000	23,166
	<u>\$ 13,124,000</u>	<u>1,709,116</u>	<u>10,958,000</u>	<u>2,845,332</u>	<u>1,694,000</u>	<u>408,303</u>

Schedule of Annual Debt Service for Principal and Interest for USDA/Rural Development Loans:

Year	General		Water Utility		Sewer Utility	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	6,272	14,066	29,605	38,014	136,263	266,141
2017	6,549	13,789	30,482	37,390	140,768	261,957
2018	6,838	13,500	31,388	36,742	145,361	257,700
2019	7,140	13,198	32,323	36,070	150,116	253,293
2020	7,455	12,883	33,290	35,374	154,975	248,797
2021-2025	42,510	59,180	182,114	165,468	855,438	1,169,426
2026-2030	52,758	48,932	211,622	143,675	1,008,115	1,028,391
2031-2035	65,479	36,211	246,493	117,425	1,190,763	860,021
2036-2040	81,269	20,420	287,790	85,760	1,409,668	658,629
2041-2045	47,630	3,248	336,803	47,510	1,673,639	416,137
2046-2050			227,765	12,011	1,427,986	155,032
2051-2055			141,093	3,700	540,092	27,041
	<u>\$ 323,899</u>	<u>235,428</u>	<u>1,790,768</u>	<u>759,139</u>	<u>8,833,185</u>	<u>5,602,564</u>

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Schedule of Annual Debt Service for Principal and Interest for Green Trust Loans:

<u>Year</u>	<u>General Capital</u>	
	<u>Principal</u>	<u>Interest</u>
2016	57,771	6,126
2017	58,932	4,964
2018	60,117	3,780
2019	43,461	2,572
2020	26,292	1,877
2020-2024	74,077	2,657
	<u>\$ 320,650</u>	<u>21,975</u>

Schedule of Annual Debt Service for Principal and Interest N.J. Environmental Trust Loans:

<u>Year</u>	<u>Water</u>	
	<u>Principal</u>	<u>Interest</u>
2016	177,264	43,181
2017	184,734	40,981
2018	183,824	38,581
2019	187,857	36,094
2020	195,140	33,356
2021-2025	997,799	120,125
2026-2030	659,322	55,100
2031-2034	552,458	16,800
	<u>\$ 3,138,397</u>	<u>384,219</u>

As of December 31, 2015 and 2014, the carrying value of the above bonds approximates the fair value of the bonds.

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**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

<u>Summary of Municipal Debt</u>	<u>Year 2015</u>	<u>Year 2014</u>	<u>Year 2013</u>
<u>Issued:</u>			
General:			
Bonds & Notes Issued	\$ 17,024,600	\$ 18,177,900	17,736,500
Green Trust Loans	320,650	377,282	432,799
USRDA Loans	323,899	329,906	335,659
Water and Sewer:			
Bonds & Notes Issued	18,212,000	16,278,000	15,971,000
USRDA Loans	10,623,953	8,139,836	7,183,024
NJ Environmental Loan	3,138,397	3,269,153	831,309
Total Debt Issued	<u>49,643,499</u>	<u>46,572,077</u>	<u>42,490,291</u>
 <u>Authorized but not issued:</u>			
General:			
Bonds & Notes	830,044	830,000	830,000
Water and Sewer:			
Bonds & Notes	<u>-</u>	<u>4,082,110</u>	<u>8,716,000</u>
 Bonds & Notes Authorized But Not Issued			
	<u>830,044</u>	<u>4,912,110</u>	<u>9,546,000</u>
 Net Bonds & Notes Issued and Authorized But Not Issued			
	<u>50,473,543</u>	<u>51,484,187</u>	<u>52,036,291</u>
 Deductions:			
Reserve for Payment of Bonds/Notes	29,219	66,010	20,124
Self-liquidating Debt	31,974,350	31,769,099	32,701,333
Total Deductions	<u>32,003,569</u>	<u>31,835,109</u>	<u>32,721,457</u>
 Net Debt			
	<u>\$ 18,469,974</u>	<u>19,649,078</u>	<u>19,314,834</u>

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 1.288%.

	Gross Debt	Deductions	Net Debt
Self-Liquidating Purpose	\$ 31,974,350	31,974,350	-
General Debt	18,499,193	29,219	18,469,974
	\$ 50,473,543	32,003,569	18,469,974

Net Debt \$18,469,974 / Equalized Valuation Basis per NJSA 40A:2-2 as amended, \$1,433,459,563= 1.288%.

The foregoing information is in agreement with the original Annual Debt Statement filed with the Division of Local Government Services.

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

3 1/2 % of Equalized Valuation Basis (Municipal)	\$	50,171,085
Net Debt		18,469,974
Remaining Borrowing Power	\$	31,701,111

The City of Wildwood School District, as a K-12 school district, is permitted to borrow up to 4% of the average equalized valuation for the past three years. State statutes allow a school district to exceed the districts limitation with voter approval. Any amounts in excess of the limit is treated as an impairment of the municipal limit.

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**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

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

Cash Receipts from Fees, Fund Balance Anticipated Interest and Other Investment Income, and Other Charges for the Year		\$ 8,686,937
Deductions:		
Operating and Maintenance Costs	\$ 4,364,607	
Debt Service per Water Fund	<u>1,697,584</u>	
Total Deductions		<u>6,062,191</u>
Excess in Revenues		<u><u>\$ 2,624,746</u></u>

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

Cash Receipts from Fees, Fund Balance Anticipated Interest and Other Investment Income, and Other Charges for the Year		\$ 5,152,453
Deductions		
Operating and Maintenance Costs	\$ 4,277,108	
Debt Service per Sewer Fund	<u>560,702</u>	
Total Deductions		<u>4,837,810</u>
Excess in Revenues		<u><u>\$ 314,643</u></u>

Note 6: NOTES

Bond Anticipation, Special Emergency Notes and Emergency Notes

The City has outstanding at December 31, 2015 and 2014, bond anticipation notes in the amount of \$9,711,800 and \$6,164,300, respectively. The December 31, 2015 amount payable to Cede & Co. is \$9,711,800. Of the December 31, 2015 amount payable to Cede & Co., \$9,711,800 bears an interest rate of .75% and will mature on October 21, 2016. Of this note \$251,200 is a Special Emergency in the Current Fund.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
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Short term notes as of December 31, 2015 and 2014 consisted of the following:

	Balance as of 12/31/13	Additions	Reductions	Balance as of 12/31/14
General	\$ 657,500	2,601,400		3,258,900
Sewer Utility	1,064,000	2,486,000	1,064,000	2,486,000
Special Emergency	587,600		168,200	419,400
Total	\$ 2,309,100	5,087,400	1,232,200	6,164,300

	Balance as of 12/31/14	Additions	Reductions	Balance as of 12/31/15
General	\$ 3,258,900	663,956	22,256	3,900,600
Sewer Utility	2,486,000	5,310,000	2,236,000	5,560,000
Special Emergency	419,400		168,200	251,200
Total	\$ 6,164,300	5,973,956	2,426,456	9,711,800

Note 7: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2015, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2016 were as follows:

Current Fund	\$1,975,000
Water Utility	302,505

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**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Note 8: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2015, the following deferred charges are shown on the balance sheets of the various funds:

	Balance December 31, 2015	2016 Budget Appropriation	Balance to Succeeding Year
Current fund:			
Special Emergency Authorization	\$ 251,200	168,200	83,000
	<u>\$ 251,200</u>	<u>168,200</u>	<u>83,000</u>

The appropriations in the 2016 Budget are not less than that required by statute.

Note 9: SCHOOL TAXES

Local District School Tax in the amounts of \$10,655,593 and \$10,352,208 have been raised for the 2015 and 2014 calendar year, respectively and \$10,655,593 and \$10,352,208 were remitted to the school district leaving a zero balance payable. The school tax levy is determined by taking 50% of the prior year and 50% of the current year requirements, plus the actual amount for debt service.

Note 10: TAXES COLLECTED IN ADVANCE

Taxes collected in advance are recorded as cash liabilities in the financial statements. Following is a comparison of the liability for the previous two years:

	Balance 12/31/15	Balance 12/31/14
Prepaid Taxes	\$ 880,312	819,643
Cash Liability for Taxes Collected in Advance	<u>\$ 880,312</u>	<u>819,643</u>

Note 11: PENSION FUNDS

Description of Plans

Substantially all of the City's employees are covered by the Public Employees' Retirement System (PERS) and Police and Fireman's Retirement System (PFRS), a cost-sharing multiple-employer defined benefit pension plan which has been established by state statute and is administered by the New Jersey Division of Pension 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 Public Employees Retirement System and Police and Fireman's Retirement System. This report may be obtained by writing to the Division of Pensions 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>.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Public Employees' Retirement System

The Public Employees' Retirement System 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, City, school district or public agency provided the employee is not required to be a member of another State-administered retirement system or other state or local jurisdiction.

Police and Fireman's Retirement System

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% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate.

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 provide for employee contributions of 6.92% thru June 30, 2015 and 7.06% from July 1, 2015 to December 31, 2015 of employees' annual compensation, as defined. PFRS provide for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in PERS and PFRS. The current PERS rate is 12% of covered payroll and for PFRS a rate of 23% of covered payroll. The City's contributions to PERS for the years ending December 31, 2015, 2014 and 2013 were \$655,454, \$624,450 and \$682,860 respectively, equal to the required contributions for each year.

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 City's contributions to PFRS for the years ending December 31, 2015, 2014 and 2013 were \$1,019,141, \$1,023,266 and \$1,133,272 respectively, equal to the required contributions for each year.

During the preparation of the 2009 budget the City elected to defer 50% of its required pension contributions. The deferred amounts were required to be funded starting in the 2012 budget including interest at 8.5% per annum.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

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 PES 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 $\frac{1}{60}$ th from $\frac{1}{55}$ th, 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

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

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 12: PENSION PLAN FOR LIFEGUARDS

The City of Wildwood has established a pension plan to provide retirement, disability and survivor pension benefits for the individuals who serve on the City's lifeguard force. An eligible employee becomes a plan member upon employment. Employee contributions shall be withheld from the member's salary at the rate of 4.0% and contributed to the plan for his benefit. Retiree benefits are paid out of the trust fund. A plan member may retire with a pension only after his 45th birthday and after he has completed 20 years of service, the last 10 must have been completed immediately preceding his application.

The City's contributions to the Lifeguard Pension for the years ending December 31, 2015, 2014 and 2013 were \$0, \$0 and \$0, respectively. The City's trust for the Lifeguard Pension at December 31, 2015 was \$544,352. Currently there are only three individuals receiving benefits. The benefits paid by the trust for the years ended December 31, 2015, 2014 and 2013 were \$15,041, \$15,041 and \$15,041, respectively.

Note 13: PENSION LIABILITIES

In 2012, the Governmental Accounting Standards Board issued GASB statement 68. This statement is effective for fiscal years beginning after June 15, 2014. This statement changes the method of reporting the City's pension liabilities. However, due to the fact that the City reports on the regulatory basis of accounting, no financial statement impact will be recognized.

The following represents the City's pension liabilities as June 30, 2015:

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
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Public Employees' Retirement System

The City has a liability of \$17,603,074 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2015, the City's proportion is 0.07841712930%, which was a increase of 5.26% from its proportion measured as of June 30, 2014.

For the year ended December 31, 2015, the City would have recognized pension expense of \$1,170,287. At December 31, 2015, the City would report deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of assumptions	\$ 1,890,430	
Net difference between projected and actual earnings on pension plan investments	419,948	(283,024)
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>622,160</u>	<u>(516,310)</u>
Total	<u>\$ 2,932,538</u>	<u>(799,334)</u>

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

<u>Year ended June 30,</u>		
2016	\$	743,344
2017	\$	743,344
2018	\$	743,344
2019	\$	743,344
2020	\$	(583,452)
Thereafter	\$	<u>(256,719)</u>
Total	\$	<u>2,133,204</u>

Actuarial Assumptions

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

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
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Inflation rate	3.04%
Salary increases:	
2012-2021	2.15% - 4.40% (based on age)
Thereafter	3.15% - 5.40% (based on age)
Investment rate of return:	7.90%

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for males and females) with adjustments for mortality improvements from the base year of 2012 based on Projections Scale AA.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011.

In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2015 are summarized in the following table:

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

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
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Discount Rate

The discount rate used to measure the total pension liability was 4.90% and 5.39% as of June 30, 2015 and 2014, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 3.80% and 4.29% as of June 30, 2015 and 2014, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Municipality's proportionate share of the net pension liability to changes in the discount rate.

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

	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
City's proportionate share of the net pension liability	\$ 21,878,467	17,603,074	14,018,615

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

Police and Firemen's Retirement System

The City has a liability of \$21,588,365 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on a projection of the Municipality's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2015, the Municipality's proportion is .12267542600%, which is an increase of 5.65% from its proportion measured as of June 30, 2014.

For the year ended December 31, 2015, the City would have recognized pension expense of

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

\$1,874,636. At December 31, 2015, the City would have reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of assumptions	\$ 3,985,748	
Net difference between projected and actual earnings on pension plan investments	-	(561,934)
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>760,561</u>	<u>(650,820)</u>
Total	<u>\$ 4,746,309</u>	<u>(1,212,754)</u>

Amounts that would be reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense as follows:

<u>Year ended June 30,</u>		
2016	\$	1,015,022
2017	\$	1,015,022
2018	\$	1,015,022
2019	\$	1,015,022
2020	\$	(450,027)
Thereafter	\$	<u>(76,505)</u>
Total	\$	<u>3,533,555</u>

Actuarial Assumptions

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

Inflation rate	3.04%
Salary increases:	
2012-2021	2.60% - 9.48% (based on age)
Thereafter	3.60% - 10.48% (based on age)
Investment rate of return:	7.90%

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

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
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Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service retirements and beneficiaries with adjustments for mortality improvements from the base year of 2014 based on Projection Scale BB.

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

In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2015 are summarized in the following table:

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

Discount Rate

The discount rate used to measure the total pension liability was 5.79% and 6.32% as of June 30, 2015 and 2014, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.9%, and a municipal bond rate of 3.80% and 4.29% as of June 30, 2015 and 2014, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of actuarially determined

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
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contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2045. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2045, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability to changes in the discount rate.

The following presents the collective net pension liability of the participating employers as of June 30, 2015, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (4.79%)	Current Discount Rate (5.79%)	1% Increase (6.79%)
City's proportionate share of the net pension liability	\$ 30,956,193	21,588,365	17,386,723

In addition to the PFRS liabilities listed above, a special funding situation exists for the Local employers of the Police and Fire Retirement System of New Jersey. The State of New Jersey, as a non-employer, is required to pay the additional costs incurred by Local employers under Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The June 30, 2015 and June 30, 2014 State special funding situation net pension liability amounts of \$1,460,720,421 and \$1,354,554,686, respectively, are the accumulated differences between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The fiscal year ending June 30, 2015 State special funding situation pension expense of \$182,203,735 is the actuarially determined contribution amount that the State owes for the fiscal year ending June 30, 2015. The pension expense is deemed to be a State administrative expense due to the special funding situation.

Although the liabilities related to the special funding situation are the liabilities of the State of New Jersey, the proportionate share of the statewide liability allocated to the City of Wildwood was 0.12960914140% and 0.12267542600% for 2015 and 2014 respectively. The net pension liability amounts allocated to the City were \$1,893,227 and \$1,661,706 respectively. For the fiscal year ending June 30, 2015 State special funding situation pension expense of \$236,153 is allocated to the City.

Pension plan fiduciary net position.

Detailed information about the pension plan's fiduciary net position is available in the separately issued PFRS financial report.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

NOTE 14: POST-RETIREMENT BENEFITS

Plan Description: The City of Wildwood contributes to the State Health Benefits Program (SHBP) a cost-sharing, multi-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.

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. 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 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 to <http://www.state.nj.us/treasury/pensions/shbp.htm>

Members of the Public Employees' Retirement System would generally qualify for coverage under the following criteria:

Service Retirement	Eligible at age 60
Early Retirement	Eligible after 25 years of service
Service or Early Retirement Eligibility for State-paid SHBP Benefits	Attainment of 25 years of service
Ordinary Disability Retirement	Eligible after 10 years of service
Accidental Disability	Eligible upon total and permanent disability prior to age 65 as a result of a duty injury

Members of the Police and Firemen's Retirement System would generally qualify for coverage under the following criteria:

Service Retirement	Eligibility means age 55 or 20 years of credited service for an employee who is a member of the Retirement System as of January 18, 2000 and age 55 for an employee who became a member
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**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
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		of the Retirement System after January 18, 2000. Mandatory at age 65.
Service or Early Retirement Eligibility for State-paid SHBP Benefits		Attainment of 25 years of service
Ordinary Disability Retirement		A Member is eligible for Ordinary Disability Retirement if he (she) has 4 years of service and is totally and permanently incapacitated from the performance of usual or available duties.
Accidental Retirement	Disability	A member is eligible upon total and permanent incapacitation from the performance of usual and available duties as a result of injury during the performance of regular duties.
Special Disability Retirement		A member is eligible for Special Disability Retirement if he (she) has 5 years of Credited Service, is under age 55, and has received a heart transplant.

The City is a member of the SHBP and provides that its retirees will be covered if they have participated in either the PERS or the PFRS for 25 years. During 2015 and 2014 the City paid the SHBP \$1,071,813 and \$1,095,637, respectively for health care of retirees.

The City also provides dental and vision coverage for retirees but not through the NJSHBP. The City is required to calculate the future cost to provide this service. The City is not required to fund OPEB calculation but only to report the amount.

Annual OPEB Cost. The City's annual OPEB valuations are as follows:

Plan assets at December 31, 2015	\$0
----------------------------------	-----

The FYE 2015 Annual Required Contribution (ARC) is \$96,928 (assuming no prefunding of obligations). Benefit payments for the year ended December 31, 2015 were \$45,598.

Valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of event in the future. Examples include assumptions about future employment, mortality, and the healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

continual revision as actual results are compared with past expectations and new estimates are made about the future.

Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce short-term volatility in accrued liabilities and the value of assets, consistent with the long-term perspective of the calculations.

The city's calculation was based on trend assumptions along with information in published papers from other industry experts. For prescription drug and vision benefits, the initial trend is to increase the cost 21.8% annually.

Note 15: DEFERRED COMPENSATION

Employees of the City of Wildwood may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

The deferred compensation plan is available to all employees of the City. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The deferred compensation plan is administered by an unrelated financial institution. Under the terms of an IRC Section 457 deferred compensation plan, all deferred compensation and income attributable to the investment of the deferred compensation amounts held by the financial institution, until paid or made available to the employees or beneficiaries, are the property of the employees.

As part of its fiduciary role, the City has an obligation of due care in selecting the third party administrator. In the opinion of the City's legal counsel, the City has acted in a prudent manner and is not liable for losses that may arise from the administration of the plan.

Note 16: LABOR CONTRACTS

As of December 31, 2015, the City's employees are organized in the following collective bargaining units. Contracts are continually being negotiated the following table shows their current status.

Contract	Category	Expiration	Covers
UAW #2327	Public Works, Water, Sewer, Traffic Operations, Municipal Court and Clerk Typists	12/31/18	All employees in public works, water, sewer, traffic operations, municipal court and clerk typists. Supervisors are excluded.
PBA	Police	12/31/18	All uniformed police, detectives, and other special police units,

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Firemen's Mutual Benevolent Asso.	Firefighters	12/31/17	excluding the chief and captain. All uniformed firefighters.
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Pursuant to P.L. 2011, c. 78 any collective bargaining agreement entered into after June 28, 2011 requires employee contributions to health insurance coverage based on percentages of income as listed in the law.

Note 17: ACCRUED SICK AND VACATION BENEFITS

The City has permitted full time employees to accrue unused sick and vacation time, which may be taken as time off or paid at a later date at an agreed upon rate. The monetary value of these earned and unused employee benefits has not been accrued by either charges to operations or to budgets of prior years, although in some cases they might be material, since the realization of this liability may be affected by conditions which preclude an employee from receiving full payment of the accrual. At December 31, 2015 and 2014, the City estimates this liability to approximate \$2,933,393 and \$2,801,892, respectively. The policy of not reflecting the accrued benefit is not in agreement with GASB Statement No. 12. Effective January 1, 2002 the State of New Jersey is allowing municipalities to accrue a compensated absences liability. The City has established an accrual of \$100,000.

Note 18: ECONOMIC DEPENDENCY

The City of Wildwood is economically dependent on the tourism industry.

Note 19: LEASE OBLIGATIONS

At December 31, 2015, the City had lease agreements in effect for the following:

Operating:
Copy Machines

The following is an analysis of operating leases:

Operating Leases – Future minimum rental payments under operating lease agreements are as follows:

<u>Year</u>	<u>Amount</u>
2016	<u>\$ 16,153</u>
	<u>\$ 16,153</u>

Rental payments under operating leases for the year 2015 were \$24,215.

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Note 20: RISK MANAGEMENT

The City is a member of the Atlantic County Municipal Joint Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability
Liability other than Motor Vehicles
Property Damage other than Motor Vehicles
Motor Vehicles
Boiler and Machinery
Employee Dishonesty

Contributions to the Fund, including a reserve for contingencies, are payable in two 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 Fund provides the City with the following coverage:

Workers' Compensation and Employer's Liability
Liability other than Motor Vehicles
Property Damage other than Motor Vehicles
Motor Vehicles
Boiler and Machinery

Contributions to the Fund, are payable in an annual premium and based on actuarial assumptions determined by the Fund's actuary. The City's agreement with the pool provides that the pool will be self-sustaining through member premiums and will reinsure through commercial insurance for claims in excess of \$500,000 for each insured event.

The Fund publishes its own financial report for the year ended December 31, 2015, which can be obtained from:

Atlantic County Municipal Joint Insurance Fund
P.O. Box 488
Marlton, New Jersey 08053

Note 21: LITIGATION

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

**CITY OF WILDWOOD
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2015 AND 2014**

Note 22: MORTGAGE RECEIVABLE

On February 8, 2000, the City entered into an intergovernmental agreement with the New Jersey Sports and Exposition Authority for the construction of the Wildwood Convention Center. This agreement included a mortgage in the amount of \$3,092,392 payable to the City. The mortgage requires annual payments through 2016. The State is currently behind in the annual payments.

The agreement also calls for a payment in lieu of taxes in the amount of \$30,000 per year. This amount has not been paid for the 2014 and 2015 years and a receivable has been established.

Note 23: RENTAL OF MUNICIPAL PROPERTY

The City is party to several agreements for the rental of municipally owned land and buildings. The total rent received in 2015 was \$446,110.

Note 24: SUBSEQUENT EVENTS

The City has evaluated subsequent events through June 30, 2016, the date which the financial statements were available to be issued and identified no events requiring disclosure.

SUPPLEMENTARY INFORMATION

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FORD - SCOTT

& ASSOCIATES, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

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www.ford-scott.com

Independent Auditor's Report

The Honorable Mayor and
Members of the Board of Commissioners
City of Wildwood, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the various funds and account group of the City, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated June 30, 2016, which was adverse due to being presented in accordance 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 City'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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with 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 results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia
Michael S. Garcia
Certified Public Accountant
Registered Municipal Accountant
No. 472

June 30, 2016

Schedule of Findings and Responses

NONE

STATUS OF PRIOR RECOMMENDATIONS

NONE

**CURRENT FUND
SCHEDULE OF CASH - TREASURER**

	Treasurer	Federal and State Grant
Balance December 31, 2014	\$ 4,635,237.49	\$ 172,873.53
Increased by Receipts:		
Tax Collector	\$ 32,924,510.74	
Miscellaneous Revenue Anticipated	6,175,923.66	
Miscellaneous Revenue Not Anticipated	1,765,995.18	
Due from State - Sr. Citizens and Veterans	51,279.46	
Appropriation Refunds	148,304.68	
Appropriation Reserve Refunds	13,436.17	
Federal and State Grants Receivable		\$ 671,928.21
Federal and State Grants Unappropriated		70,278.20
Due from Current Fund		4,259.00
	<u>41,079,449.89</u>	<u>746,465.41</u>
	45,714,687.38	919,338.94
Decreased by Disbursements:		
2015 Appropriations	23,787,044.08	
2014 Appropriation Reserves	834,095.61	
Accounts Payable	6,773.19	
Refunds Payable	2,149.66	
Payment of Special Emergency Note	168,200.00	
Reserve for Tax Map	39.65	
Reserve for Tax Appeals	115,729.10	
Reserve for Codification of Ordinance	12,664.00	
Reserve for Maintenance Guarantee	5,149.40	
Reserve for GWTIDA Fee	6,438.70	
Reserve for Reassessment	200.36	
Reserve for Insurance Proceeds	40,374.00	
Reserve for Boardwalk Viewers	270.38	
Reserve for Land Sales	42,548.02	
Prior Year Revenue Returned	18,211.65	
County Taxes Payable	3,662,361.58	
Due County for Added and Omitted Taxes	2,375.50	
Local District School Tax	10,655,593.00	
Special District Tax	580,000.00	
Federal and State Grant Expenditures		770,836.44
	<u>39,940,217.88</u>	<u>770,836.44</u>
Balance December 31, 2015	\$ 5,774,469.50	\$ 148,502.50

See Accompanying Auditor's Report

**CURRENT FUND
SCHEDULE OF CASH - COLLECTOR**

Balance December 31, 2014	\$	15,952.36
Increased by Receipts:		
Taxes Receivable	\$	31,904,916.26
Tax Title Liens		41,673.76
Interest and Cost on Taxes		125,999.48
2016 Prepaid Taxes		<u>880,311.63</u>
		<u>32,952,901.13</u>
		<u>32,968,853.49</u>
Decreased by Disbursements:		
Payment to Treasurer		<u>32,924,510.74</u>
Balance December 31, 2015	\$	<u><u>44,342.75</u></u>

See Accompanying Auditor's Report

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

Year	Balance Dec. 31, 2014	2015 Levy	Collections		Added Taxes	Over- Payments Created(Applied)	(Transfers)/ Canceled	Transferred To Tax Title Liens	Balance Dec. 31, 2015
			2014	2015					
2014	\$ 14,365.11	\$ -	\$ 6,472.32	\$ 13,493.67	\$ 6,472.32	-	\$ 804.56	\$ 6,539.20	
2015	-	32,977,497.78	27,111.48	31,971,172.59	819,642.56	-	153,681.62	9,764.86	
	\$ 14,365.11	\$ 32,977,497.78	\$ 33,583.80	\$ 31,984,666.26	\$ 819,642.56	\$ -	\$ 154,486.18	\$ 16,304.06	

Taxes Receivable
Senior Citizens and Veterans

\$ 31,904,916.26
<u>79,750.00</u>
\$ <u>31,984,666.26</u>

Analysis of 2015 Property Tax Levy

Tax Yield:	
General Property Tax	\$ 32,977,497.78
Added Taxes (54:4-63.1 et. seq.)	<u>27,111.48</u>
	\$ <u>33,004,609.26</u>

Tax Levy:

Local School District Tax (Abstract)	\$ 10,655,593.00
County Taxes:	
County Tax (Abstract)	\$ 3,097,555.88
County Library Tax (Abstract)	420,146.25
County Open Space (Abstract)	144,659.45
Due County for Added Taxes (54:4-63.1 et. seq.)	<u>3,082.25</u>
Total County Taxes	3,665,443.83
Special District Tax	580,000.00

Local Tax for Municipal Purposes
Add: Additional Tax Levied

18,032,219.01
<u>71,353.42</u>
\$ <u>18,103,572.43</u>
\$ <u>33,004,609.26</u>

**CURRENT FUND
SCHEDULE OF TAX TITLE LIENS**

Balance December 31, 2014		\$ 110,836.35
Increased by:		
Transfers from Taxes		
Receivable	\$ 50,347.63	
Interest and Costs Accrued by:		
Sale on December 17, 2015	<u>303.58</u>	
		<u>50,651.21</u>
		161,487.56
Decreased by:		
Cancelled	770.30	
Collected	<u>41,673.76</u>	
		<u>42,444.06</u>
Balance December 31, 2015		\$ <u><u>119,043.50</u></u>

**CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE**

	Balance Dec. 31, 2014	Accrued In 2015	Collected	Balance Dec. 31, 2015
Miscellaneous Revenue Anticipated:				
Licenses-Alcoholic Beverages	\$ 131,997.00		\$ 131,997.00	\$ -
Licenses-Other	406,360.70		406,360.70	-
Fees and Permits	485,267.82		485,267.82	
Municipal Court	21,907.36		710,652.78	29,288.39
Interest and Costs on Taxes		125,999.48	125,999.48	-
Parking Meters		761,066.36	761,066.36	-
Interest on Investments		36,946.79	36,946.79	-
Public Property Rental		403,812.73	403,812.73	-
TV Cable Franchise Fee		41,509.35	41,509.35	-
In Lieu of Taxes		108,875.24	108,875.24	-
Ambulance Rescue Squad		361,065.18	361,065.18	-
Fees - Tram Car		106,275.53	106,275.53	-
1.85% Room Tax		268,247.28	268,247.28	-
GWTDA Administrative Reimbursement		30,000.00	30,000.00	-
Energy Receipts Tax (P.L. 1997, Ch 162&167)		1,005,571.00	1,005,571.00	-
Shared Service Agreement - Tax Assessor		58,440.43	58,440.43	-
Shared Service Agreement - Emergency Medical Services		15,000.00	15,000.00	-
Shared Service Agreement - Municipal Court Services		17,500.00	17,500.00	-
Shared Service Agreement - Cops in School - WBOE		60,000.00	60,000.00	-
Shared Service Agreement - Police Dispatch		35,000.00	35,000.00	-
Uniform Fire Safety Act		48,509.72	48,509.72	-
Indirect Cost Allocation from Water Utility		470,287.12	470,287.12	-
Wildwood Water Utility - Rio Grande Avenue		10,862.00	10,862.00	-
Reserve for Payment of Bonds		66,009.82	66,009.82	-
Water Utility Surplus		218,239.00	218,239.00	-
Municipal Event Support from GWTIDA		44,488.63	44,488.63	-
Beach Services Revenue		331,199.00	331,199.00	-
GWTDA Event Support - Wildwood Block Party		8,750.00	8,750.00	-
Miscellaneous Revenue Not Anticipated:				
	\$ 21,907.36	1,765,995.18	1,765,995.18	-
	\$ 8,141,309.17		\$ 8,133,928.14	\$ 29,288.39
Treasurer			\$ 7,941,918.84	
Prior Year Receipts			66,009.82	
Interest and Costs on Taxes			125,999.48	
			\$ 8,133,928.14	

See Accompanying Auditor's Report

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES - 2014

	Balance Dec. 31, 2014	Balance After Transfers	Paid	Overexpended	Balance Lapsed
OPERATIONS WITHIN "CAPS"					
General Government Functions:					
Department of Public Affairs and Public Safety:					
Commissioner of Public Affairs and Public Safety					
Other Expenses	\$ 464.60	\$ 464.60	\$ 464.60		\$ -
Department of Law - Director's Office					
Other Expenses	39,532.54	39,532.54	9,283.58		30,248.96
Police					
Salaries and Wages	82,396.54	72,897.72	15,566.66		57,331.06
Other Expenses	32,376.63	39,796.71	39,579.55		217.16
Police Seasonal					
Salaries and Wages		-	(611.08)		611.08
Lifeguards					
Other Expenses	3,286.40	3,286.40	2,995.25		291.15
Emergency Management					
Salaries and Wages	0.01	0.01	-		0.01
Other Expenses	1,845.00	1,845.00	1,797.31		47.69
Traffic Marking					
Salaries and Wages	4.49	4.49	-		4.49
Other Expenses	46,607.07	46,607.07	45,234.73		1,372.34
Municipal Fire Fighting					
Salaries and Wages	38,901.68	38,901.68	34,076.68		4,825.00
Other Expenses	27,592.01	27,592.01	21,257.87		6,334.14
Parking					
Salaries and Wages	10.50	10.50	-		10.50
Other Expenses	2,078.37	2,078.37	-		2,078.37
State Fire Prevention Code					
Salaries and Wages	4,326.60	4,326.60	3,787.88		538.72
Other Expenses	2,460.14	2,460.14	2,040.48		419.66
Animal Control					
Other Expenses	90.00	90.00	90.00		-
Municipal Court					
Other Expenses	8,359.31	7,345.63	6,118.85		1,226.78
Public Defender					
Other Expenses	329.09	329.09	-		329.09
Department of Revenue and Finance:					
Commissioner of Revenue and Finance					
Salaries and Wages	9.15	9.15	-		9.15
Municipal Administrator					
Salaries and Wages	210.01	210.01	-		210.01
Other Expenses	17,029.04	17,029.04	955.68		16,073.36
City Clerk					
Salaries and Wages	5,685.35	5,685.35	5,340.17		345.18
Other Expenses	6,708.72	6,708.72	4,764.46		1,944.26
Accounts and Control					
Salaries and Wages	827.44	827.44	-		827.44
Other Expenses	7,040.55	16,062.66	6,486.86		9,575.80
Tax Assessment					
Salaries and Wages	14,714.42	692.31	692.31		-
Other Expenses	8,857.71	8,857.71	1,016.10		7,841.61
Revenue Collection					
Salaries and Wages	219.39	219.39	-		219.39
Other Expenses	6,483.37	6,483.37	4,725.30		1,758.07
Beach Services					
Salaries and Wages	11,649.34	11,649.34	-		11,649.34
Other Expenses	1,997.00	1,997.00	637.18		1,359.82
Purchasing					
Other Expenses	1,883.00	1,883.00	1,356.17		526.83
Redevelopment Agency					
Other Expenses	1,500.00	1,500.00	1,500.00		-
Economic Development					
Other Expenses	5,050.00	10,050.00	8,963.75		1,086.25
Insurance					

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES - 2014

	Balance Dec. 31, 2014	Balance After Transfers	Paid	Overexpended	Balance Lapsed
General Liability	30,815.88	30,815.88	30,815.88		-
Employee Group Health	303,153.20	301,587.35	283,925.27		17,662.08
Human Resources					
Other Expenses	7,348.84	12,348.84	4,947.56		7,401.28
Department of Public Works, Parks & Property					
Commissioner of Public Works					
Other Expenses	\$ 14.75	\$ 14.75	\$ 14.75		\$ -
Director's Office					
Other Expenses	5,618.31	5,618.31	4,553.27		1,065.04
Building Maintenance					
Salaries and Wages	-	1,498.58	1,498.58		-
Other Expenses	7,932.98	12,932.98	6,050.34		6,882.64
Boardwalk and Facility Construction					
Salaries and Wages	0.85	0.85	-		0.85
Other Expenses	9,487.17	9,487.17	7,284.67		2,202.50
Special Events					
Other Expenses	5,582.97	5,582.97	5,159.67		423.30
Parks					
Other Expenses	3,929.31	3,929.31	3,929.31		-
Recreation					
Other Expenses	8,204.08	8,204.08	7,085.02		1,119.06
Street Maintenance					
Salaries and Wages	-	936.53	936.53		-
Other Expenses	13,165.90	13,165.90	5,250.77		7,915.13
Environmental Maintenance					
Salaries and Wages	-	2,200.17	2,200.17		-
Other Expenses	677.36	677.36	209.60		467.76
Fleet Maintenance					
Other Expenses	32,798.47	37,865.55	28,622.14		9,243.41
Sanitation/Trash					
Other Expenses	1,787.57	1,787.57	671.84		1,115.73
Landfill Tipping Fees					
Other Expenses	46,072.21	36,005.13	32,401.15		3,603.98
Land Use Administration					
Other Expenses	1,409.37	1,409.37	1,409.37		-
Property Inspectors					
Other Expenses	1,094.32	1,094.32	-		1,094.32
Unclassified:					
Gasoline	14,865.42	13,065.99	13,065.99		-
Water Service	31,960.23	31,960.23	26,212.26		5,747.97
Street Lighting	16,061.24	30,392.69	30,392.69		-
Electricity	15,613.73	11,226.90	11,226.90		-
Natural Gas	9,776.89	11,136.14	11,136.14		-
Telephone	19,036.27	13,628.18	13,043.56		584.62
Postage	150.00	150.00	-		150.00
Statutory Expenditures					
Social Security System (O.A.S.I.)	18,406.02	9,332.66	-		9,332.66
Unemployment Comp Ins.	1,190.27	1,190.27	-		1,190.27
Operations Excluded from "CAPS"					
Insurance:					
Employee Group Health	82,929.00	82,929.00	82,929.00		-
Interlocal Municipal Services Agreements:					
Tax Assessor - West Wildwood	796.25	796.25	-		796.25
Totals	\$ 1,070,404.33	\$ 1,070,404.33	\$ 833,092.77	\$ -	\$ 237,311.56
	Reserved	\$ 722,905.34	\$ 834,095.61		
	Encumbered	347,498.99	12,433.33		
		-	(13,436.17)		
		<u>\$ 1,070,404.33</u>	<u>\$ 833,092.77</u>		
				Disbursed	
				Accounts Payable	
				Reimbursements	

**CURRENT FUND
SCHEDULE OF LOCAL DISTRICT SCHOOL TAX**

Balance December 31, 2014 School Tax Payable	\$ -
Increased by: Levy-Calendar Year January 1, 2015 to December 31, 2015	<u>10,655,593.00</u>
	10,655,593.00
Decreased by: Payments	<u>10,655,593.00</u>
Balance December 31, 2015 School Tax Payable	<u><u>-</u></u>
<u>2015 Liability for Local District School Tax</u>	
Tax Paid	10,655,593.00
Tax Payable December 31, 2015	<u>-</u>
	10,655,593.00
Less: Tax Payable December 31, 2014	<u>-</u>
Amount Charged to 2015 Operations	\$ <u><u>10,655,593.00</u></u>

**FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - RECEIVABLE**

Grant	Balance Dec. 31, 2014	Anticipated Revenue	Received	Receivable Cancelled	Balance Dec. 31, 2015
State:					
Cooperative Housing Inspection FY 2015	\$	\$ 11,000.00	\$ 11,000.00		\$ -
NJ DOT					
FY 11: Park Boulevard - Phase II	97,750.00		97,750.00		-
FY 12: Park Boulevard - Phase III	180,000.00		180,000.00		-
Local:					
ACM JIF Safety Incentive Program FY 2014		1,750.00	1,750.00		-
Greater Wildwood Tourism Development Authority Municipal Event Support		100,000.00	100,000.00		-
Federal:					
Click It or Ticket 2015		1,500.00			1,500.00
COPS in Shops - Summer Shore Initiative FY 2014	370.62			370.62	-
FY 2015		6,000.00	6,000.00		-
COPS Hiring Recovery 2009-2012 2014	432,232.00	625,000.00	41,422.67 223,643.01		390,809.33 401,356.99
Drive Sober or Get Pulled Over		5,000.00	4,950.00		50.00
Bulletproof Vest Partnership 2006 - 2009 2012 2013 2014	2,775.00 1,950.00 3,462.53		1,950.00 3,462.53	2,775.00	- - - 6,148.06
	<u>\$ 718,540.15</u>	<u>\$ 756,398.06</u>	<u>\$ 671,928.21</u>	<u>\$ 3,145.62</u>	<u>\$ 799,864.38</u>

See Accompanying Auditor's Report

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF FEDERAL AND STATE GRANTS - APPROPRIATED

Grant	Balance Dec. 31, 2014	2015 Budget Appropriation	Expended	Prior Encumbrance Cancelled	Appropriation Cancelled	Balance Dec. 31, 2015
State:						
Alcohol Education and Rehabilitation						
FY 2009	\$ 530.92	\$ -	\$ -	\$ -	\$ -	\$ 530.92
FY 2010	1,307.10					1,307.10
FY 2011	1,348.37					1,348.37
FY 2012	1,241.15					1,241.15
FY 2013	949.94					949.94
FY 2014	472.64					472.64
Body Armor Replacement						
FY 2008	2,208.65		2,208.65			-
FY 2010	482.64		482.64			(0.00)
FY 2011	3,141.43		3,141.43			-
FY 2012	3,302.10					3,302.10
FY 2013	3,924.95					3,924.95
FY 2014		3,705.35				3,705.35
Clean Communities						
FY 2013	97.06		97.06			0.00
FY 2014	24,198.12		24,198.12			-
Cooperative Housing Inspection						
FY 2015		11,000.00				11,000.00
Department of Transportation						
FY 11 Park Boulevard - Phase II						
FY 12 Park Boulevard - Phase III	142,698.79		142,698.79			-
Drunk Driving Enforcement Fund						
FY 2011	7,603.54		3,774.75			3,828.79
FY 2012	7,434.07					7,434.07
FY 2013	5,954.33					5,954.33
Recycling Tonnage						
FY 2013	852.66		852.66			(0.00)
FY 2015		27,415.94	18,567.22			8,848.72

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF FEDERAL AND STATE GRANTS - APPROPRIATED

Grant	Balance Dec. 31, 2014	2015 Budget Appropriation	Expended	Prior Encumbrance Cancelled	Appropriation Cancelled	Balance Dec. 31, 2015
Local:						
ACM JIF Safety Incentive Program						
FY 2012	\$ 1,750.00	\$ 1,750.00	1,750.00	\$	\$	-
FY 2013		1,750.00	360.00			1,390.00
FY 2014		1,750.00				1,750.00
Comcast Technology Grant		50,000.00	4,958.12			45,041.88
Greater Wildwood Tourism Development Authority Municipal Event Support	-	100,000.00	100,000.00			-
Municipal Alliance 2014	40.00				40.00	-
2015		1,524.00	1,504.50			19.50
WBID Community Policing Grant	-	20,000.00	20,000.00			-

**FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - APPROPRIATED**

Grant	Balance Dec. 31, 2014	2015 Budget Appropriation	Expended	Prior Encumbrance Cancelled	Appropriation Cancelled	Balance Dec. 31, 2015
Federal:						
Bulletproof Vest Partnership 2013	\$ 381.53	\$ 6,148.06	\$ 381.53	\$ -	\$ -	\$ 0.00
2014						6,148.06
Click It or Ticket Program 2015		4,000.00	2,500.00			1,500.00
COPS Hiring Recovery 2012	432,232.00		41,422.68			390,809.32
2014		625,000.00	223,643.01			401,356.99
COPS in Shops - Summer Shore Initiative FY 2014	370.62	8,300.00	6,000.00		370.62	-
FY 2014						2,300.00
Drive Sober or Get Pulled Over 2015		5,000.00	4,950.00			50.00
FEMA Superstorm Sandy - Equipment Reimbursement	187.00		-			187.00
	<u>\$ 642,709.61</u>	<u>\$ 865,593.35</u>	<u>\$ 603,491.16</u>	<u>\$ -</u>	<u>\$ 410.62</u>	<u>\$ 904,401.18</u>
		Encumbered	\$ 237.50			
		Expended	770,836.44			
		Prior Encumbrance	(167,582.78)			
			<u>\$ 603,491.16</u>			

**FEDERAL AND STATE GRANT FUND
SCHEDULE OF FEDERAL AND STATE GRANTS - UNAPPROPRIATED**

<u>Grant</u>	<u>Balance Dec. 31, 2014</u>	<u>Received</u>	<u>Transferred to 2015 Budget Appropriations</u>	<u>Balance Dec. 31, 2015</u>
Comcast Grant	\$ 50,000.00		\$ 50,000.00	-
Body Armor Replacement Program	3,705.35		3,705.35	-
Recycling Tonnage Grant	27,415.94		27,415.94	-
ACM JIF Safety Incentive Program		1,750.00	1,750.00	-
Clean Communities Grant		29,418.30		29,418.30
Alcohol Education & Rehabilitation		1,473.33		1,473.33
Click It or Ticket Program		2,500.00	2,500.00	-
Cooperative Housing Inspection		9,053.00		9,053.00
WBID Community Policing Grant		20,000.00	20,000.00	-
Body Armor Replacement		3,783.57		3,783.57
COPS in Shops - Summer Shore Initiative		2,300.00	2,300.00	-
	<u>\$ 81,121.29</u>	<u>\$ 70,278.20</u>	<u>\$ 107,671.29</u>	<u>\$ 43,728.20</u>

See Accompanying Auditor's Report

**TRUST FUND
SCHEDULE OF CASH - TREASURER**

	<u>Dog Licenses</u>		<u>Other</u>
Balance December 31, 2014	\$ 576.00		\$ 2,495,335.69
Increased by Receipts:			
Dog License Fees 2015	\$ 372.00		
Due to State of New Jersey	125.40	\$ 1,722.52	
Interest Earned	6.87		
Miscellaneous Trust Reserves		16,092,658.63	
Due to the State of NJ Surcharge Fee		11,384.00	
Redemption of Tax Liens		1,249,342.26	
Premiums Received		982,000.00	
	<u>504.27</u>		<u>18,337,107.41</u>
		1,080.27	20,832,443.10
Decreased by Disbursements			
Due to Current Fund	240.87		
Due to State of New Jersey	118.20		
Miscellaneous Trust Reserves		15,470,511.73	
Due to the State of NJ Surcharge Fee		10,215.00	
Redemption of Tax Liens		1,231,878.43	
Premiums Returned		709,000.00	
Due from Employees		816.91	
Due to Employees		2,098.54	
	<u>359.07</u>		<u>17,424,520.61</u>
Balance December 31, 2015	\$ <u>721.20</u>		\$ <u>3,407,922.49</u>

See Accompanying Auditor's Report

**TRUST FUND
SCHEDULE OF RESERVE FOR DOG FUND EXPENDITURES**

Balance December 31, 2014		\$	576.00
Increased by:			
Dog License Fees Collected	\$	<u>372.00</u>	<u>372.00</u>
			948.00
Decreased by:			
Statutory Excess Expenditures under N.J.S. 4:19-15:11		<u>234.00</u>	<u>234.00</u>
Balance December 31, 2015		\$	<u><u>714.00</u></u>

License Fees Collected:

Year	Amount
2013	\$ 258.00
2014	<u>456.00</u>
	<u><u>\$ 714.00</u></u>

TRUST FUND
SCHEDULE OF AMOUNT DUE TO CURRENT FUND - DOG LICENSE FUND

Balance December 31, 2014		\$	-
Increased by:			
Interest	\$	6.87	
Statutory Excess		<u>234.00</u>	
			<u>240.87</u>
			240.87
Decreased by:			
Payment			<u>240.87</u>
Balance December 31, 2015		\$	<u><u>-</u></u>

TRUST FUND
SCHEDULE OF AMOUNT DUE TO(FROM) STATE OF NEW JERSEY - DEPARTMENT OF HEALTH

Balance December 31, 2014		\$	-
Increased by:			
2015 State License Fees	\$	<u>125.40</u>	<u>125.40</u>
			125.40
Decreased by:			
Disbursements to the State			<u>118.20</u>
Balance December 31, 2015	\$		<u><u>7.20</u></u>

**TRUST - OTHER FUNDS
SCHEDULE OF MISCELLANEOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2015**

Reserve	Balance Dec 31, 2014	Increased by		Decreased by		Balance Dec 31, 2015
		Receipts	2015 Budget Appropriation	Disbursements or Canceled		
Sanitary Landfill Facilities Closure	-	275,670.00				275,670.00
Tourism Development Commission	42,090.49	105,193.00		113,420.69		33,862.80
Developer Fees (Housing)	-	16,755.91				16,755.91
Accumulated Absences	99,948.25		61,000.00	40,044.11		120,904.14
Snow Removal	11,636.15		32,600.00	17,139.53		27,096.62
Beach Patrol Donations	1,042.23	27,248.00		21,690.89		6,599.34
Memorial Benches	16,249.40					16,249.40
Recreation	13,587.18	63,307.00		55,427.38		21,466.80
Special Events	17,822.77	60,422.70		44,180.70		34,064.77
Parking Offense Adjudication Act	13,201.18	2,410.00				15,611.18
Fire Penalty - Compensatory	33,365.64	8,282.50		18,836.88		22,811.26
Fire Penalty - Dedicated	35,089.65	79,699.50		84,466.00		30,323.15
Off Duty Police Officers	-	58,080.00		58,080.00		-
UCC Fees	15,511.68	288,008.36		271,565.31		31,954.73
Police Forfeiture	104,713.85	12,718.83		20,140.02		97,292.66
Revolving Loan Fund	110,731.99	443.75				111,175.74
Self Insurance	92,345.18	455.99	200,000.00	3,366.98		289,434.19
Payroll	166,567.53	14,654,432.22		14,627,694.06		193,305.69
Lifeguard Pension	539,752.23	19,641.23		15,041.26		544,352.20
Developers Escrow	131,137.07	126,289.64		79,417.92		178,008.79
	<u>1,444,792.47</u>	<u>15,799,058.63</u>	<u>293,600.00</u>	<u>15,470,511.73</u>		<u>2,066,939.37</u>

**GENERAL CAPITAL FUND
ANALYSIS OF CASH**

	----- Receipts -----		----- Disbursements -----		Balance Dec. 31, 2015
	Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	
				From	To
Contracts Payable	\$ 1,071,766.92	\$	\$	\$ 1,071,766.92	\$ 296,202.93
Reserve for Payment of Bonds and Notes	88,265.89	29,218.55		88,265.89	29,218.55
Capital Improvement Fund	1,959.00	100,000.00		36,000.00	65,959.00
Fund Balance	4,267.29				4,267.29
Grants Receivable	(763,883.24)	428,955.74			(334,927.50)
 <u>Improvement Authorizations:</u>					
<u>Ordinance</u>					
<u>Number</u>					
773-09 Various Improvements			16,340.49	2,659.03	43,691.90
a Replacement of Boardwalk					98,354.50
d Improvement to Pacific Ave.			4,753.93		492.63
e Street lights and Street signs					662.80
798-10 a. Purchase of Equipment					27,954.24
805-10 Acquisition of Timekeeping System					1,960.00
811-10 b. Purchase of Vehicles			3,548.37	3,548.37	1,960.00
823-10/					
867-11 e. City Hall Improvements/Expansion			18,128.37	9,845.00	12,430.21
824-10 b. Purchase of DPW Equipment					678.70
841-11 Back Bay Flood Abatement					1,637.14
860-11 Preliminary Expense - Redevelopment of Bayside Area			650.00	46,290.96	49,452.31
904-12 Acquisition of Fire Equipment			9,895.00	9,895.00	-

See Accompanying Auditor's Report

GENERAL CAPITAL FUND
ANALYSIS OF CASH

	Balance Dec. 31, 2014	Receipts -----		Disbursements -----		Balance Dec. 31, 2015
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	
917-12 Various Capital Improvements	\$ 43,427.57	\$	\$	\$	\$	\$
g. Improvements to Rec Bldg/City Hall	11,542.40			3,752.28		43,427.57
h. Improvements to Lifeguard Equip.						11,542.40
i. Purchase of Equip. for Fire Dept & Human Resources	4,167.33				131.43	474.33
m. Repair of Fire Equipment				3,561.57		
k. Restoration of Recreation Fields	602.11			2,950.88		602.11
l. Replacement of Boardwalk Subdeck	20,265.52					20,265.52
930-12 Acquisition of Beach boxes	11,203.44					11,203.44
954-13 Investigation/Remediation - Soil	1,635.88			8,093.14	4,794.63	1,612.74
959-13 Improvements - Schellenger Ave.	500.00			62.12		437.88
964-13 Reconstruction of Roads	205,972.50			71,989.67	47,149.77	86,833.06
d. Acquisition - Court Security System	5,220.17			928.10		4,342.07
e. Acquisition - Police Security System	1,538.07			20.49	329.00	1,517.58
g. Improvements to Maxwell Field	22,631.52			37.01		22,594.51
h. Acquisition - Equipment	66,611.78			7,595.38		59,016.40
i. Acquisition - Info Technology	4,330.12			8,484.27		4,304.35
j. Acquisition - Vehicles	37,824.86			31,695.38	8,458.50	6,129.48
995-14/1013-14 Boardwalk Restroom - Youngs Ave.	8,000.00			247,403.90	81,772.10	2,350.12
b. Reconstruction - Davis Avenue	145,478.98			224,649.26	294.88	159,870.88
c. Prelim Investigtn/Remediation-Bkyarc	1,947.06			22,301.96	15,122.64	1,919.96
d. Prelim - Landfill Closure	3,213.33			56,834.19		3,169.71
e. Repair - Event Stage	9,807.97			7,732.54	650.00	1,425.43
f. Acquisition of Vehicles	19,650.52			39,436.50		15,643.37
g. Acquisition of Fire Truck	59,988.51			37,187.18		35,015.82
h. Repairs/Improvements of Buildings	136,046.82			13,785.18	215.71	135,320.90
i. Acquisition-ITT Equipment	2,757.10			3,493.69	1,817.08	2,735.29
j. Communication System Upgrade	1,131.22			9.91	1,000.00	2,121.31
k. Acquisition of Equipment: 10-Year	2,854.93			37,536.16		2,823.87

See Accompanying Auditor's Report

**GENERAL CAPITAL FUND
ANALYSIS OF CASH**

	Balance Dec. 31, 2014	Receipts -----		Disbursements -----		Balance Dec. 31, 2015	
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous		Transfers ----- From To
I. Acquisition of Vehicles/Equip.:5-Yr \$	84,047.09	\$ -	\$ -	120,283.62	\$ -	\$ 94,319.94	\$ 49,835.41
m. Installation of Sprinkler System	2,742.24	-	-	6.61	-	-	2,735.63
10111-14							
a. Purchase/Major Repair of Equipment	94,549.10	-	-	78,242.12	-	33,640.00	49,946.98
b. Capital Repair/Improvmnt-Muni Bldg:	100,734.08	-	-	5,625.43	-	24,878.07	70,230.58
c. Remove/Replce Walkways	270,554.30	-	-	153,779.28	-	-	116,775.02
d. Acquisition-ITT Equipment <\$5,000@	60,218.64	-	-	53,401.08	-	3,875.87	10,683.43
e. Repair/Upgrde of Radio Equipment	107,024.05	-	-	57,069.98	1,018.00	23,704.10	48,936.07
f. Acquisition-ITT Equipment >\$5,000@	1,554.35	-	-	23,720.62	-	34,114.00	1,537.83
g. Acquisition of Police SUVs	61,728.30	-	-	34,843.62	49,986.63	-	11,012.05
1040-15 Road Reconstruction			663,956.07	452.04		36,000.00	699,504.03
	<u>\$ 2,272,358.68</u>	<u>\$ 100,000.00</u>	<u>\$ 1,122,130.36</u>	<u>\$ 1,410,281.32</u>	<u>\$ 88,265.89</u>	<u>\$ 1,403,969.85</u>	<u>\$ 1,995,941.83</u>

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

Balance December 31, 2014		\$ 15,626,188.47
Increased by:		
Bonds Issued		-
Decreased by:		
2015 Budget Appropriations:		
General Serial Bonds	\$ 1,795,000.00	
USRDA Loans	6,007.11	
Green Trust Loans	56,632.51	
		1,857,639.62
Balance December 31, 2015		\$ 13,768,548.85

See Accompanying Auditor's Report

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

Analysis of Balance
Dec. 31, 2015

Ordinance Number	Improvement Description	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015	Analysis of Balance Dec. 31, 2015		Unexpended Improvement Authorization
						Financed by Notes	Expended	
841-11	Back Bay Flood Abatement Program	\$ 830,000.00			830,000.00			830,000.00
954-13	Investigation/Remediation - Soil	34,200.00			34,200.00	34,200.00		
959-13	Improvements at Schellenger Ave.	95,000.00		3,686.18	91,313.82	91,313.82		
964-13	a. Improvements - Youngs Avenue	20,000.00		14,959.00	5,041.00	5,041.00		
	b. Reconstruction of Roads	200,000.00			200,000.00	200,000.00		
	c. Acquisition of Parking Meter	22,700.00		1,154.89	21,545.11	21,545.11		
	d. Acquisition - Court Security System	5,000.00			5,000.00	5,000.00		
	e. Acquisition - Police Security System	30,000.00			30,000.00	30,000.00		
	f. Improvements to Recreation Center	11,800.00		553.91	11,246.09	11,246.09		
	g. Improvements to Maxwell Field	42,500.00			42,500.00	42,500.00		
	h. Acquisition - Equipment	83,800.00			83,800.00	83,800.00		
	i. Acquisition - Info Technology	38,000.00			38,000.00	38,000.00		
	j. Acquisition - Vehicles	74,500.00			74,500.00	74,500.00		
995-14/ 1013-14	a. Boardwalk Restroom - Youngs Ave.	2,000.00		1,902.09	97.91	97.91		
	b. Reconstruction - Davis Avenue	245,000.00			245,000.00	245,000.00		
	c. Prelim Investigtn/Remediation-Bkyard	39,500.00			39,500.00	39,500.00		
	d. Prelim - Landfill Closure	64,500.00			64,500.00	64,500.00		
	e. Repair - Event Stage	10,000.00			10,000.00	10,000.00		
	f. Acquisition of Vehicles	281,000.00			281,000.00	281,000.00		
	g. Acquisition of Fire Truck	714,800.00			714,800.00	714,800.00		
	h. Repairs/Improvements of Buildings	217,000.00			217,000.00	217,000.00		
	i. Acquisition-ITT Equipment	32,000.00			32,000.00	32,000.00		
	j. Communication System Upgrade	15,000.00			15,000.00	15,000.00		
	k. Acquisition of Equipment: 10-Year	46,100.00			46,100.00	46,100.00		
	l. Acquisition of Vehicles/Equip.:5-Yr	170,500.00			170,500.00	170,500.00		
	m. Installation of Sprinkler System	10,000.00			10,000.00	10,000.00		
1011-14	a. Purchase/Major Repair of Equipment	122,100.00			122,100.00	122,100.00		
	b. Capital Repair/Improvmt-Muni Bldgs	95,900.00			95,900.00	95,900.00		
	c. Remove/Rejplace Walkways	258,000.00			258,000.00	258,000.00		
	d. Acquisition-ITT Equipment <\$5,000@	61,000.00			61,000.00	61,000.00		
	e. Repair/Upgrade of Radio Equipment	102,000.00			102,000.00	102,000.00		
	f. Acquisition-ITT Equipment >\$5,000@	24,000.00			24,000.00	24,000.00		
	g. Acquisition of Police SUVs	91,000.00			91,000.00	91,000.00		
1040-15	Road Reconstruction		664,000.00		664,000.00	663,956.07		43.93
		<u>\$ 4,088,900.00</u>	<u>664,000.00</u>	<u>22,256.07</u>	<u>4,730,643.93</u>	<u>3,900,600.00</u>	<u>-</u>	<u>830,043.93</u>

Improvement Authorizations Unfunded	\$ 2,387,979
Less:	
Unexpended Proceeds of Bond	
Anticipation Notes Issued:	
954-13	\$ 1,612.74
959-13	437.88
964-13	184,737.45
1013-14	398,059.14
1011-14	309,132
1040-15	<u>663,956</u>
	1,557,935
	<u>\$ 830,043.93</u>

GENERAL CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2014		2015 Authorizations		Expended	Prior Year Encumbrance Cancelled	Transfer	Canceled	Balance Dec. 31, 2015	
				Funded	Unfunded	Capital Improvement Fund	Capital Grant					Funded	Unfunded
773-09	Various Improvements a. Replacement of Boardwalk d. Improvement to Pacific Ave. e. Street lights and signs	10/06/09	\$ 1,602,000.00	\$ 46,737.45	\$ 5,246.56	\$ -	\$ -	\$ 3,045.55	\$ -	\$ -	\$ -	\$ 43,691.90	\$ 492.63
798-10	Various Improvements a. Purchase of Equipment	04/14/10	327,500.00	662.80				4,763.93				98,354.50	662.80
805-10	Acquisition of Timekeeping System	06/09/10	168,000.00	27,954.24								27,954.24	
811-10	Various Capital Improvements b. Purchase of Vehicles	08/11/10	762,500.00	1,960.00								1,960.00	
823-10/ 867-11	Various Capital Improvements e. City Hall Improvements/Expansion	11/10/10	1,586,150.00	25,147.26				12,717.05				12,430.21	
824-10	Various Capital Improvements b. Purchase of DPW Equipment	11/10/10	110,000.00	678.70								678.70	
841-11	Back Bay Flood Abatement	02/23/11	1,000,000.00	1,637.14								1,637.14	830,000.00
860-11	Preliminary Expense - Redevelopment of Bayside Area	07/27/11	500,000.00	50,102.31				650.00				49,452.31	
904-12	Acquisition of Fire Equipment	03/04/12	396,000.00										
917-12	Various Capital Improvements g. Improvements to Rec Bldg/City Hall h. Improvements to Lifeguard Equip. i. Purchase of Equip. for Fire Dept & Human Resources	05/23/12	1,586,150.00	43,427.57	11,542.40							43,427.57	11,542.40
928-10	Repair of Fire Equipment			4,167.33				3,693.00				474.33	
930-12	Acquisition of Beach Boxes	07/25/12	55,000.00	602.11								602.11	
954-13	Investigation/Remediation - Soil/Groundwater	03/13/13	36,000.00	1,635.88				23.14					1,612.74
959-13	Improvements - Schellenger/Boardwalk	04/10/13	100,000.00	500.00				62.12					437.88
964-13	Various Improvements b. Reconstruction of Roads d. Acquisition - Court Security System e. Acquisition - Police Security System g. Improvements to Maxwell Field h. Acquisition - Equipment i. Acquisition - Info Technology j. Acquisition - Vehicles	05/08/13	965,400.00	5,972.50	220.17	200,000.00		119,139.44				86,833.06	4,342.07
						5,000.00		878.10				1,517.58	
						1,538.07		20.49				22,594.51	
						22,631.52		37.01				59,016.40	
						66,611.78		7,595.38				4,304.35	
						4,330.12		25.77				6,129.48	
						37,824.86		31,695.38					
995-14/ 1013-14	Various Improvements a. Boardwalk Restroom - Youngs Ave. b. Reconstruction - Davis Avenue c. Prelim Investig/Remediation-Bkyard d. Prelim - Landfill Closure e. Repair - Event Stage f. Acquisition of Vehicles g. Acquisition of Fire Truck h. Repairs/Improvements of Buildings i. Acquisition-ITT Equipment j. Communication System Upgrade k. Acquisition of Equipment: 10-Year l. Acquisition of Vehicles/Equip.:5-Yr m. Installation of Sprinkler System	03/12/14	2,503,000.00	8,000.00				5,649.88	14,558.44			2,350.12	145,312.44
						145,478.98		166.54				1,919.96	
						1,847.06		27.10				3,169.71	
						3,213.33		43.62				1,425.43	
						9,807.97		8,382.54				15,643.37	
						19,650.52		4,007.15				35,015.82	
						59,988.51		24,972.69				155,320.90	
						136,046.82		725.92				2,735.29	
						2,757.10		21.81				2,121.31	
						1,131.22		9.91				2,823.87	
						2,854.93		31.06				49,835.41	
						84,047.09		34,211.68				2,735.63	
						2,742.24		6.61					

GENERAL CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2014		Capital Improvement Fund	2015 Authorizations		Deferred Charge to Future Taxation	Expended	Prior Year Encumbrance Cancelled	Transfer	Canceled	Balance Dec. 31, 2015	
				Funded	Unfunded		Capital Grant	Capital Fund Balance						Funded	Unfunded
1011-14	Various Improvements	09/10/14	793,000.00	-	94,549.10	-	-	-	-	44,602.12	-	-	-	49,946.98	
	a. Purchase/Major Repair of Equipment			4,834.08	95,900.00					30,503.50				70,230.58	
	b. Capital Repair/Improvement-Muni Bldgs			12,554.30	288,000.00					153,779.28				116,775.02	
	c. Remove/Replace Walkways			-	60,218.64					49,525.21				10,693.43	
	d. Acquisition-ITT Equipment <\$5,000@			5,024.05	102,000.00					58,087.98				48,936.07	
	e. Repair/Upgrade of Radio Equipment			-	1,554.35					16.52				1,537.83	
	f. Acquisition-ITT Equipment >\$5,000@			-	61,728.30					50,716.25				11,012.05	
	g. Acquisition of Police SUVs			-	-					-				-	
1040-15	Road Reconstruction	09/02/15	700,000.00	-	-	36,000.00	-	664,000.00	-	452.04	-	-	-	35,547.96	664,000.00
				\$ 386,294.43	\$ 2,313,688.39	\$ 36,000.00	\$ -	\$ 664,000.00	\$ -	\$ 650,275.77	\$ 15,558.44	\$ -	\$ -	\$ 377,286.32	\$ 2,387,979.17

**GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE**

Ord.	Purpose	Date of Original Issue	Date of Issue	Amount of Original Issue	Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
954-13	Investigation/Remediation - Soil	10/25/2013	10/23/2015	\$ 34,200.00	0.75%	\$ 34,200.00	\$ 34,200.00	\$ 34,200.00	\$ 34,200.00
959-13	Improvements- Schellenger Ave	10/25/2013	10/23/2015	95,000.00	0.75%	95,000.00	91,313.82	95,000.00	91,313.82
964-13	Various Capital Improvements	10/25/2013	10/23/2015	528,300.00	0.75%	528,300.00	511,632.20	528,300.00	511,632.20
995-14/ 1013-14	Various Capital Improvements	10/24/2014	10/23/2015	1,847,400.00	0.75%	1,847,400.00	1,845,497.91	1,847,400.00	1,845,497.91
1011-14	Various Capital Improvements	10/24/2014	10/23/2015	754,000.00	0.75%	754,000.00	754,000.00	754,000.00	754,000.00
1040-15	Road Reconstruction	10/23/2015	10/23/2015	663,956.07	0.75%	663,956.07	663,956.07	663,956.07	663,956.07
						<u>\$ 3,258,900.00</u>	<u>\$ 3,900,600.00</u>	<u>\$ 3,258,900.00</u>	<u>\$ 3,900,600.00</u>

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**GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding December 31, 2015	Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
General Improvement Bonds of 2008	5/1/2008	\$ 10,729,000.00	\$ 860,000.00	4.250%	\$ 6,699,000.00	\$	\$ 810,000.00	\$ 5,889,000.00
	05/01/16							
	05/01/17		910,000.00	4.250%				
	05/01/18		960,000.00	4.250%				
	05/01/19		1,010,000.00	4.250%				
	05/01/20		1,070,000.00	4.375%				
	05/01/21		1,079,000.00	4.375%				
Refunding Bonds of 2011	12/28/2011	7,175,000.00	685,000.00	4.000%	5,230,000.00		665,000.00	4,565,000.00
	11/1/2016							
	11/1/2017		715,000.00	4.000%				
	11/1/2018		745,000.00	4.000%				
	11/1/2019		775,000.00	4.000%				
	11/1/2020		805,000.00	4.000%				
	11/1/2021		840,000.00	4.000%				
General Improvement Bonds of 2012	10/26/2012	3,374,000.00	315,000.00	2.000%	2,990,000.00		320,000.00	2,670,000.00
	10/1/2016							
	10/1/2017		305,000.00	2.000%				
	10/1/2018		300,000.00	2.000%				
	10/1/2019		315,000.00	2.000%				
	10/1/2020		325,000.00	2.000%				
	10/1/2021		370,000.00	2.000%				
	10/1/2022		365,000.00	2.000%				
	10/1/2023		375,000.00	2.000%				
					\$ 14,919,000.00	\$ -	\$ 1,795,000.00	\$ 13,124,000.00

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**GENERAL CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of				Balance Dec. 31, 2015
			Loans Outstanding December 31, 2015	Interest Rate	Balance Dec. 31, 2014	Increased	
	Date	Amount					
Pacific Ave. Wastewater Ord. 557-02b	7/23/2002	\$ 175,000.00		4.50%	\$ 149,890.39	\$	\$ 147,128.74
	01/23/16	\$ 1,427.61					
	07/23/16	1,459.72					
	01/23/17	1,492.57					
	07/23/17	1,526.15					
	01/23/18	1,560.49					
	07/23/18	1,595.60					
	01/23/19	1,631.50					
	07/23/19	1,668.21					
	01/23/20	1,705.75					
	07/23/20	1,744.12					
	01/23/21	1,783.37					
	07/23/21	1,823.49					
	01/23/22	1,864.52					
	07/23/22	1,906.47					
	01/23/23	1,949.37					
	07/23/23	1,993.23					
	01/23/24	2,038.08					
	07/23/24	2,083.93					
	01/23/25	2,130.83					
	07/23/25	2,178.76					
	01/23/26	2,227.79					
	07/23/26	2,277.91					
	01/23/27	2,329.17					
	07/23/27	2,381.57					
	01/23/28	2,435.16					
	07/23/28	2,489.95					
	01/23/29	2,545.97					
	07/23/29	2,603.26					
	01/23/30	2,661.83					
	07/23/30	2,721.72					
01/23/31	2,782.96						
07/23/31	2,845.58						

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**GENERAL CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of				Balance Dec. 31, 2015
			Loans Outstanding December 31, 2015	Interest Rate	Balance Dec. 31, 2014	Increased	
	Date	Amount					
Pacific Ave. Wastewater Ord. 557-02b (Continued)	01/23/32	\$ 2,909.60					
	07/23/32	2,975.07					
	01/23/33	3,042.01					
	07/23/33	3,110.45					
	01/23/34	3,180.44					
	07/23/34	3,252.00					
	01/23/35	3,325.17					
	07/23/35	3,399.98					
	01/23/36	3,476.49					
	07/23/36	3,554.70					
	01/23/37	3,634.69					
	07/23/37	3,716.46					
	01/23/38	3,800.09					
	07/23/38	3,885.59					
	01/23/39	3,973.01					
	07/23/39	4,062.41					
	01/23/40	4,153.81					
	07/23/40	4,247.27					
	01/23/41	4,342.84					
	07/23/41	4,440.55					
01/23/42	4,540.46						
07/23/42	4,239.01						
Improvement to Rio Grande Ave. Ord. 577-02	02/01/16	\$ 1,674.64		4.25%	180,015.46		
	08/01/16	1,710.22					
	02/01/17	1,746.57					
	08/01/17	1,783.68					
	02/01/18	1,821.58					
	08/01/18	1,860.30					
	8/1/2003	\$ 208,000.00		4.25%		3,245.46	176,770.00

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**GENERAL CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of			
			Loans Outstanding December 31, 2015	Interest Rate	Balance Dec. 31, 2014	Balance Dec. 31, 2015
	Date	Amount	Increased	Decreased		
	02/01/19	\$ 1,899.82				
	08/01/19	1,940.19				
	02/01/20	1,981.43				
	08/01/20	2,023.53				
	02/01/21	2,066.53				
	08/01/21	2,110.44				
	02/01/22	2,155.29				
	08/01/22	2,201.09				
	02/01/23	2,247.86				
	08/01/23	2,295.63				
	02/01/24	2,344.41				
	08/01/24	2,394.23				
	02/01/25	2,445.11				
	08/01/25	2,497.07				
	02/01/26	2,550.13				
	08/01/26	2,604.32				
	02/01/27	2,659.66				
	08/01/27	2,716.18				
	02/01/28	2,773.90				
	08/01/28	2,832.84				
	02/01/29	2,893.04				
	08/01/29	2,954.52				
	02/01/30	3,017.30				
	08/01/30	3,081.42				
	02/01/31	3,146.90				
	08/01/31	3,213.77				
	02/01/32	3,282.07				
	08/01/32	3,351.80				
	02/01/33	3,423.04				
	08/01/33	3,495.77				
	02/01/34	3,570.06				
	08/01/34	3,645.92				

Improvement to Rio Grande Ave.
Ord. 577-02
(Continued)

**GENERAL CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of		Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
			Loans Outstanding December 31, 2015	Amount					
Improvement to Rio Grande Ave. Ord. 577-02 (Continued)	02/01/35		\$	3,723.40					
	08/01/35			3,802.52					
	02/01/36			3,883.32					
	08/01/36			3,965.85					
	02/01/37			4,050.12					
	08/01/37			4,136.18					
	02/01/38			4,224.08					
	08/01/38			4,313.84					
	02/01/39			4,405.51					
	08/01/39			4,499.12					
	02/01/40			4,594.73					
	08/01/40			4,692.37					
	02/01/41			4,792.08					
	08/01/41			4,893.92					
02/01/42			4,997.91						
08/01/42			5,104.12						
02/01/43			5,212.57						
08/01/43			5,066.10						
						\$ 329,905.85	-	\$ 6,007.11	\$ 323,898.74

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**GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOAN PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Loans Outstanding		Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
			Date	Amount					
Multi Parks Improvements Ord. 470-98	10/7/2002	\$500,000.00	05/29/16	\$ 16,661.82	2.00%	\$ 153,020.93	\$	\$ 32,830.35	\$ 120,190.58
			11/29/16	16,828.43					
			05/29/17	16,996.71					
			11/29/17	17,166.69					
			05/29/18	17,338.35					
			11/29/18	17,511.73					
		05/29/19	17,686.85						
Maxwell Field Park Project Ord. 557-02a	2/20/2003	\$289,000.00	05/25/16	\$ 7,817.03	2.00%	132,247.03		15,402.63	116,844.40
			11/25/16	7,895.20					
			05/25/17	7,974.15					
			11/25/17	8,053.89					
			05/25/18	8,134.43					
			11/25/18	8,215.77					
			05/25/19	8,297.93					
			11/25/19	8,380.91					
			05/25/20	8,464.72					
			11/25/20	8,549.37					
			05/25/21	8,634.86					
			11/25/21	8,721.21					
		05/25/22	8,808.42						
		11/25/22	8,896.51						

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**GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOAN PAYABLE**

Purpose	Date of Issue	Amount of Original Issue	Maturities of Loans Outstanding		Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
			Date	Amount					
Maxwell Field Park Project Ord. 557-02a	1/19/2005	\$ 164,000	04/24/16	\$ 4,262.87	2.00%	92,014.66	\$	8,399.53	\$ 83,615.13
			10/24/16	4,305.50					
			04/24/17	4,348.56					
			10/24/17	4,392.04					
			04/24/18	4,435.96					
			10/24/18	4,480.32					
			04/24/19	4,525.12					
			10/24/19	4,570.37					
			04/24/20	4,616.08					
			10/24/20	4,662.24					
			04/24/21	4,708.86					
			10/24/21	4,755.95					
			04/24/22	4,803.51					
			10/24/22	4,851.54					
			04/24/23	4,900.06					
			10/24/23	4,949.06					
		04/24/24	4,998.55						
		10/24/24	5,048.54						
						<u>\$ 377,282.62</u>	<u>\$</u>	<u>\$ 56,632.51</u>	<u>\$ 320,650.11</u>

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**GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND**

Balance December 31, 2014		\$ 1,959.00
Increased by:		
2015 Budget Appropriation	\$ <u>100,000.00</u>	100,000.00
		<u>101,959.00</u>
Decreased by:		
Appropriated to Finance Improvement Authorizations	<u>36,000.00</u>	36,000.00
Balance December 31, 2015		\$ <u><u>65,959.00</u></u>

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

Improvement Description	Balance Dec. 31, 2014	2015 Authorization	Notes Issued	Raised in Budget	Balance Dec. 31, 2015
Back Bay Flood Abatement Program	\$ 830,000.00	\$	\$	\$	\$ 830,000.00
Road Reconstruction	<u>830,000.00</u>	664,000.00	663,956.07	<u>-</u>	43.93
	<u>\$ 830,000.00</u>	<u>\$ 664,000.00</u>	<u>\$ 663,956.07</u>	<u>\$ -</u>	<u>\$ 830,043.93</u>

**WATER OPERATING FUND
SCHEDULE OF CASH - TREASURER**

	Operating	Capital
Balance December 31, 2014	\$ 2,417,879.68	\$ 308,573.81
Increased By:		
Water Rent Collected	\$ 7,110,112.61	
Miscellaneous Revenue	31,946.10	
Loan Proceeds		\$ 5,642,658.00
Overpayments	17,116.65	
Escrow Deposits	3,930.73	
Budget Appropriations		
Capital Improvement Fund		1,000,000.00
Due to State of New Jersey - NJ Water Tax	17,541.39	
	7,180,647.48	6,642,658.00
	9,598,527.16	6,951,231.81
Decreased By:		
Current Appropriations	7,092,647.51	
Appropriation Reserves	287,752.93	
Accounts Payable		
Refund of Prior Year Renue	8,533.22	
Improvement Authorization		2,953,313.91
	7,388,933.66	2,953,313.91
Balance December 31, 2015	\$ 2,209,593.50	\$ 3,997,917.90

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**WATER UTILITY CAPITAL FUND
ANALYSIS OF CASH**

	Receipts		Disbursements		Transfers		Balance Dec. 31, 2015
	Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 270,219.52						\$ 270,219.52
Capital Improvement Fund	90,760.85						90,760.85
Reserve for Preliminary Expenses	10,000.00						10,000.00
Contracts Payable	2,409,768.63						2,080,996.36
Due from NJEIT	(1,697,658.00)	\$ 1,737,658.00			40,000.00		2,080,996.36
							-
Improvement Authorizations:							
<u>Ordinance</u>							
<u>Number</u>							
633-05					570.50		-
702-07						1,325.30	1,325.30
717-08					1,394.00		-
830-10/899-12		1,990,000.00	1,123,750.00		1,362,673.75	1,197,268.18	20,928.50
842-11					4,671.49	4,671.49	-
902-12						63,063.30	8,915.00
923-12		1,915,000.00	496,227.37		195,516.40	66,869.38	483,415.33
953-13			1,063,529.72			1,063,670.20	0.00
963-13			257,333.90		5,178.60	50,936.28	326.28
996-14					441,969.24		58,030.76
1037-15			1,824.00		500,000.00		500,000.00
1038-15					25,176.00	500,000.00	473,000.00
	\$ 308,573.81	\$ 5,642,658.00	\$ 2,953,313.91	\$ -	\$ 5,530,764.99	\$ 5,530,764.99	\$ 3,997,917.90

**WATER OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**

Balance December 31, 2014		\$ 360,541.35
Increased by:		
Utility Rents Levied	<u>\$ 7,029,923.79</u>	<u>7,029,923.79</u>
		7,390,465.14
Decreased by:		
Collections	7,110,112.61	
Overpayments	-	
Transferred to lien	149.00	
Other	-	
	<u>7,110,261.61</u>	<u>7,110,261.61</u>
Balance December 31, 2015		<u><u>\$ 280,203.53</u></u>

**WATER OPERATING FUND
SCHEDULE OF WATER UTILITY LIENS**

Balance December 31, 2014		\$ -
Decreased by:		
Transfers from Accounts Receivable	\$ 149.00	
Penalties and Costs	<u>149.00</u>	
		<u>298.00</u>
		298.00
Decreased by:		
Collections	<u>-</u>	
		-
Balance December 31, 2015		<u><u>\$ 298.00</u></u>

**WATER OPERATING FUND
SCHEDULE OF WATER RENT OVERPAYMENTS**

Balance December 31, 2014		\$ 32,546.48
Increase by:		
Overpayments created	\$ <u>49,663.13</u>	49,663.13
Decreased by:		
Overpayments applied	<u>32,546.48</u>	32,546.48
		<hr/>
Balance December 31, 2015		<u><u>\$ 49,663.13</u></u>

**WATER OPERATING FUND
SCHEDULE OF 2014 APPROPRIATION RESERVES**

	BALANCE Dec. 31, 2014	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER- EXPENDED
Operating:					
Salaries and Wages	\$ 2,989.39	\$ 2,989.39		\$ 2,989.39	
Other Expenses	262,614.45	262,614.45	68,753.51	193,860.94	
Insurance	63,646.58	63,646.58	63,646.58	-	
Capital Improvements					
Capital Outlay	350,430.29	350,430.29	155,352.84	195,077.45	
	<u>\$ 679,680.71</u>	<u>\$ 679,680.71</u>	<u>\$ 287,752.93</u>	<u>\$ 391,927.78</u>	<u>\$ -</u>

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
ANALYSIS OF BALANCE
DECEMBER 31, 2015**

Balance December 31, 2014	\$ 108,432.14
Increased by:	
Accrued interest charged to 2015 budget appropriation - Interest on bonds and notes	519,308.16
	627,740.30
Decreased by:	
Disbursements	512,123.34
Balance December 31, 2015	\$ 115,616.96

ANALYSIS OF ACCRUED INTEREST - DECEMBER 31, 2015

Description	Principal Outstanding Dec. 31, 2015	Interest Rate	From	To	# of Days	Amount
Bond Anticipation Note	\$ 3,520,000.00	0.750%	10/23/15	12/31/15	68	\$ 4,986.67
Bonds	330,000.00	Various	9/15/15	12/31/15	108	4,161.26
Bonds	7,198,000.00	Various	11/1/15	12/31/15	61	53,748.04
Bonds	840,000.00	Various	11/1/15	12/31/15	61	3,552.75
Bonds	2,590,000.00	Various	10/1/15	12/31/15	92	15,685.25
NJEIT Bonds	390,000.00	Various	8/1/2015	12/31/15	153	6,976.99
NJEIT Bonds	590,000.00	Various	8/1/2015	12/31/15	153	10,976.09
USDA Loan	740,626.45	4.125%	8/28/15	12/31/15	126	10,431.68
USDA Loan	396,674.50	2.125%	7/12/15	12/31/15	173	3,962.71
USDA Loan	268,467.00	2.375%	11/26/15	12/31/15	36	630.60
USDA Loan	385,000.00	2.000%	12/08/15	12/31/15	24	504.92
						\$ 115,616.96

**WATER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL**

ACCOUNT	BALANCE Dec. 31, 2014	ADDITIONS BY BUDGET CAPITAL OUTLAY	TRANSFERRED FROM UNCOMPLETED	BY ORDINANCE	BALANCE Dec. 31, 2015
Combined Improvements	\$ 37,633,525.46		\$ -		\$ 37,633,525.46
	<u>\$ 37,633,525.46</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,633,525.46</u>

**WATER UTILITY CAPITAL FUND
STATEMENT OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED**

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2014	2015 Authorizations		Costs to Fixed Capital	Balance Dec. 31, 2015
					Deferred Reserve for Amortization	Deferred Charge To Future Revenues		
702-07	Various Water Improvements	12/12/07	\$ 5,000,000.00	\$ 5,000,000.00				\$ 5,000,000.00
717-08	Various Improvements & Acquisitions	02/13/08	500,000.00	500,000.00				500,000.00
830-10	Various Water Improvements	11/10/10	5,000,000.00	5,000,000.00				5,000,000.00
842-11	Various Improvements & Acquisitions	03/09/11	500,000.00	500,000.00				500,000.00
902-12	Various Improvements	03/14/12	500,000.00	500,000.00				500,000.00
923-12	Various Improvements	05/09/12	2,602,000.00	2,602,000.00				2,602,000.00
963-13	Various Improvements	05/08/13	500,000.00	500,000.00				500,000.00
953-13	Water System Upgrades	02/13/13	2,575,000.00	2,530,110.00				2,530,110.00
996-14	Various Improvements	03/12/14	500,000.00	500,000.00				500,000.00
1037-15	Various Improvements	09/09/15	500,000.00		\$ 500,000.00			500,000.00
1038-15	Various Improvements	09/09/15	500,000.00		500,000.00			500,000.00
				\$ 17,632,110.00	\$ 1,000,000.00	\$ -	\$ -	\$ 18,632,110.00

See Accompanying Auditor's Report

**WATER UTILITY CAPITAL FUND
STATEMENT OF IMPROVEMENT AUTHORIZATIONS**

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2014		2015 Authorizations Capital Improvement Fund	Deferred Charge to Future Revenue	Expended	Cancelled Encumbrances	Transfer/ (Cancelled)	Balance Dec. 31, 2015	
				Funded	Unfunded						Funded	Unfunded
702-07	Various Water Improvements (a) Water Main Replacement	12/12/07	\$ 5,000,000.00	\$	\$	\$	\$	\$	\$ 1,325.30	\$	\$ 1,325.30	\$ -
	(b) Replacement of water mains			1,310,084.07				1,299,045.57			11,038.50	
902-12	Various Improvements	03/14/12	500,000.00	347.00					8,568.00		8,915.00	
923-12	Various Improvements	05/09/12	2,602,000.00	1,108,289.72				624,874.39				483,415.33
953-13	Water System Upgrades - Wildwood Crest	02/13/13	2,575,000.00	29,969.52				29,969.52				0.00
963-13	Various Improvements	05/08/13	500,000.00	211,902.50				211,576.22			326.28	
996-14	Various Improvements	03/12/14	500,000.00	500,000.00				441,969.24			58,030.76	
1037-15	Various Improvements	09/09/15	500,000.00		500,000.00						500,000.00	
1038-15	Various Improvements	09/09/15	500,000.00		500,000.00			27,000.00			473,000.00	
				\$ 712,249.50	\$ 2,448,343.31	\$ 1,000,000.00	\$ -	\$ 2,634,434.94	\$ 9,893.30	\$ -	\$ 1,052,635.84	\$ 483,415.33

**WATER UTILITY CAPITAL FUND
STATEMENT OF WATER SERIAL BONDS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURETIES OF BONDS OUTSTANDING DECEMBER 31, 2015	DATE	AMOUNT	INT. RATE	BALANCE DEC. 31, 2014	INCREASED	DECREASED	BALANCE DEC. 31, 2015
Refunding Bonds 2004-B	01/01/04	\$ 3,490,000.00	\$ 330,000.00	09/15/16	\$ 330,000.00	4.250%	\$ 650,000.00	\$	\$ 320,000.00	\$ 330,000.00
Water Bonds, Series 2008	05/01/08	\$ 9,903,000.00	\$ 450,000.00	05/01/16	\$ 450,000.00	4.250%	7,638,000.00	440,000.00		7,198,000.00
			470,000.00	05/01/17	470,000.00	4.250%				
			485,000.00	05/01/18	485,000.00	4.250%				
			505,000.00	05/01/19	505,000.00	4.250%				
			515,000.00	05/01/20	515,000.00	4.375%				
			535,000.00	05/01/21	535,000.00	4.375%				
			555,000.00	05/01/22	555,000.00	4.500%				
			570,000.00	05/01/23	570,000.00	4.500%				
			585,000.00	05/01/24	585,000.00	4.500%				
			600,000.00	05/01/25	600,000.00	4.500%				
Water Bonds, Series 2011B			620,000.00	05/01/26	620,000.00	4.625%				
			650,000.00	05/01/27	650,000.00	4.625%				
			658,000.00	05/01/28	658,000.00	4.700%				
	12/14/11	\$ 1,350,000.00	\$ 130,000.00	11/01/16	\$ 130,000.00	2.000%	970,000.00	130,000.00		840,000.00
				135,000.00	11/01/17	135,000.00	2.000%			
			135,000.00	11/01/18	135,000.00	2.000%				
			145,000.00	11/01/19	145,000.00	3.000%				
			145,000.00	11/01/20	145,000.00	3.000%				
			150,000.00	11/01/21	150,000.00	3.000%				

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
STATEMENT OF WATER SERIAL BONDS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	INCREASED	DECREASED	BALANCE DEC. 31, 2015
			DATE	AMOUNT				
Water Bonds Series 2012	10/11/12	3,010,000	10/01/16	\$ 140,000.00	2.000%	\$	2,730,000.00	\$ 2,590,000.00
			10/01/17	165,000.00	2.000%			
			10/01/18	175,000.00	2.000%			
			10/01/19	180,000.00	2.000%			
			10/01/20	195,000.00	2.000%			
			10/01/21	205,000.00	2.000%			
			10/01/22	230,000.00	2.000%			
			10/01/23	240,000.00	2.000%			
			10/01/24	250,000.00	3.000%			
			10/01/25	260,000.00	3.000%			
			10/01/26	270,000.00	3.000%			
			10/01/27	280,000.00	3.000%			
						\$	140,000.00	\$ 2,590,000.00

\$ 11,988,000.00 \$ - \$ 1,030,000.00 \$ 10,958,000.00

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN BONDS**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	INCREASED	DECREASED	BALANCE DEC. 31, 2015
			DATE	AMOUNT					
NJJEIT 2005A Trust Loan	11/10/05	\$ 625,000.00	08/01/16	\$ 30,000.00	4.000%	\$ 420,000.00	\$ 30,000.00	\$ 390,000.00	
			08/01/17	35,000.00	4.000%				
			08/01/18	35,000.00	4.250%				
			08/01/19	35,000.00	4.250%				
			08/01/20	40,000.00	4.500%				
			08/01/21	40,000.00	4.375%				
			08/01/22	40,000.00	4.375%				
			08/01/23	45,000.00	4.375%				
			08/01/24	45,000.00	4.375%				
			08/01/25	45,000.00	4.375%				
NJJEIT 2005A Fund Loan	11/10/05	\$ 621,500.00	02/01/16	\$ 5,452.46	0.000%	349,152.82	31,179.57	317,973.25	
			08/01/16	24,947.31					
			02/01/17	5,062.56					
			08/01/17	27,806.55					
			02/01/18	4,607.68					
			08/01/18	27,351.67					
			02/01/19	4,124.37					
			08/01/19	26,868.36					
			02/01/20	3,641.06					
			08/01/20	29,634.20					
			02/01/21	3,056.22					
			08/01/21	29,049.35					
			02/01/22	2,487.62					
			08/01/22	28,480.75					
			02/01/23	1,919.02					
		08/01/23	31,161.29						
		02/01/24	1,279.34						
		08/01/24	30,521.62						
		02/01/25	639.67						
		08/01/25	29,882.15						
NJJEIT 2014		\$ 2,500,000.00	<u>INTERIM LOAN</u>		0.000%	2,500,000.00	2,500,000.00	-	

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN BONDS**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	INCREASED	DECREASED	BALANCE DEC. 31, 2015
			DATE	AMOUNT					
NJFIT 2015A Trust Loan	05/28/15	\$ 590,000.00	08/01/16	\$ 20,000.00	5.000%	\$ -	\$ 590,000.00		\$ 590,000.00
			08/01/17	20,000.00	5.000%				
			08/01/18	20,000.00	5.000%				
			08/01/19	25,000.00	5.000%				
			08/01/20	25,000.00	5.000%				
			08/01/21	25,000.00	5.000%				
			08/01/22	25,000.00	5.000%				
			08/01/23	30,000.00	5.000%				
			08/01/24	30,000.00	5.000%				
			08/01/25	30,000.00	5.000%				
			08/01/26	30,000.00	5.000%				
			08/01/27	35,000.00	4.000%				
			08/01/28	35,000.00	4.000%				
			08/01/29	35,000.00	4.000%				
			08/01/30	40,000.00	4.000%				
			08/01/31	40,000.00	4.000%				
			08/01/32	40,000.00	4.000%				
		08/01/33	40,000.00	4.000%					
		08/01/34	45,000.00	4.000%					
NJFIT 2015A Fund Loan	05/28/15	\$ 1,905,000.00	02/01/16	\$ 32,288.13	0.000%	-	1,905,000.00	64,576.27	1,840,423.73
			08/01/16	64,576.27					
			02/01/17	32,288.13					
			08/01/17	64,576.27					
			02/01/18	32,288.13					
			08/01/18	64,576.27					
			02/01/19	32,288.13					
			08/01/19	64,576.27					
			02/01/20	32,288.13					
			08/01/20	64,576.27					
			02/01/21	32,288.13					
			08/01/21	64,576.27					
			02/01/22	32,288.13					
			08/01/22	64,576.27					
			02/01/23	32,288.13					
			08/01/23	64,576.27					
			02/01/24	32,288.13					
		08/01/24	64,576.27						
		02/01/25	32,288.13						

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN BONDS**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE		
			OUTSTANDING DECEMBER 31, 2015	AMOUNT		DEC. 31, 2014	2015	
			DATE			INCREASED	DECREASED	
NJFIT 2015A Fund Loan (continued)			08/01/25	\$ 64,576.27				
			02/01/26	32,288.13				
			08/01/26	64,576.27				
			02/01/27	32,288.13				
			08/01/27	64,576.27				
			02/01/28	32,288.13				
			08/01/28	64,576.27				
			02/01/29	32,288.13				
			08/01/29	64,576.27				
			02/01/30	32,288.13				
			08/01/30	64,576.27				
			02/01/31	32,288.13				
			08/01/31	64,576.27				
			02/01/32	32,288.13				
			08/01/32	64,576.27				
			02/01/33	32,288.13				
		08/01/33	64,576.27					
		02/01/34	32,288.13					
		08/01/34	64,576.40					
						<u>\$ 3,269,152.82</u>	<u>\$ 2,495,000.00</u>	<u>\$ 3,138,396.98</u>

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURETIES OF BONDS OUTSTANDING DECEMBER 31, 2015	INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
Rio Grande II	02/28/07	\$ 824,726.00	\$ 5,912.43	4.125%	\$ 752,096.24	\$ 740,626.45
	08/28/16		6,034.03			
	02/28/17		6,158.16			
	08/28/17		6,284.81			
	02/28/18		6,414.08			
	08/28/18		6,546.02			
	02/28/19		6,680.65			
	08/28/19		6,818.06			
	02/28/20		6,958.30			
	08/28/20		7,101.43			
	02/28/21		7,247.49			
	08/28/21		7,396.56			
	02/28/22		7,548.69			
	08/28/22		7,703.96			
	02/28/23		7,862.42			
	08/28/23		8,024.14			
	02/28/24		8,189.18			
	08/28/24		8,357.62			
	02/28/25		8,529.53			
	08/28/25		8,704.96			
	02/28/26		8,884.01			
	08/28/26		9,066.74			
	02/28/27		9,253.24			
	08/28/27		9,443.55			
	02/28/28		9,637.80			
	08/28/28		9,836.03			
	02/28/29		10,038.35			
	08/28/29		10,244.81			
	02/28/30		10,455.54			
	08/28/30		10,670.59			
	02/28/31		10,890.07			
	08/28/31		11,114.07			
	02/28/32		11,342.66			
	08/28/32		11,575.96			
	02/28/33		11,814.07			
	08/28/33		12,057.06			
	02/28/34		12,305.06			
	08/28/34		12,558.15			

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Rio Grande II (continued)			02/28/35	\$ 12,816.46			
			08/28/35	13,080.07			
			02/28/36	13,349.11			
			08/28/36	13,623.68			
			02/28/37	13,903.90			
			08/28/37	14,189.88			
			02/28/38	14,481.74			
			08/28/38	14,779.61			
			02/28/39	15,083.61			
			08/28/39	15,393.86			
			02/28/40	15,710.48			
			08/28/40	16,033.62			
			02/28/41	16,363.41			
			08/28/41	16,699.98			
			02/28/42	17,043.48			
			08/28/42	17,394.03			
			02/28/43	17,751.80			
			08/28/43	18,116.94			
			02/28/44	18,489.56			
			08/28/44	18,869.88			
		02/28/45	19,257.99				
		08/28/45	19,654.10				
		02/28/46	20,058.36				
		08/28/46	20,470.93				
		02/28/47	12,349.69				
26th Street #34			01/12/16	\$ 3,420.33	2.125%	\$ 403,407.66	\$ 6,733.16
			07/12/16	3,456.67			
			01/12/17	3,493.40			
			07/12/17	3,530.52			
			01/12/18	3,568.03			
			07/12/18	3,605.94			
			01/12/19	3,644.25			
			07/12/19	3,682.97			
			01/12/20	3,722.11			
			07/12/20	3,761.65			
			01/12/21	3,801.62			

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
26th Street #34 (continued)	07/12/21		\$	3,842.01			
	01/12/22			3,882.83			
	07/12/22			3,924.09			
	01/12/23			3,965.78			
	07/12/23			4,007.92			
	01/12/24			4,050.50			
	07/12/24			4,093.54			
	01/12/25			4,137.03			
	07/12/25			4,180.99			
	01/12/26			4,225.41			
	07/12/26			4,270.31			
	01/12/27			4,315.68			
	07/12/27			4,361.53			
	01/12/28			4,407.88			
	07/12/28			4,454.71			
	01/12/29			4,502.04			
	07/12/29			4,549.87			
	01/12/30			4,598.22			
	07/12/30			4,647.07			
	01/12/31			4,696.45			
07/12/31			4,746.35				
01/12/32			4,796.78				
07/12/32			4,847.74				
01/12/33			4,899.25				
07/12/33			4,951.31				
01/12/34			5,003.91				
07/12/34			5,057.08				
01/12/35			5,110.81				
07/12/35			5,165.11				
01/12/36			5,219.99				
07/12/36			5,275.46				
01/12/37			5,331.51				
07/12/37			5,388.15				
01/12/38			5,445.40				
07/12/38			5,503.26				
01/12/39			5,561.73				
07/12/39			5,620.83				
01/12/40			5,680.55				

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING			BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	DECEMBER 31, 2015	INT. RATE		
26th Street #34 (continued)			07/12/40	\$ 5,740.90			
			01/12/41	5,801.90			
			07/12/41	5,863.55			
			01/12/42	5,925.85			
			07/12/42	5,988.81			
			01/12/43	6,052.44			
			07/12/43	6,116.75			
			01/12/44	6,181.74			
			07/12/44	6,247.42			
			01/12/45	6,313.80			
			07/12/45	6,380.88			
			01/12/46	6,448.68			
			07/12/46	6,517.19			
			01/12/47	6,586.44			
			07/12/47	6,656.42			
			01/12/48	6,727.15			
			07/12/48	6,798.62			
			01/12/49	6,870.86			
			07/12/49	6,943.86			
			01/12/50	7,017.64			
		07/12/50	7,092.20				
		01/12/51	7,167.55				
		07/12/51	7,243.71				
		01/12/52	7,320.67				
		07/12/52	7,398.46				
		01/12/53	7,477.07				
		07/12/53	7,556.37				
26th Street #35	11/26/13	\$ 277,000.00			2.375%	\$ 272,783.86	\$ 4,316.86
			05/26/16	\$ 2,196.95			
			11/26/16	2,223.05			
			05/26/17	2,249.44			
			11/26/17	2,276.15			
			05/26/18	2,303.19			
			11/26/18	2,330.53			
		05/26/19	2,358.21				
		11/26/19	2,386.21				
		05/26/20	2,414.55				

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DECEMBER 31, 2015 DATE	AMOUNT			
26th Street #35 (continued)	11/26/20		11/26/20	\$ 2,443.22			
	05/26/21		05/26/21	2,472.23			
	11/26/21		11/26/21	2,501.60			
	05/26/22		05/26/22	2,531.30			
	11/26/22		11/26/22	2,561.35			
	05/26/23		05/26/23	2,591.78			
	11/26/23		11/26/23	2,622.55			
	05/26/24		05/26/24	2,653.69			
	11/26/24		11/26/24	2,685.21			
	05/26/25		05/26/25	2,717.10			
	11/26/25		11/26/25	2,749.35			
	05/26/26		05/26/26	2,782.01			
	11/26/26		11/26/26	2,815.05			
	05/26/27		05/26/27	2,848.47			
	11/26/27		11/26/27	2,882.30			
	05/26/28		05/26/28	2,916.52			
	11/26/28		11/26/28	2,951.16			
	05/26/29		05/26/29	2,986.21			
	11/26/29		11/26/29	3,021.66			
	05/26/30		05/26/30	3,057.55			
	11/26/30		11/26/30	3,093.86			
	05/26/31		05/26/31	3,130.59			
	11/26/31		11/26/31	3,167.78			
	05/26/32		05/26/32	3,205.38			
	11/26/32		11/26/32	3,243.46			
	05/26/33		05/26/33	3,281.97			
	11/26/33		11/26/33	3,320.94			
	05/26/34		05/26/34	3,360.38			
	11/26/34		11/26/34	3,400.28			
	05/26/35		05/26/35	3,440.66			
	11/26/35		11/26/35	3,481.52			
	05/26/36		05/26/36	3,522.86			
	11/26/36		11/26/36	3,564.70			
05/26/37		05/26/37	3,607.03				
11/26/37		11/26/37	3,649.86				
05/26/38		05/26/38	3,693.20				
11/26/38		11/26/38	3,737.06				
05/26/39		05/26/39	3,781.44				

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING			BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	DECEMBER 31, 2015	AMOUNT		
26th Street #35 (continued)	11/26/39		\$	3,826.34			
	05/26/40			3,871.78			
	11/26/40			3,917.76			
	05/26/41			3,964.28			
	11/26/41			4,011.35			
	05/26/42			4,058.99			
	11/26/42			4,107.19			
	05/26/43			4,155.97			
	11/26/43			4,205.31			
	05/26/44			4,255.26			
	11/26/44			4,305.78			
	05/26/45			4,356.92			
	11/26/45			4,408.66			
	05/26/46			4,461.00			
	11/26/46			4,513.99			
	05/26/47			4,567.58			
	11/26/47			4,621.83			
05/26/48			4,676.71				
11/26/48			4,732.25				
05/26/49			4,788.44				
11/26/49			4,845.30				
05/26/50			4,902.84				
11/26/50			4,961.07				
05/26/51			\$	5,019.97			
11/26/51				5,079.59			
05/26/52				5,139.91			
11/26/52				5,200.95			
05/26/53				5,262.70			
11/26/53				5,035.72			
26th Street #36	12/08/15	\$ 385,000.00		\$ 3,165.00	2.000%	\$ 385,000.00	\$ 385,000.00
	12/08/16			3,196.65			
	06/08/17			3,228.62			
	12/08/17			3,260.90			
	06/08/18			3,293.51			
	12/08/18			3,326.45			
	06/08/19			3,359.71			

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING			BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	DECEMBER 31, 2015 AMOUNT	INT. RATE		
26th Street #36 (continued)	12/08/19			\$ 3,393.31			
	06/08/20			3,427.24			
	12/08/20			3,461.51			
	06/08/21			3,496.13			
	12/08/21			3,531.09			
	06/08/22			3,566.40			
	12/08/22			3,602.07			
	06/08/23			3,638.08			
	12/08/23			3,674.47			
	06/08/24			3,711.21			
	12/08/24			3,748.33			
	06/08/25			3,785.80			
	12/08/25			3,823.67			
	06/08/26			3,861.90			
	12/08/26			3,900.52			
	06/08/27			3,939.53			
	12/08/27			3,978.92			
	06/08/28			4,018.71			
	12/08/28			4,058.89			
	06/08/29			4,099.49			
	12/08/29			4,140.48			
	06/08/30			4,181.89			
	12/08/30			4,223.70			
	06/08/31			4,265.94			
	12/08/31			4,308.60			
	06/08/32			4,351.69			
	12/08/32			4,395.21			
	06/08/33			4,439.15			
	12/08/33			4,483.55			
	06/08/34			4,528.38			
	12/08/34			4,573.67			
	06/08/35			4,619.40			
	12/08/35			4,665.60			
	06/08/36			4,712.26			
	12/08/36			4,759.37			
	06/08/37			4,806.97			
	12/08/37			4,855.04			
	06/08/38			4,903.59			

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DECEMBER 31, 2015 DATE	AMOUNT			
26th Street #36 (continued)	12/08/38		12/08/38	\$ 4,952.63			
	06/08/39		06/08/39	5,002.15			
	12/08/39		12/08/39	5,052.17			
	06/08/40		06/08/40	5,102.70			
	12/08/40		12/08/40	5,153.72			
	06/08/41		06/08/41	5,205.26			
	12/08/41		12/08/41	5,257.31			
	06/08/42		06/08/42	5,309.89			
	12/08/42		12/08/42	5,362.98			
	06/08/43		06/08/43	5,416.62			
	12/08/43		12/08/43	5,470.78			
	06/08/44		06/08/44	5,525.49			
	12/08/44		12/08/44	5,580.74			
	06/08/45		06/08/45	5,636.55			
	12/08/45		12/08/45	5,692.92			
	06/08/46		06/08/46	5,749.84			
	12/08/46		12/08/46	5,807.34			
	06/08/47		06/08/47	5,865.42			
	12/08/47		12/08/47	5,924.07			
	06/08/48		06/08/48	5,983.31			
	12/08/48		12/08/48	6,043.15			
	06/08/49		06/08/49	6,103.57			
	12/08/49		12/08/49	6,164.62			
	06/08/50		06/08/50	6,226.26			
	12/08/50		12/08/50	6,288.52			
	06/08/51		06/08/51	6,351.40			
12/08/51		12/08/51	6,414.92				
06/08/52		06/08/52	6,479.07				
12/08/52		12/08/52	6,543.86				
06/08/53		06/08/53	6,609.30				
12/08/53		12/08/53	6,675.39				
06/08/54		06/08/54	6,742.15				
12/08/54		12/08/54	6,809.56				
06/08/55		06/08/55	6,877.67				
12/08/55		12/08/55	6,856.07				

\$ 1,428,287.76 \$ 385,000.00 \$ 22,519.81 \$ 1,790,767.95

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION**

Balance December 31, 2014		\$ 31,145,084.88
Increased by:		
Serial Bonds Payable	\$ 1,030,000.00	
NJEIT Trust Bonds Payable	125,755.84	
USDA Loan Payable	22,519.81	
	<hr/>	<hr/>
		1,178,275.65
Balance December 31, 2015		<u><u>\$ 32,323,360.53</u></u>

**WATER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2014	Fixed Capital Authorized	To Reserve for Amortization	Canceled	Balance Dec. 31, 2015
717-08	Various Improvements	2/13/08	\$ 500,000.00				\$ 500,000.00
763-09	Various Improvements	6/9/09	500,000.00				500,000.00
786-10	Various Improvements	3/24/10	500,000.00				500,000.00
830-10/899-12	Various Improvements	11/10/10		\$ 9,890.00			9,890.00
842-11	Various Improvements	03/09/11	500,000.00				500,000.00
902-12	Various Improvements	03/14/12	500,000.00				500,000.00
953-13	Various Improvements	03/13/13		35,110.00			35,110.00
963-13	Various Improvements	05/08/13	500,000.00				500,000.00
996-14	Various Improvements	03/12/14	500,000.00				500,000.00
1037-15	Various Improvements	09/09/15		500,000.00			500,000.00
1038-15	Various Improvements	09/09/15		500,000.00			500,000.00
			<u>\$ 3,500,000.00</u>	<u>\$ 1,045,000.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,545,000.00</u>

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF UTILITY CAPITAL IMPROVEMENT FUND**

Balance December 31, 2014		\$ 90,760.85
Increase by:		
2015 Budget Appropriation	\$ <u>1,000,000.00</u>	<u>1,000,000.00</u>
		1,090,760.85
Decreased by:		
Appropriated to Finance Improvement Authorizations	<u>1,000,000.00</u>	<u>1,000,000.00</u>
		<u>90,760.85</u>
Balance December 31, 2015		<u><u>\$ 90,760.85</u></u>

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

ORD. NUMBER	IMPROVEMENT DESCRIPTION	BALANCE Dec. 31, 2014	2015 AUTHORIZATIONS	Loans Issued	BANS Issued	Cancelled	BALANCE Dec. 31, 2015
830-10	Various Improvements	\$ 1,990,000.00			\$ 1,990,000.00		\$ -
923-12	Various Improvements	1,915,000.00	\$	385,000.00	1,530,000.00		-
953-13	Various Improvements	30,110.00		30,110.00			-
		<u>\$ 3,935,110.00</u>	<u>\$ -</u>	<u>415,110.00</u>	<u>\$ 3,520,000.00</u>	<u>\$ -</u>	<u>\$ -</u>

SEE ACCOMPANYING AUDITOR'S REPORT

**WATER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE**

Purpose	Date of Original Issue	Date of Issue	Date of Maturity	Amount of Original Issue	Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
830-10/899-12(b) Replacement-Water Mains	10/23/2015	10/23/2015	10/21/2016	1,990,000.00	0.750%	-	\$ 1,990,000.00	\$	\$ 1,990,000.00
923-12 Water Improvements - 26th St	10/23/2015	10/23/2015	10/21/2016	1,530,000.00	0.750%	-	1,530,000.00	-	1,530,000.00
						-	\$ 1,990,000.00	-	\$ 3,520,000.00

**SEWER UTILITY OPERATING FUND
SCHEDULE OF CASH - TREASURER**

	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2014	\$ 583,853.30	\$ 1,706,947.74
Increased By:		
Sewer Rent Collected	\$ 5,092,556.92	\$
Miscellaneous Revenue	43,747.88	
ARRA Debt Service Subsidy	11,042.73	
Interest on Investments	5,967.48	
2014 Excess Accrued Expense Reversed in 2015	5,201.81	
Grants Receivable		1,895,192.00
Notes		1,790,000.00
	<u>5,158,516.82</u>	<u>3,685,192.00</u>
	5,742,370.12	5,392,139.74
Decreased By:		
Current Appropriations	4,714,655.44	
Appropriation Reserves	64,534.23	
Prior Year Revenue Refunded	30,878.45	
Refunds Payable	1.05	
Overpayments	716.00	
Improvement Authorization		3,346,204.11
	<u>4,810,785.17</u>	<u>3,346,204.11</u>
Balance December 31, 2015	\$ 931,584.95	\$ 2,045,935.63

SEE ACCOMPANYING AUDITORS' REPORT

**SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH**

	Receipts		Disbursements		Transfers		Balance Dec. 31, 2015
	Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 84,628.67	\$	\$	\$	\$	\$	84,628.67
Capital Improvement Fund	22,907.38						22,907.38
Reserve to Pay Loans						82,036.98	82,036.98
Contracts Payable	2,797,993.46				2,797,993.46	452,535.35	452,535.35
Grants Receivable	(2,105,388.00)	1,895,192.00			688,500.00		(898,696.00)
Improvement Authorizations:							
<u>Ordinance</u>							
<u>Number</u>							
901-12			403,192.67		82,036.98	295,151.27	136,157.84
914-12	326,236.22				2,211.74		-
976-13	2,211.74					2,502,842.19	74,038.50
997-14	315,968.58		2,744,762.27		42,167.36		129,373.15
1015-14	254,399.69		82,859.18		17,406.25		26,571.31
1039-15	8,000.00	147,000.00	111,022.44		390,750.00	688,500.00	1,936,382.45
		1,643,000.00	4,367.55				
	<u>\$ 1,706,947.74</u>	<u>\$ 3,685,192.00</u>	<u>\$ 3,346,204.11</u>	<u>\$ -</u>	<u>\$ 4,021,065.79</u>	<u>\$ 4,021,065.79</u>	<u>\$ 2,045,935.63</u>

**SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**

Balance December 31, 2014		\$ 34,871.46
Increased by:		
Utility Rents Levied	<u>\$ 5,102,773.23</u>	<u>5,102,773.23</u>
		5,137,644.69
Decreased by:		
Collections	5,091,840.92	
Overpayments applied	716.00	
Transferred to liens	125.00	
Adjustments	-	
Other	<u>20,063.94</u>	<u>5,112,745.86</u>
Balance December 31, 2015		<u><u>\$ 24,898.83</u></u>

**SEWER UTILITY OPERATING FUND
SCHEDULE OF SEWER UTILITY LIENS**

Balance December 31, 2014		\$ 225.00
Increased by:		
Transferred from Sewer Rents	\$ 125.00	
Penalties and Costs	<u>-</u>	<u>125.00</u>
		350.00
Decreased by:		
Collections	-	
Other	<u>100.00</u>	<u>100.00</u>
Balance December 31, 2015		<u><u>\$ 250.00</u></u>

**SEWER UTILITY OPERATING FUND
SCHEDULE OF WATER AND SEWER RENT OVERPAYMENTS**

Balance December 31, 2014		\$ 73,469.55
Increase by:		
Overpayments created	\$ <u>72,753.55</u>	72,753.55
Decreased by:		
Overpayments applied	<u>73,469.55</u>	73,469.55
		<hr/>
Balance December 31, 2015		<u><u>\$ 72,753.55</u></u>

**SEWER UTILITY OPERATING FUND
SCHEDULE OF 2014 APPROPRIATION RESERVES**

	BALANCE Dec. 31, 2014	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED	OVER- EXPENDED
Operating:					
Other Expenses	\$ 75,304.06	\$ 75,304.06	50,489.59	\$ 24,814.47	
Insurance	14,044.64	14,044.64	14,044.64	-	
	<u>\$ 89,348.70</u>	<u>\$ 89,348.70</u>	<u>64,534.23</u>	<u>\$ 24,814.47</u>	<u>-</u>
Reserve	\$ 31,657.00		64,534.23	Paid	
Encumbered	57,691.70		-	Accounts Payable	
	<u>\$ 89,348.70</u>		<u>64,534.23</u>		

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
ANALYSIS OF BALANCE
DECEMBER 31, 2015**

Balance December 31, 2014		\$ 67,190.46
Increased by:		
Accrued interest charged to 2015 budget appropriation - Interest on bonds		<u>336,338.54</u>
		403,529.00
Decreased by:		
December 31, 2014 accrual returned to Fund Balance Disbursements	\$ 5,201.81	
	<u>331,053.12</u>	<u>336,254.93</u>
Balance December 31, 2015		<u>\$ 67,274.07</u>

ANALYSIS OF ACCRUED INTEREST - DECEMBER 31, 2015

Description	Principal Outstanding Dec. 31, 2015	Interest Rate	From	To	# of Days	Amount
Bond Anticipation Notes	\$ 2,040,000.00	0.750%	10/23/15	12/31/15	68	\$ 2,890.00
Bonds	779,000.00	Various	11/1/15	12/31/15	61	5,820.85
Bonds	915,000.00	Various	10/1/15	12/31/15	92	5,454.64
USDA Loans	251,020.26	4.125%	8/28/15	12/31/15	126	3,535.61
USDA Loans	1,288,657.98	4.125%	8/28/15	12/31/15	126	18,150.68
USDA Loans	1,338,190.00	4.500%	12/5/15	12/31/15	27	4,442.35
USDA Loans	1,630,655.50	4.125%	12/3/15	12/31/15	29	5,329.70
USDA Loans	1,066,296.07	2.500%	7/15/15	12/31/15	170	12,415.78
USDA Loans	1,040,242.49	2.500%	10/25/15	12/31/15	68	4,831.73
USDA Loans	2,218,122.50	2.125%	11/28/15	12/31/15	34	4,402.73
						<u>\$ 67,274.07</u>

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL**

ACCOUNT	BALANCE Dec. 31, 2014	ADDITIONS BY BUDGET CAPITAL OUTLAY	TRANSFERRED FROM UNCOMPLETED	BALANCE Dec. 31, 2015
Combined Improvements	\$ 14,879,196.25	\$ -	\$ -	\$ 14,879,196.25
	<u>\$ 14,879,196.25</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,879,196.25</u>

**SEWER UTILITY CAPITAL FUND
STATEMENT OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED**

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2014	2015 Authorizations			Canceled	Balance Dec. 31, 2015
					Deferred Reserve for Amortization	Deferred Charge to Future Taxation	Costs to Fixed Capital		
845-11	Sewer Plant IIIB Project	04/13/11	\$ 200,000.00	\$ 200,000.00				\$ 200,000.00	
901-12	Miscellaneous Sewer IIIA	03/14/12	1,772,000.00	1,772,000.00				1,772,000.00	
914-12	Sewer Capital Improvements	04/18/12	147,000.00	147,000.00				147,000.00	
976-13	Miscellaneous Sewer 4	08/14/13	3,720,000.00	3,720,000.00				3,720,000.00	
997-14	Sewer Capital Improvements	03/12/14	262,600.00	262,600.00				262,600.00	
1015-14	Sewer System Improvements	11/12/14	155,000.00	155,000.00				155,000.00	
1039-15	Sewer Capital Improvements	09/02/15	2,331,500.00	-	\$ 688,500.00	\$ 1,643,000.00		2,331,500.00	
				<u>\$ 6,256,600.00</u>	<u>\$ 688,500.00</u>	<u>\$ 1,643,000.00</u>	<u>-</u>	<u>\$ 8,588,100.00</u>	

See Accompanying Auditor's Report

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE**

Purpose	Date of Original Issue	Date of Issue	Date of Maturity	Amount of Original Issue	Interest Rate	Balance Dec. 31, 2014	Increased	Decreased	Balance Dec. 31, 2015
976-13 Miscellaneous Sewer 4	10/24/2014	10/24/2014	5/29/2015	2,236,000.00	1.25%	\$ 2,236,000.00	\$ -	\$ 2,236,000.00	\$ -
997-14 Sewer Capital Improvements	10/24/2014	10/23/2015	10/21/2016	250,000.00	0.75%	250,000.00	250,000.00	250,000.00	250,000.00
1015-14 Sewer System Improvements	10/23/2015	10/23/2015	10/21/2016	147,000.00	0.75%		147,000.00		147,000.00
1039-15 Miscellaneous Sewer 5A	10/23/2015	10/23/2015	10/21/2016	1,088,000.00	0.75%		1,088,000.00		1,088,000.00
1039-15 Road Reconstruction	10/23/2015	10/23/2015	10/21/2016	555,000.00	0.75%		555,000.00		555,000.00
						<u>\$ 2,486,000.00</u>	<u>\$ 2,040,000.00</u>	<u>\$ 2,486,000.00</u>	<u>\$ 2,040,000.00</u>

See Accompanying Auditor's Report

**SEWER UTILITY CAPITAL FUND
STATEMENT OF SEWER SERIAL BONDS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURETIES OF BONDS OUTSTANDING DECEMBER 31, 2015	INT. RATE	BALANCE DEC. 31, 2014	INCREASED	DECREASED	BALANCE DEC. 31, 2015
Sewer Bonds, Series 2008	05/01/08	1,079,000	\$ 50,000.00	4.250%	\$ 824,000.00		45,000.00	\$ 779,000.00
	05/01/17		50,000.00	4.250%				
	05/01/18		50,000.00	4.250%				
	05/01/19		55,000.00	4.250%				
	05/01/20		55,000.00	4.375%				
	05/01/21		55,000.00	4.375%				
	05/01/22		60,000.00	4.500%				
	05/01/23		60,000.00	4.500%				
	05/01/24		60,000.00	4.500%				
	05/01/25		65,000.00	4.500%				
	05/01/26		70,000.00	4.625%				
	05/01/27		75,000.00	4.625%				
	05/01/28		74,000.00	4.700%				
Sewer Bonds, Series 2012	10/26/12	1,112,000	65,000.00	2.000%	980,000.00		65,000.00	915,000.00
	10/01/17		65,000.00	2.000%				
	10/01/18		70,000.00	2.000%				
	10/01/19		70,000.00	2.000%				
	10/01/20		75,000.00	2.000%				
	10/01/21		75,000.00	2.000%				
	10/01/22		75,000.00	2.000%				
	10/01/23		80,000.00	2.000%				
	10/01/24		85,000.00	3.000%				
	10/01/25		85,000.00	3.000%				
	10/01/26		85,000.00	3.000%				
	10/01/27		85,000.00	3.000%				
						1,804,000.00	-	110,000.00

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Rio Grande II	02/28/07	\$ 279,524.00	02/28/16	\$ 2,003.89	4.125%	\$ 254,907.70	\$ 251,020.26
			08/28/16	2,045.11			
			02/28/17	2,087.17			
			08/28/17	2,130.11			
			02/28/18	2,173.91			
			08/28/18	2,218.63			
			02/28/19	2,264.27			
			08/28/19	2,310.84			
			02/28/20	2,358.36			
			08/28/20	2,406.88			
			02/28/21	2,456.38			
			08/28/21	2,506.90			
			02/28/22	2,558.47			
			08/28/22	2,611.10			
			02/28/23	2,664.79			
			08/28/23	2,719.61			
			02/28/24	2,775.55			
			08/28/24	2,832.64			
			02/28/25	2,890.90			
			08/28/25	2,950.36			
			02/28/26	3,011.04			
			08/28/26	3,072.98			
			02/28/27	3,136.19			
			08/28/27	3,200.69			
			02/28/28	3,266.52			
			08/28/28	3,333.72			
			02/28/29	3,402.28			
			08/28/29	3,472.26			
			02/28/30	3,543.68			
			08/28/30	3,616.57			
			02/28/31	3,690.96			
			08/28/31	3,766.87			
			02/28/32	3,844.35			
			08/28/32	3,923.43			
			02/28/33	4,004.12			
			08/28/33	4,086.48			
			02/28/34	4,170.54			
			08/28/34	4,256.32			
			02/28/35	4,343.86			
			08/28/35	4,433.21			
			02/28/36	4,524.40			
			08/28/36	4,617.45			
			02/28/37	4,712.43			

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Rio Grande II (continued)				OUTSTANDING			
				DECEMBER 31, 2015			
				4,809.36			
				4,908.27			
				5,009.24			
				5,112.26			
				5,217.42			
				5,324.73			
				5,434.25			
				5,546.03			
				5,660.10			
				5,776.52			
				5,895.34			
				6,016.59			
				6,140.35			
				6,266.64			
				6,395.54			
			6,527.09				
			6,661.33				
			6,798.36				
			6,938.18				
			4,186.44				
Miscellaneous Sewer I							
		02/28/07	\$ 1,435,000.00		4.125%	\$ 1,308,616.61	\$ 1,288,657.98
				\$ 10,288.24			
				10,499.86			
				10,715.83			
				10,936.24			
				11,161.17			
				11,390.75			
				11,625.04			
				11,864.14			
				12,108.18			
				12,357.22			
				12,611.39			
				12,870.78			
				13,135.52			
				13,405.70			
				13,681.43			
			13,962.84				
			14,250.04				
			14,543.13				
			14,842.27				
			15,147.55				
			15,459.11				

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Miscellaneous Sewer I (continued)	08/28/26		08/28/26	\$ 15,777.08			
	02/28/27		02/28/27	16,101.59			
	08/28/27		08/28/27	16,432.78			
	08/28/28		02/28/28	16,770.78			
	08/28/28		08/28/28	17,115.72			
	02/28/29		02/28/29	17,467.77			
	08/28/29		08/28/29	17,827.06			
	02/28/30		02/28/30	18,193.73			
	08/28/30		08/28/30	18,567.95			
	02/28/31		02/28/31	18,949.86			
	08/28/31		08/28/31	19,339.63			
	02/28/32		02/28/32	19,737.42			
	08/28/32		08/28/32	20,143.39			
	02/28/33		02/28/33	20,557.71			
	08/28/33		08/28/33	20,980.55			
	02/28/34		02/28/34	21,412.09			
	08/28/34		08/28/34	21,852.50			
	02/28/35		02/28/35	22,301.98			
	08/28/35		08/28/35	22,760.69			
	02/28/36		02/28/36	23,228.85			
	08/28/36		08/28/36	23,706.63			
	02/28/37		02/28/37	24,194.24			
	08/28/37		08/28/37	24,691.88			
	02/28/38		02/28/38	25,199.75			
	08/28/38		08/28/38	25,718.07			
	02/28/39		02/28/39	26,247.06			
	08/28/39		08/28/39	26,786.92			
02/28/40		02/28/40	27,337.88				
08/28/40		08/28/40	27,900.19				
02/28/41		02/28/41	28,474.05				
08/28/41		08/28/41	29,059.71				
02/28/42		02/28/42	29,657.43				
08/28/42		08/28/42	30,267.44				
02/28/43		02/28/43	30,890.00				
08/28/43		08/28/43	31,525.36				
02/28/44		02/28/44	32,173.78				
08/28/44		08/28/44	32,835.55				
02/28/45		02/28/45	33,510.93				
08/28/45		08/28/45	34,200.20				
02/28/46		02/28/46	34,903.65				
08/28/46		08/28/46	35,621.56				
02/28/47		02/28/47	21,380.14				

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Park & Maple Wastewater	12/05/08	\$1,445,500.00	06/05/16	\$ 9,020.72	4.500%	\$ 1,355,640.32	\$ 17,450.32
			12/05/16	9,223.69			
			06/05/17	9,431.23			
			12/05/17	9,643.42			
			06/05/18	9,860.41			
			12/05/18	10,082.26			
			06/05/19	10,309.11			
			12/05/19	10,541.07			
			06/05/20	10,778.25			
			12/05/20	11,020.75			
			06/05/21	11,268.72			
			12/05/21	11,522.27			
			06/05/22	11,781.51			
			12/05/22	12,046.61			
			06/05/23	12,317.65			
			12/05/23	12,594.79			
			06/05/24	12,878.18			
			12/05/24	13,167.94			
			06/05/25	13,464.22			
			12/05/25	13,767.16			
			06/05/26	14,076.93			
			12/05/26	14,393.65			
			06/05/27	14,717.52			
			12/05/27	15,048.65			
			06/05/28	15,387.25			
			12/05/28	15,733.47			
			06/05/29	16,087.46			
			12/05/29	16,449.44			
			06/05/30	16,819.55			
			12/05/30	17,197.98			
			06/05/31	17,584.95			
			12/05/31	17,980.60			
			06/05/32	18,385.17			
			12/05/32	18,798.83			
			06/05/33	19,221.81			
			12/05/33	19,654.29			
		06/05/34	20,096.52				
		12/05/34	20,548.69				
		06/05/35	21,011.04				
		12/05/35	21,483.78				
		06/05/36	21,967.17				
		12/05/36	22,461.43				

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Park & Maple Wastewater (continued)	06/05/37		\$ 22,966.82				
	12/05/37		23,483.56				
	06/05/38		24,011.95				
	12/05/38		24,552.22				
	06/05/39		25,104.64				
	12/05/39		25,669.49				
	06/05/40		26,247.06				
	12/05/40		26,837.62				
	06/05/41		27,441.46				
	12/05/41		28,058.90				
	06/05/42		28,690.22				
	12/05/42		29,335.75				
	06/05/43		29,995.81				
	12/05/43		30,670.71				
	06/05/44		31,360.80				
	12/05/44		32,066.42				
	06/05/45		32,787.92				
	12/05/45		33,525.64				
	06/05/46		\$ 34,279.97				
	12/05/46		35,051.27				
06/05/47		35,839.92					
12/05/47		36,646.33					
06/05/48		37,470.86					
12/05/48		36,268.52					
Various Sewer Improvements	06/03/16	\$ 1,737,000.00	\$ 10,904.73		4.125%	\$ 1,651,808.32	\$ 21,152.82
	12/03/16		11,129.64				
	06/03/17		11,359.19				
	12/03/17		11,593.48				
	06/03/18		11,832.58				
	12/03/18		12,076.64				
	06/03/19		12,325.71				
	12/03/19		12,579.94				
	06/03/20		12,839.39				
	12/03/20		13,104.21				
	06/03/21		13,374.48				
	12/03/21		13,650.33				
06/03/22		13,931.87					
12/03/22		14,219.21					
06/03/23		14,512.49					
12/03/23		14,811.80					
06/03/24		15,117.30					

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Various Sewer Improvements (continued)	12/03/24			\$ 15,429.09			
	06/03/25			15,747.32			
	12/03/25			16,072.10			
	06/03/26			16,403.60			
	12/03/26			16,741.91			
	06/03/27			17,087.22			
	12/03/27			17,439.64			
	06/03/28			17,799.34			
	12/03/28			18,166.45			
	06/03/29			18,541.13			
	12/03/29			18,923.54			
	06/03/30			19,313.83			
	12/03/30			19,712.19			
	06/03/31			20,118.75			
	12/03/31			20,533.70			
	06/03/32			20,957.21			
	12/03/32			21,389.45			
	06/03/33			21,830.60			
	12/03/33			22,280.86			
	06/03/34			22,740.41			
	12/03/34			23,209.43			
	06/03/35			23,688.12			
	12/03/35			24,176.69			
	06/03/36			24,675.33			
	12/03/36			25,184.26			
	06/03/37			25,703.69			
	12/03/37			26,233.82			
	06/03/38			26,774.90			
	12/03/38			27,327.13			
	06/03/39			27,890.75			
	12/03/39			28,466.00			
	06/03/40			29,053.11			
	12/03/40			29,652.33			
	06/03/41			30,263.91			
	12/03/41			30,888.11			
	06/03/42			31,525.17			
	12/03/42			32,175.37			
	06/03/43			32,839.00			
	12/03/43			33,516.29			
	06/03/44			34,207.58			
	12/03/44			34,913.10			
	06/03/45			35,633.19			
	12/03/45			36,368.12			

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Various Sewer Improvements (continued)			06/03/46	\$ 37,118.21			
			12/03/46	37,883.77			
			06/03/47	38,665.13			
			12/03/47	39,462.60			
			06/03/48	40,276.51			
			12/03/48	41,107.22			
			06/03/49	41,955.05			
			12/03/49	42,820.38			
		06/03/50	40,409.90				
Phase IIIB Wastewater	7/15/11	\$ 1,136,000.00	01/15/16	\$ 9,111.74	2.500%	\$ 1,084,396.29	\$ 18,100.22
			07/15/16	9,371.40			
			01/15/17	9,344.69			
			07/15/17	9,675.83			
			01/15/18	9,584.40			
			07/15/18	9,914.61			
			01/15/19	9,830.14			
			07/15/19	10,159.39			
			01/15/20	10,082.07			
			07/15/20	10,343.26			
			01/15/21	10,339.48			
			07/15/21	10,666.73			
			01/15/22	10,604.20			
			07/15/22	10,930.45			
			01/15/23	10,875.60			
			07/15/23	11,200.78			
			01/15/24	11,153.83			
			07/15/24	11,416.75			
			01/15/25	11,438.28			
			07/15/25	11,761.26			
			01/15/26	11,730.65			
			07/15/26	12,052.49			
		01/15/27	12,030.39				
		07/15/27	12,351.05				
		01/15/28	12,337.67				
		07/15/28	12,602.46				
		01/15/29	12,651.98				
		07/15/29	12,970.21				
		01/15/30	12,974.90				
		07/15/30	13,291.85				
		01/15/31	13,305.91				
		07/15/31	13,621.60				

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Phase IIIB Wastewater (continued)	01/15/32			\$ 13,645.28			
	07/15/32			13,912.17			
	01/15/33			13,992.58			
	07/15/33			14,305.58			
	01/15/34			14,349.21			
	07/15/34			14,660.81			
	01/15/35			14,714.82			
	07/15/35			15,025.00			
	01/15/36			15,089.63			
	07/15/36			15,358.82			
	01/15/37			15,473.36			
	07/15/37			15,780.56			
	01/15/38			15,867.25			
	07/15/38			16,172.92			
	01/15/39			16,271.04			
	07/15/39			16,575.14			
	01/15/40			16,684.98			
	07/15/40			16,956.72			
	01/15/41			17,108.97			
	07/15/41			17,409.78			
	01/15/42			17,544.00			
	07/15/42			17,843.11			
	01/15/43			17,989.96			
	07/15/43			18,287.34			
	01/15/44			18,447.17			
	07/15/44			18,721.72			
	01/15/45			18,915.60			
	07/15/45			19,209.36			
	01/15/46			19,396.07			
	07/15/46			19,687.96			
	01/15/47			19,888.64			
07/15/47			20,178.59				
01/15/48			20,393.59				
07/15/48			20,671.25				
01/15/49			20,911.13				
07/15/49			21,197.08				
01/15/50			21,441.80				
07/15/50			21,725.69				
01/15/51			21,985.84				
07/15/51			22,779.50				

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING		INT. RATE	BALANCE DEC. 31, 2014	INCREASED	DECREASED	BALANCE DEC. 31, 2015
			DATE	AMOUNT					
Phase IIIA Wastewater	4/25/2014	\$ 1,064,000.00	04/25/16	\$ 8,117.97	2.5000%	\$ 1,056,179.00		\$ 15,936.51	\$ 1,040,242.49
			10/25/16	8,219.44					
			04/25/17	8,322.19					
			10/25/17	8,426.21					
			04/25/18	8,531.54					
			10/25/18	8,638.19					
			04/25/19	8,746.16					
			10/25/19	8,855.49					
			04/25/20	8,966.19					
			10/25/20	9,078.26					
			04/25/21	9,191.74					
			10/25/21	9,306.63					
			04/25/22	9,422.97					
			10/25/22	9,540.76					
			04/25/23	9,660.01					
			10/25/23	9,780.77					
			04/25/24	9,903.02					
			10/24/24	10,026.82					
			04/25/25	10,152.15					
			10/25/25	10,279.05					
			04/25/26	10,407.54					
			10/25/26	10,537.63					
			04/25/27	10,669.35					
			10/25/27	10,802.72					
			04/25/28	10,937.75					
			10/25/28	11,074.48					
			04/25/29	11,212.91					
			10/25/29	11,353.07					
			04/25/30	11,494.98					
			10/25/30	11,638.67					
			04/25/31	11,784.15					
			10/25/31	11,931.45					
			04/25/32	12,080.60					
			10/25/32	12,231.60					
			04/25/33	12,384.50					
			10/25/33	12,539.31					
			04/25/34	12,696.05					
		10/25/34	12,854.74						
		04/25/35	13,015.44						
		10/25/35	13,178.12						
		04/25/36	13,342.85						
		10/25/36	13,509.64						
		04/25/37	13,678.51						

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS			INCREASED	DECREASED	BALANCE DEC. 31, 2015
			DATE	AMOUNT	INT. RATE			
Phase IIIA Wastewater (continued)			10/25/37	\$ 13,849.49				
			04/25/38	14,022.60				
			10/25/38	14,197.89				
			04/25/39	14,375.37				
			10/25/39	14,555.05				
			04/25/40	14,737.00				
			10/25/40	14,921.21				
			04/25/41	15,107.72				
			10/25/41	15,296.57				
			04/25/42	15,487.77				
			10/25/42	15,681.37				
			04/25/43	15,877.39				
			10/25/43	16,075.86				
			04/25/44	16,276.81				
			10/25/44	16,480.26				
			04/25/45	16,686.27				
			10/25/45	16,894.85				
			04/25/46	17,106.03				
			10/25/46	17,319.86				
			04/25/47	17,536.35				
		10/25/47	17,755.56					
		04/25/48	17,977.51					
		10/25/48	18,202.22					
		04/25/49	18,429.75					
		10/25/49	18,660.13					
		04/25/50	18,893.37					
		10/25/50	19,129.55					
		04/25/51	19,368.66					
		10/25/51	19,610.77					
		04/25/52	19,855.90					
		10/25/52	20,104.11					
		04/25/53	20,355.40					
		10/25/53	20,609.85					
		04/25/54	20,822.37					
Phase IV Wastewater			05/28/16	\$ 18,067.45	2.125%	\$ 2,236,000.00	\$ 17,877.50	\$ 2,218,122.50
			11/28/16	18,259.43				
			05/28/17	18,453.42				
			11/28/17	18,649.49				
			05/28/18	18,847.64				
		11/28/18	19,047.90					
		05/28/19	19,250.27					

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Phase IV Wastewater (continued)	11/28/19		\$	19,454.81			
	05/28/20			19,661.53			
	11/28/20			19,870.43			
	05/28/21			20,081.55			
	11/28/21			20,294.92			
	05/28/22			20,510.55			
	11/28/22			20,728.47			
	05/28/23			20,948.71			
	11/28/23			21,171.29			
	05/28/24			21,396.24			
	11/28/24			21,623.57			
	05/28/25			21,853.33			
	11/28/25			22,085.51			
	05/28/26			22,320.17			
	11/28/26			22,557.33			
	05/28/27			22,797.00			
	11/28/27			23,039.23			
	05/28/28			23,284.01			
	11/28/28			23,531.39			
	05/28/29			23,781.42			
	11/28/29			24,034.10			
	05/28/30			24,289.46			
	11/28/30			24,547.54			
	05/28/31			24,808.35			
	11/28/31			25,071.95			
	05/28/32			25,338.33			
	11/28/32			25,607.55			
	05/28/33			25,879.63			
	11/28/33			26,154.60			
	05/28/34			26,432.50			
	11/28/34			26,713.34			
	05/28/35			26,997.16			
	11/28/35			27,284.02			
	05/28/36			27,573.91			
	11/28/36			27,866.88			
	05/28/37			28,162.97			
	11/28/37			28,462.20			
	05/28/38			28,764.61			
	11/28/38			29,070.23			
	05/28/39			29,379.09			
11/28/39			29,691.26				
05/28/40			30,006.73				
11/28/40			30,325.55				

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF USRDA LOANS PAYABLE**

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS		INT. RATE	BALANCE DEC. 31, 2014	BALANCE DEC. 31, 2015
			DATE	AMOUNT			
Phase IV Wastewater (continued)	05/28/41			\$ 30,647.76			
	11/28/41			30,973.39			
	05/28/42			31,302.48			
	11/28/42			31,635.07			
	05/28/43			31,971.19			
	11/28/43			32,310.89			
	05/27/44			32,654.19			
	11/27/44			33,001.14			
	05/28/45			33,351.78			
	11/28/45			33,706.14			
	05/28/46			34,064.27			
	11/28/46			34,426.20			
	05/28/47			34,791.99			
	11/28/47			35,161.64			
	05/28/48			35,535.24			
	11/28/48			35,912.80			
	05/28/49			36,294.37			
	11/28/49			36,680.00			
	05/28/50			37,069.73			
	11/28/50			37,463.59			
	05/28/51			37,861.64			
	11/28/51			38,263.92			
	05/28/52			38,670.48			
	11/28/52			39,081.35			
	05/28/53			39,496.58			
	11/28/53			39,916.24			
05/28/54			40,340.35				
11/28/54			40,768.97				
05/28/55			40,740.09				
						\$ 6,711,548.24	\$ 8,833,184.80
						\$ 2,236,000.00	\$ 114,363.44

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION**

Balance December 31, 2014		\$ 7,757,648.01
Increased by:		
Serial Bonds Payable	\$ 110,000.00	
USDA Loan Payable	114,363.44	
		224,363.44
Decreased by:		
Cancelled Prior Year Improvement Authorization	-	
		-
Balance December 31, 2015		\$ 7,982,011.45

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2014	Fixed Capital Authorized	To Reserve for Amortization	Canceled	Balance Dec. 31, 2015
845-11	Sewer Phase IIIB Project	04/13/11	\$ 10,000.00				\$ 10,000.00
901-12	Miscellaneous Sewer III A	03/14/12	708,000.00				708,000.00
914-12	Sewer Capital Improvements	04/18/12	7,000.00				7,000.00
976-13	Sewer Capital Improvements	08/14/13	1,484,000.00				1,484,000.00
997-14	Sewer Capital Improvements	03/12/14	12,600.00				12,600.00
1015-14	Sewer System Improvements	11/12/14	8,000.00				8,000.00
1039-15	Sewer Capital Improvements	09/02/15		\$ 688,500.00			688,500.00
			<u>\$ 2,229,600.00</u>	<u>\$ 688,500.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,918,100.00</u>

SEE ACCOMPANYING AUDITOR'S REPORT

**SEWER UTILITY CAPITAL FUND
SCHEDULE OF UTILITY CAPITAL IMPROVEMENT FUND**

Balance December 31, 2014		\$ 22,907.38
Increase by:		
2015 Budget Appropriation	\$ -	-
		22,907.38
Decreased by:		
Appropriated to Finance Improvement Authorizations	-	-
		-
Balance December 31, 2015		\$ 22,907.38

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

ORD. NUMBER	IMPROVEMENT DESCRIPTION	BALANCE Dec. 31, 2014	2015 AUTHORIZATIONS	Notes Issued	Cancelled	BALANCE Dec. 31, 2015
1015-14	Sewer System Improvements	\$ 147,000.00		\$ 147,000.00		\$ -
1039-15	Miscellaneous Sewer 5A		\$ 1,088,000.00	1,088,000.00		-
1039-15	Road Reconstruction		555,000.00	555,000.00		-
		<u>\$ 147,000.00</u>	<u>\$ 1,643,000.00</u>	<u>\$ 1,790,000.00</u>	<u>\$ -</u>	<u>-</u>
						To E

SEE ACCOMPANYING AUDITOR'S REPORT

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CITY OF WILDWOOD

PART II

LETTER OF COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2015

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GENERAL COMMENTS

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

N.J.S. 40A:11-4 states, "Every contract or agreement for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate \$40,000 except by contract or agreement."

The governing body of the City has the responsibility of determining whether the expenditures in any category will exceed \$40,000 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the City Commission's opinion should be sought before a commitment is made.

Our examination of expenditures did not reveal payments in excess of \$40,000 "for the performance of any work or the furnishing or hiring of any materials or supplies" other than those where bids had been previously sought by public advertisement, awarded under state or county cooperative purchasing agreements, or where a resolution had been previously adopted under the provisions of N.J.S. 40A:11-6.

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

- Sewer System Repairs
- Water System Repairs
- Trash Collection
- Road Construction

Contracts and Agreements Requiring Solicitation of Quotations

N.J.S. 40A:11-6.1 states, "Prior to the award of any other purchase, contract or agreement, the contracting agent shall, except in the case of the performance of professional services, solicit quotations, whenever practical, on any such purchase, contract or agreement the estimated cost or price of which is \$5,400 or more."

Our examination of expenditures did not reveal purchases made in excess of \$6,000 without obtaining quotes as required by statute.

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body, on December 31, 2014, adopted the following resolution authorizing interest to be charged on delinquent taxes:

"NOW, THEREFORE, BE IT RESOLVED, effective January 1, 2015 all taxes and assessments which are delinquent on or subsequent to January 1, 2015 shall bear interest at the rate of 8 percent per annum on the first \$1,500 of delinquency and 18

percent per annum on any amount in excess of \$1,500.”

It appears from an examination of the collector’s records that interest on delinquent taxes was collected in accordance with the foregoing resolution. However, this resolution should be adopted each year.

Delinquent Taxes and Tax Title Liens

The last tax sale was held on December 17, 2015 and was complete, except for bankruptcies not sold.

Inspection of tax sale certificates on file revealed that all tax sale certificates were available for audit.

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

<u>Year</u>	<u>Number of Liens</u>
2015	32
2014	27
2013	14
2012	8
2011	36

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis.

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent charts and current payments was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices as follows:

<u>Type:</u>	<u>Number Mailed</u>
Payment of 2016 and 2015 Taxes	10
Payment of 2016 and 2015 Water Utility Bills	10
Payment of 2016 and 2015 Sewer Utility Bills	10
Delinquent Taxes & Utilities	3
Municipal Court	10

As of the date of this audit report, all verifications have not been returned. No problems were noted with the verifications that have been returned related to property taxes, utilities or municipal court.

Deposit of Municipal Funds

N.J.S. 40A:5-15 states, "All municipal funds shall be deposited within 48 hours upon receipt."

Our examination has revealed that municipal funds were all deposited within the mandated time.

Comparison of Tax Levies and Collections Currently

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

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collections</u>	<u>Percentage of Collections</u>
2015	33,004,609	32,790,816	99.35%
2014	32,670,098	32,529,646	99.57%
2013	31,138,282	30,660,649	98.47%
2012	30,958,552	30,585,657	98.80%
2011	30,238,924	29,951,948	99.05%

Comparative Schedule of Tax Rate Information

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Tax Rate	2.287	2.260	1.971	1.936	1.895
Apportionment of Tax Rate:					
Municipal	1.274	1.273	1.103	1.088	1.088
County	0.260	0.257	0.235	0.237	0.212
School	0.753	0.730	0.633	0.611	0.595
Assessed Valuation	1,419,492,288	1,419,109,158	1,541,551,466	1,571,191,163	1,573,574,454

Delinquent Taxes and Tax Title Liens

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

<u>Year</u>	Amount of Tax Title <u>Liens</u>	Amount of Delinquent <u>Taxes</u>	Total <u>Delinquent</u>	Percentage of Tax <u>Levy</u>
2014	119,044	16,304	135,348	0.41%
2014	110,836	14,365	125,201	0.38%
2013	98,360	39	98,399	0.32%
2012	82,744	5,438	88,182	0.28%
2011	139,495	53,807	193,302	0.64%

Other Financial Statement Findings

NONE

STATUS OF PRIOR RECOMMENDATIONS

NONE

RECOMMENDATIONS

None

Should any questions arise, please do not hesitate to call me.

Very truly yours,

Ford, Scott & Associates, L.L.C.
FORD, SCOTT & ASSOCIATES, L.L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Michael S. Garcia
Michael S. Garcia
Certified Public Accountant
Registered Municipal Accountant
No. 472

June 30, 2016