

TOWNSHIP OF TEANECK

COUNTY OF BERGEN

REPORT OF AUDIT

FOR THE YEAR 2017



TOWNSHIP OF TEANECK
TABLE OF CONTENTS

<u>Exhibit No.</u>		<u>Page No.</u>
<u>PART I</u>		
	Independent Auditor's Report	2
	Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	5
<u>CURRENT FUND</u>		
A	Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis	7
A-1	Statements of Operations and Changes in Fund Balance-- Regulatory Basis	9
A-2	Statement of Revenues--Regulatory Basis	10
A-3	Statement of Expenditures--Regulatory Basis	12
<u>TRUST FUND</u>		
B	Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis	17
B-1	Trust - Municipal Open Space Fund-- Statements of Operations and Changes in Reserve for Future Use --Regulatory Basis	19
B-2	Trust - Municipal Open Space Fund--Statement of Revenues-- Regulatory Basis	20
B-3	Trust - Municipal Open Space Fund--Statement of Expenditures-- Regulatory Basis	21
<u>GENERAL CAPITAL FUND</u>		
C	Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis	22
<u>PUBLIC ASSISTANCE FUND</u>		
D	Statements of Assets, Liabilities, and Reserves--Regulatory Basis	23
<u>FIXED ASSET ACCOUNT GROUP</u>		
E	Statement of General Fixed Asset Account Group of Accounts--Regulatory Basis	24
	Notes to Financial Statements	25

TOWNSHIP OF TEANECK
TABLE OF CONTENTS (CONT'D)

Exhibit No.**Page No.****SUPPLEMENTAL EXHIBITS****CURRENT FUND**

SA-1	Statement of Current Cash Per N.J.S. 40A:5-5--Collector-Treasurer	61
SA-2	Schedule of Petty Cash	62
SA-3	Schedule of Change Funds	62
SA-4	Statement of Taxes Receivable and Analysis of Property Tax Levy	63
SA-5	Statement of Revenue Accounts Receivable	64
SA-6	Statement of Due to State of New Jersey--Veteran's and Senior Citizens' Deductions	65
SA-7	Statement of Reserve for Encumbrances	65
SA-8	Statement of 2016 Appropriation Reserves	66
SA-9	Statement of Tax Overpayments	68
SA-10	Statement of Prepaid Taxes	68
SA-11	County Taxes Payable	69
SA-12	Statement of Due County for Added and Omitted Taxes	69
SA-13	Statement of Sewer Rents Receivable	69
SA-14	Statement of Local District School Tax	70
SA-15	Statement of Special District Taxes Payable	70
SA-16	Statement Open Space Taxes Payable	70
SA-17	Statement of Deferred Charges-N.J.S.40A:4-55--Special Emergency -- Revaluation and Master Plan	71
SA-18	Statement of Tax Title Liens Receivable	72
SA-19	Statement of Accounts Payable	72
SA-20	Statement of Property Acquired for Taxes at Assessed Valuation	72
SA-21	Federal and State Grant Fund--Statement of Federal and State Grants Receivable	73
SA-22	Federal and State Grant Fund--Statement of Reserve for Federal and State Grants--Unappropriated	74
SA-23	Federal and State Grant Fund--Statement of Reserve for Federal and State Grants--Appropriated	75

TRUST FUND

SB-1	Statement of Trust Cash Per N.J.S. 40A:5-5--Treasurer	77
SB-2	Animal Control Trust Fund--Statement of Reserve for Animal Control Fund Expenditures	79
SB-3	Animal Control Trust Fund--Statement of Due to State of New Jersey	79
SB-4	Trust Fund--Statement of Due from Current Fund	80
SB-5	Trust Other Fund--Statement of Trust Other Reserves	81

TOWNSHIP OF TEANECK
TABLE OF CONTENTS (CONT'D)

<u>Exhibit No.</u>		<u>Page No.</u>
<u>GENERAL CAPITAL FUND</u>		
SC-1	Statement of General Capital Cash Per N.J.S.40A:5-5--Treasurer	83
SC-2	Analysis of General Capital Cash	84
SC-3	Statement of Grant Receivables	85
SC-4	Statement of Deferred Charges to Future Taxation--Funded	86
SC-5	Statement of Deferred Charges to Future Taxation--Unfunded	87
SC-6	Statement of Improvement Authorizations	88
SC-7	Statement of Capital Improvement Fund	89
SC-8	Statement of Reserve for Encumbrances	89
SC-9	Statement of Due from Current Fund	89
SC-10	Statement of General Serial Bonds	90
SC-11	Statement of Bond Anticipation Notes	91
SC-12	Statement of Obligations Under Capital Leases	92
SC-13	Statement of Long Term Loan Payable--New Jersey Downtown Business Improvement Loan Fund	93
SC-14	Statement of New Jersey Green Acres Assistance Loan Payable	93
SC-15	Statement of Bonds and Notes Authorized But Not Issued	94

PUBLIC ASSISTANCE FUND

SD-1	Statement of Public Assistance Cash Per N.J.S. 40A:5-5--Treasurer	96
SD-2	Statement of Reserve for Social Services Per N.J.S. 40A:5-5--Treasurer	97

PART II

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

Schedule of Financial Statement Findings	99
Summary Schedule of Prior Year Audit Findings and Recommendations as Prepared by Management	100
Officials in Office and Surety Bonds	101
Appreciation	102

TOWNSHIP OF TEANECK

PART 1

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR 2017

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Council
Township of Teaneck
Teaneck, New Jersey 07666

Report on the Financial Statements

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Teaneck, in the County of Bergen, State of New Jersey, as of December 31, 2017 and 2016, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in note 1 to the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State 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 Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the “*Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America*” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township of Teaneck, in the County of Bergen, State of New Jersey, as of December 31, 2017 and 2016, or the results of its operations and changes in fund balance for the years then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to previously present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Township of Teaneck, in the County of Bergen, State of New Jersey, as of December 31, 2017 and 2016, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2017, in conformity with accounting principles and practices 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 Township’s basic financial statements. The supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

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

19550

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 21, 2018 on our consideration of the Township of Teaneck, in the County of Bergen, State of New Jersey, 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 solely 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 the effectiveness of the Township of Teaneck's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Teaneck's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
August 21, 2018

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Council
Township of Teaneck
Teaneck, New Jersey 07666

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Township of Teaneck, in the County of Bergen, State of New Jersey, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated August 21, 2018. That report indicated that the Township of Teaneck's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township of Teaneck's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township of Teaneck's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Teaneck'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify one deficiency in internal control, described in the accompanying *Schedule of Findings and Recommendations*, that we consider to be a significant deficiency and is identified as finding number 2017-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township of Teaneck'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 one instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and is described in the accompanying *Schedule of Findings and Recommendations* as finding number 2017-001.

The Township of Teaneck's Response to Findings

The Township of Teaneck's response to the finding identified in our audit is described in the accompanying *Schedule of Findings and Recommendations*. The Township's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, in considering the Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
August 21, 2018

TOWNSHIP OF TEANECK
CURRENT FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2017 and 2016

<u>ASSETS</u>	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
Regular Fund:			
Cash	SA-1	\$ 36,918,936.85	\$ 28,310,888.78
Petty Cash	SA-2	1,800.00	1,800.00
Change Funds	SA-3	<u>900.00</u>	<u>900.00</u>
		<u>36,921,636.85</u>	<u>28,313,588.78</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	SA-4	989,328.05	744,954.78
Tax Title Liens Receivable	SA-18	7,859.79	6,917.06
Sewer Rents Receivable	SA-13	32,622.35	40,678.41
Property Acquired for Taxes at Assessed Valuation	SA-20		263,167.00
Revenue Accounts Receivable	SA-5	<u>43,450.04</u>	<u>50,202.77</u>
		<u>1,073,260.23</u>	<u>1,105,920.02</u>
Deferred Charges:			
Special Emergency Appropriation (40A:4-53)	SA-17	<u>142,494.00</u>	<u>284,988.00</u>
		<u>38,137,391.08</u>	<u>29,704,496.80</u>
Federal and State Grant Fund:			
Cash	SA-1	736,481.58	
Due Current Fund	SA-1		486,099.35
Federal and State Grants Receivable	SA-21	<u>1,080.53</u>	<u>130,939.13</u>
		<u>737,562.11</u>	<u>617,038.48</u>
		<u>\$ 38,874,953.19</u>	<u>\$ 30,321,535.28</u>

(Continued)

TOWNSHIP OF TEANECK
CURRENT FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2017 and 2016

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3;SA-8	\$ 2,621,496.71	\$ 2,502,214.53
Reserve for Encumbrances	SA-7	1,432,557.20	2,625,883.88
Accounts Payable	SA-19	1,480.00	5,007.54
Tax Overpayments	SA-9	998,264.18	977,450.07
Prepaid Taxes	SA-10	14,804,806.35	841,007.75
Due County for Added and Omitted Taxes	SA-12	54,547.21	53,972.36
Local District School Taxes Payable	SA-14	9,761,919.60	7,638,221.60
Prepaid Tax Sale Deposits	SA-1	11,000.00	370,215.00
Due Federal and State Grant Fund	SA-1		486,099.35
Due General Capital Fund	SC-9		457,400.55
Due Animal Control Trust Fund	SB-4	16,611.20	9,567.00
Due Trust Other Fund	SB-4	804,169.93	3,890,351.31
Due Municipal Open Space Trust	SB-4	156,545.88	259,360.68
Due to State of New Jersey:			
State Training Fees	SA-1	10,819.00	12,978.00
Division of Youth and Family Services	SA-1	1,425.00	1,275.00
Senior Citizens' and Veterans Deduction	SA-6	0.69	1,250.69
Reserves for:			
Tax Appeals	SA-1		40,263.42
Maintenance of Free Public Library with State Aid	SA-1	124,943.82	126,225.82
		<u>30,800,586.77</u>	<u>20,298,744.55</u>
Reserve for Receivables and Other Assets	A	1,073,260.23	1,105,920.02
Fund Balance	A-1	<u>6,263,544.08</u>	<u>8,299,832.23</u>
		<u>38,137,391.08</u>	<u>29,704,496.80</u>
Federal and State Grant Fund:			
Reserve for Grants Appropriated	SA-23	455,880.65	330,006.74
Reserve for Grants Unappropriated	SA-22	278,013.39	153,877.72
Contracts Payable	SA-23		100,000.00
Reserve for Encumbrances	SA-1;SA-23	3,668.07	33,154.02
		<u>737,562.11</u>	<u>617,038.48</u>
		<u>\$ 38,874,953.19</u>	<u>\$ 30,321,535.28</u>

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

TOWNSHIP OF TEANECK
CURRENT FUND
 Statements of Operations and Changes in Fund Balance--Regulatory Basis
 For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Revenue and Other Income Realized		
Fund Balance Utilized	\$ 5,729,000.00	\$ 4,735,000.00
Miscellaneous Revenues Anticipated	8,282,241.77	9,258,489.20
Receipts from Delinquent Taxes and Tax Title Liens	722,341.88	805,326.86
Revenue from Current Taxes	157,401,355.47	155,186,663.67
Non-Budget Revenue	984,279.26	896,003.54
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,693,506.47	2,639,582.68
Cancellation of Accounts Payable	1,057.44	
Cancellation of Reserve for Revaluation		178,092.62
Cancellation of Reserve for Property Deposits		6,750.00
Cancellation of Reserve for Debt Payment Cedar Lane SID Loan		40,000.00
Liquidation of Reserves for:		
Due from Animal Control Fund		11,212.40
	<hr/>	<hr/>
Total Income	174,813,782.29	173,757,120.97
Expenditures		
Budget Appropriations:		
Within "CAPS":		
Operations - Salaries and Wages	33,823,612.00	33,150,130.89
Operations - Other Expenses	15,397,024.98	15,359,831.10
Deferred Charges and Statutory Expenditures	7,947,176.48	7,116,586.51
Excluded from "CAPS":		
Operations - Salaries and Wages	1,942,300.00	1,906,471.00
Operations - Other Expenses	5,578,734.15	6,000,159.20
Capital Improvements--Excluded from "CAPS"	265,000.00	312,950.00
Municipal Debt Service--Excluded from "CAPS"	2,747,334.08	2,698,503.11
Deferred Charges	142,494.00	296,159.40
Local District School Tax	88,655,985.00	87,068,117.00
County Taxes	13,799,274.69	12,943,284.20
Due County for Added and Omitted Taxes	54,547.21	53,972.36
Special District Taxes	167,835.00	162,684.92
Open Space Trust Tax	504,126.13	503,880.04
Other Debits to Expenditures:		
Prior Year Senior and Veteran Deductions Disallowed	4,799.99	7,472.61
Refund of Prior Year Revenue	73,969.23	81,227.12
Cancellation of General Capital NJDOT Grant Receivable	7,957.50	
Cancellation of Federal and State Grants Receivable	8,900.00	
	<hr/>	<hr/>
Total Expenditures	171,121,070.44	167,661,429.46
Excess in Revenues	3,692,711.85	6,095,691.51
Adjustments to Income Before Fund Balance:		
Expenditures included above which are by Statute		
Deferred Charges to Budget of Succeeding Year	-	-
	<hr/>	<hr/>
Statutory Excess to Fund Balance	3,692,711.85	6,095,691.51
Fund Balance		
Balance Jan. 1	8,299,832.23	6,939,140.72
	<hr/>	<hr/>
	11,992,544.08	13,034,832.23
Decreased by:		
Utilized as Revenue	5,729,000.00	4,735,000.00
	<hr/>	<hr/>
Balance Dec. 31	\$ 6,263,544.08	\$ 8,299,832.23
	<hr/> <hr/>	<hr/> <hr/>

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

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2017

	<u>Budget</u>	<u>Special</u> <u>N.J.S.40A:4-87</u>	<u>Realized</u>	<u>Excess or</u> <u>(Deficit)</u>
Fund Balance Anticipated	\$ 5,729,000.00	-	\$ 5,729,000.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	60,000.00		66,161.00	\$ 6,161.00
Other	120,000.00		116,770.55	(3,229.45)
Fees and Permits	1,200,000.00		1,220,786.09	20,786.09
Fines and Costs:				
Other	15,000.00		16,968.35	1,968.35
Municipal Court	600,000.00		709,396.61	109,396.61
Parking Meters	10,000.00		11,239.01	1,239.01
Interest and Costs on Taxes	275,000.00		280,725.13	5,725.13
Interest on Investments and Deposits	500.00		1,381.72	881.72
Sewer Use Charges	650,000.00		630,290.20	(19,709.80)
Rental of Township Property	100,000.00		106,195.56	6,195.56
Consolidated Municipal Property Tax Relief Aid	79,939.00		79,939.00	
Energy Receipts Tax	3,299,357.00		3,299,357.00	
Uniform Construction Code Fees	1,708,500.00		985,596.00	(722,904.00)
Shared Service- Teaneck BOE- Vehicle Maintenance	20,000.00		15,805.19	(4,194.81)
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Public and Private Revenues Off-Set with Appropriations:				
Clean Communities Program	80,673.54		80,673.54	
Click it or Ticket Grant	5,000.00		5,000.00	
Drunk Driving Enforcement Fund	10,972.30		10,972.30	
NJ Body Armor Grant	7,798.07		7,798.07	
Alcohol Education and Rehabilitation Grant	906.47		906.47	
Recycling Tonnage Grant	38,727.34		38,727.34	
Drive Sober or Get Pulled Over	9,800.00		9,800.00	
Other Special Items:				
Hotel Occupancy Fee (P.L.2003, C.114)	475,000.00		547,752.64	72,752.64
Reserve for CLSID Downtown Loan Payment	40,000.00		40,000.00	
Total Miscellaneous Revenues	<u>8,807,173.72</u>	<u>-</u>	<u>8,282,241.77</u>	<u>(524,931.95)</u>
Receipts From Delinquent Taxes	<u>700,000.00</u>	<u>-</u>	<u>722,341.88</u>	<u>22,341.88</u>
Amount to be Raised by Taxes for Support of Municipal Budget				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	53,032,800.49		53,953,714.60	920,914.11
Minimum Library Tax	1,825,872.84		1,825,872.84	
	<u>54,858,673.33</u>	<u>-</u>	<u>55,779,587.44</u>	<u>920,914.11</u>
Budget Totals	<u>70,094,847.05</u>	<u>-</u>	<u>70,513,171.09</u>	<u>418,324.04</u>
Non-Budget Revenue	<u>-</u>	<u>-</u>	<u>984,279.26</u>	<u>984,279.26</u>
	<u>\$ 70,094,847.05</u>	<u>-</u>	<u>\$ 71,497,450.35</u>	<u>\$ 1,402,603.30</u>

(Continued)

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2017

Analysis of Realized Revenue

Allocation of Current Tax Collections:		
Revenue from Collections		\$ 157,401,355.47
Allocated to County, School, Open Space and Special District Taxes		<u>103,181,768.03</u>
		54,219,587.44
Add: Appropriation "Reserve for Uncollected Taxes"		<u>1,560,000.00</u>
Amount for Support of Municipal Budget Appropriations		<u>\$ 55,779,587.44</u>

Receipts from Delinquent Taxes:		
Receipts -- Delinquent Tax Collections	\$ 601,460.01	
Overpayments Applied	119,881.87	
Due from State of New Jersey	<u>1,000.00</u>	
		<u>\$ 722,341.88</u>

Revenue Accounts Receivable

Licenses Other:		
Clerk		\$ 1,590.00
Health Department		<u>115,180.55</u>
		<u>\$ 116,770.55</u>

Fees and Permits -- Other:		
Clerk		\$ 22,408.80
Registrar of Vital Statistics		91,345.00
Public Works		163,286.28
Fire Department		52,021.00
Planning Board and Board of Adjustment		137,105.00
Police Department		26,618.55
Recreation Department		<u>728,001.46</u>
		<u>\$ 1,220,786.09</u>

Analysis of Non-Budget Revenues

Receipts:		
Appropriation Refunds		\$ 7,477.56
Lot Cleanings Costs Reimbursed		7,062.08
Returned Check Fees		1,860.00
Fire District LEA Rebate Fees		36,932.36
Payments in Lieu of Taxes		123,551.00
Police Outside Service Administrative Fees		234,734.61
Duplicate Tax Bill Fees		2,141.65
Cable Franchise Fee		277,369.80
Miscellaneous		90,892.95
Engineer Plan Review Fees		73,002.68
MVC Inspections		3,068.50
FEMA Reimbursement		121,585.67
Homestead Rebate Admin Fee		1,301.40
Senior Citizen and Veteran Administrative Fee		<u>3,299.00</u>
		<u>\$ 984,279.26</u>

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

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>				
OPERATIONS--WITHIN "CAPS"						
<u>General Government</u>						
Township Manager						
Salaries and Wages	\$ 431,163.00	\$ 431,163.00	\$ 411,096.68		\$ 20,066.32	
Other Expenses	71,725.00	71,725.00	56,611.12	\$ 12,093.99	3,019.89	
Township Council						
Salaries and Wages	49,000.00	49,000.00	49,000.00			
Other Expenses	34,500.00	34,500.00	24,864.00	6,000.00	3,636.00	
Township Clerk						
Salaries and Wages	200,000.00	200,000.00	199,274.44		725.56	
Other Expenses	82,005.00	82,005.00	59,253.59	3,073.90	19,677.51	
Human Resources						
Salaries and Wages	145,600.00	285,600.00	284,806.34		793.66	
Other Expenses	52,750.00	52,750.00	39,127.78	5,520.77	8,101.45	
Finance Office						
Salaries and Wages	275,750.00	165,750.00	155,475.04		10,274.96	
Other Expenses	110,025.00	110,025.00	101,733.19	5,000.00	3,291.81	
Engineering						
Other Expenses	169,250.00	169,250.00	143,437.76		25,812.24	
Purchasing						
Salaries and Wages	141,000.00	141,000.00	141,000.00			
Other Expenses	3,830.00	3,830.00	1,484.04	47.44	2,298.52	
Auditing Services						
Other Expenses	57,500.00	57,500.00	26,991.50		30,508.50	
Management Information Systems						
Other Expenses	193,684.98	193,684.98	74,243.05	93,540.52	25,901.41	
Tax Collection Office						
Salaries and Wages	211,750.00	211,750.00	200,763.39		10,986.61	
Other Expenses	17,825.00	17,825.00	14,525.61		3,299.39	
Assessment of Taxes						
Salaries and Wages	197,575.00	200,075.00	199,152.66		922.34	
Other Expenses	110,925.00	108,425.00	90,317.93		18,107.07	
Legal Services and Costs						
Other Expenses	1,020,000.00	1,020,000.00	897,222.98	43,402.85	79,374.17	
Municipal Court						
Salaries and Wages	516,400.00	516,400.00	428,301.34		88,098.66	
Other Expenses	36,270.00	36,270.00	27,538.94	2,523.19	6,207.87	
Insurance						
Other Insurance - Premiums	744,500.00	744,500.00	742,356.08	2,143.92		
Unemployment Insurance Contribution	15,000.00	15,000.00	15,000.00			
Employee Group Insurance	5,570,500.00	5,267,500.00	4,460,290.73	527,308.72	279,900.55	
Health Benefit Waiver Cost	150,000.00	150,000.00	146,528.34		3,471.66	
Insurance Fund Commission	972,500.00	1,274,500.00	1,274,500.00			

(Continued)

TOWNSHIP OF TEANECK
CURRENT FUND
 Statement of Expenditures--Regulatory Basis
 For the Year Ended December 31, 2017

	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>				
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>						
<u>Public Safety</u>						
Police						
Salaries and Wages	\$ 12,430,700.00	\$ 12,430,700.00	\$ 12,254,213.68		\$ 1,486.32	\$ 175,000.00
Other Expenses	247,959.00	247,959.00	171,434.51	\$ 48,366.53	28,157.96	
Purchase of Police Cars	220,000.00	220,000.00	154,303.30	65,696.70		
School Guards						
Salaries and Wages	167,800.00	167,800.00	151,827.70		15,972.30	
Other Expenses	1,000.00	1,000.00	999.46		0.54	
Emergency Management						
Other Expenses	22,400.00	22,400.00	5,844.00	3,124.60	13,431.40	
Volunteer Ambulance Corps						
Other Expenses	70,000.00	70,000.00	70,000.00			
Fire						
Salaries and Wages	10,356,450.00	10,356,450.00	10,314,301.72		42,148.28	
Other Expenses	128,134.00	128,134.00	59,607.67	36,941.38	31,584.95	
<u>Public Works</u>						
Department and Public Works						
Salaries and Wages	4,962,350.00	4,932,350.00	4,569,855.82		494.18	362,000.00
Other Expenses	1,435,140.00	1,413,140.00	708,514.41	222,340.53	482,285.06	
Buildings and Grounds						
Other Expenses	116,800.00	116,800.00	52,813.72	18,476.82	45,509.46	
Maintenance Garage						
Other Expenses	490,795.00	490,795.00	296,208.21	120,779.92	73,806.87	
Snow Removal						
Other Expenses	275,435.00	275,435.00	98,704.99	18,634.56	158,095.45	
<u>Health and Welfare</u>						
Health Department						
Salaries and Wages	754,250.00	754,250.00	702,179.72		52,070.28	
Other Expenses	278,394.00	278,394.00	218,182.67	13,824.18	46,387.15	
<u>Parks and Recreation</u>						
Recreation Department						
Salaries and Wages	1,767,949.00	1,767,949.00	1,732,376.93		35,572.07	
Other Expenses	299,693.00	321,693.00	267,515.80	40,144.27	14,032.93	
<u>Uniform Construction Code - Appropriations</u>						
Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)						
Construction Officials						
Salaries and Wages	1,002,375.00	1,002,375.00	849,214.60		160.40	153,000.00
Other Expenses	84,405.00	84,405.00	46,773.96	369.63	37,261.41	
<u>Unclassified</u>						
Termination Leave	750,000.00	751,000.00	751,000.00			
Postage	78,000.00	78,000.00	52,888.24	5,021.37	20,090.39	
Central Supply	59,300.00	59,300.00	36,375.41	7,692.69	15,231.90	
Employee Allowances	69,280.00	69,280.00	61,417.76	188.33	7,673.91	
Advertising	23,000.00	23,000.00	22,166.40	370.00	463.60	

(Continued)

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>				
OPERATIONS--WITHIN "CAPS" (CONT'D)						
<u>Utilities Expenses/Bulk Purchases</u>						
Gasoline & Diesel	\$ 334,500.00	\$ 334,500.00	\$ 189,611.11	\$ 20,857.91	\$ 124,030.98	
Electricity, Gas, & Street Lights	1,200,200.00	1,200,200.00	950,477.08	4,225.73	245,497.19	
Fire Hydrant Service & Water	559,300.00	559,300.00	514,970.18	41,095.79	3,234.03	
Telephone and Telegraph	99,000.00	99,000.00	88,607.24	8,835.61	1,557.15	
Heating Oil	25,000.00	25,000.00	8,262.56	2,624.49	14,112.95	
Contingent	20,000.00	20,000.00	3,115.81	1,677.87	15,206.32	
Total Operations --within "CAPS"	49,910,636.98	49,910,636.98	45,668,661.19	1,381,944.21	2,170,031.58	\$ 690,000.00
Detail:						
Salaries and Wages	34,510,112.00	34,513,612.00	33,540,368.40		283,243.60	690,000.00
Other Expenses (Including Contingent)	15,400,524.98	15,397,024.98	12,128,292.79	1,381,944.21	1,886,787.98	
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES --MUNICIPAL--WITHIN "CAPS"</u>						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	1,293,256.00	1,293,256.00	1,293,256.00			
Social Security System (O.A.S.I.)	1,360,000.00	1,360,000.00	1,357,139.36		2,860.64	
Consolidated Police and Firemen's Pension Fund	18,000.00	18,000.00	17,549.51		450.49	
Police and Firemen's Retirement System of N.J.	5,274,420.48	5,274,420.48	5,274,420.48			
Defined Contribution Retirement Program	1,500.00	1,500.00	1,032.50		467.50	
Total Deferred Charges and Statutory Expenditures --within "CAPS"	7,947,176.48	7,947,176.48	7,943,397.85	-	3,778.63	-
Total General Appropriations for Municipal Purposes Within--"CAPS"	57,857,813.46	57,857,813.46	53,612,059.04	1,381,944.21	2,173,810.21	690,000.00
<u>OPERATIONS-- EXCLUDED FROM "CAPS"</u>						
Reserve for Tax Appeals	500,000.00	500,000.00	265,986.75		234,013.25	
Maintenance of Free Public Library (P.L. 1985, CH 82-541)						
Salaries and Wages	1,942,300.00	1,942,300.00	1,802,987.07		139,312.93	
Other Expenses	408,645.00	408,645.00	358,500.25	48,771.83	1,372.92	
Bergen County Utilities Authority (40:14-A-9) Sewer Service Charge	4,481,211.43	4,481,211.43	4,481,211.43			
<u>Shared Municipal Service Agreements</u>						
Teaneck Board of Ed - Vehicle Maintenance	20,000.00	20,000.00	10,171.44	1,841.16	7,987.40	

(Continued)

TOWNSHIP OF TEANECK
CURRENT FUND
 Statement of Expenditures--Regulatory Basis
 For the Year Ended December 31, 2017

	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>				
OPERATIONS-- EXCLUDED FROM "CAPS" (CONT'D)						
<u>Public and Private Programs Off-Set by Revenues</u>						
Drunk Driving Enforcement Fund	\$ 10,972.30	\$ 10,972.30	\$ 10,972.30			
NJ Body Armor Grant	7,798.07	7,798.07	7,798.07			
Click it or Ticket Grant	5,000.00	5,000.00	5,000.00			
Alcohol Education and Rehabilitation fund	906.47	906.47	906.47			
Recycling Tonnage Grant	38,727.34	38,727.34	38,727.34			
Clean Communities	80,673.54	80,673.54	80,673.54			
Drive Sober or Get Pulled Over	9,800.00	9,800.00	9,800.00			
Matching Funds for Grants	15,000.00	15,000.00			\$ 15,000.00	
	<u>7,521,034.15</u>	<u>7,521,034.15</u>	<u>7,072,734.66</u>	<u>\$ 50,612.99</u>	<u>397,686.50</u>	<u>-</u>
Total Operations Excluded from "CAPS"						
Detail:						
Salaries and Wages	1,942,300.00	1,942,300.00	1,802,987.07		139,312.93	
Other Expenses	5,578,734.15	5,578,734.15	5,269,747.59	50,612.99	258,373.57	
	<u>7,521,034.15</u>	<u>7,521,034.15</u>	<u>7,072,734.66</u>	<u>\$ 50,612.99</u>	<u>397,686.50</u>	<u>-</u>
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"						
Down Payments on Improvements	200,000.00	200,000.00	200,000.00			
Capital Improvement Fund	15,000.00	15,000.00	15,000.00			
Sewer Improvements	50,000.00	50,000.00			50,000.00	
	<u>265,000.00</u>	<u>265,000.00</u>	<u>215,000.00</u>	<u>-</u>	<u>50,000.00</u>	<u>-</u>
Total Capital Improvements Excluded from "CAPS"						
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	900,000.00	900,000.00	900,000.00			
Payment of Bond Anticipation Notes	1,250,000.00	1,250,000.00	1,250,000.00			
Interest on Bonds	373,500.00	373,500.00	373,500.00			
Interest on Notes	96,000.00	96,000.00	94,828.65			\$ 1,171.35
Special Improvement District Loan						
Loan Repayments and Interest	40,000.00	40,000.00	40,000.00			
Bergen County Improvement Authority Lease:						
Capital Lease Obligations for Principal and Interest	89,005.44	89,005.44	89,005.43			0.01
	<u>2,748,505.44</u>	<u>2,748,505.44</u>	<u>2,747,334.08</u>	<u>-</u>	<u>-</u>	<u>1,171.36</u>
Total Municipal Debt Service--Excluded from "CAPS"						
DEFERRED CHARGES--MUNICIPAL EXCLUDED FROM "CAPS"						
Special Emergency Authorizations - 5 Years (N.J.S.A. 40A:4-55)	142,494.00	142,494.00	142,494.00	-	-	-

(Continued)

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Appropriations</u>		<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>				
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	\$ 10,677,033.59	\$ 10,677,033.59	\$ 10,177,562.74	\$ 50,612.99	\$ 447,686.50	\$ 1,171.36
Subtotal General Appropriations	68,534,847.05	68,534,847.05	63,789,621.78	1,432,557.20	2,621,496.71	691,171.36
Reserve for Uncollected Taxes	1,560,000.00	1,560,000.00	1,560,000.00	-	-	-
Total General Appropriations	<u>\$ 70,094,847.05</u>	<u>\$ 70,094,847.05</u>	<u>\$ 65,349,621.78</u>	<u>\$ 1,432,557.20</u>	<u>\$ 2,621,496.71</u>	<u>\$ 691,171.36</u>
Adopted Budget		<u>\$ 70,094,847.05</u>				
Reserve for Uncollected Taxes			\$ 1,560,000.00			
Reserve for Federal and State Grants -- Appropriated			153,877.72			
Deferred Charges -- Special Emergency Appropriations			142,494.00			
Refunds			(1,746,160.43)			
Disbursed			<u>65,239,410.49</u>			
			<u>\$ 65,349,621.78</u>			

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

TOWNSHIP OF TEANECK
TRUST FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2017 and 2016

<u>ASSETS</u>	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
Animal Control Fund:			
Cash	SB-1	\$ 20,025.84	\$ 20,025.84
Due Current Fund	SB-4	16,611.20	9,567.00
		<u>36,637.04</u>	<u>29,592.84</u>
Other Funds:			
Cash--Treasurer	SB-1	1,356,753.34	1,175,478.78
Police Outside Services Receivable	SB-1;SB-5	335,250.91	402,993.39
Due Current Fund	SB-4	804,169.93	3,890,351.31
Due General Capital Fund	SB-1	2,066,871.93	
		<u>4,563,046.11</u>	<u>5,468,823.48</u>
Municipal Open Space Fund:			
Cash	SB-1	1,213,042.96	948,082.99
Due Current Fund	SB-4	156,545.88	259,360.68
		<u>1,369,588.84</u>	<u>1,207,443.67</u>
		<u>\$ 5,969,271.99</u>	<u>\$ 6,705,859.99</u>

(Continued)

TOWNSHIP OF TEANECK

TRUST FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis

As of December 31, 2017 and 2016

	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
Animal Control Fund:			
Reserve for Dog Fund Expenditures	SB-2	\$ 36,632.24	\$ 29,579.04
Due to State of New Jersey	SB-3	4.80	13.80
		<u>36,637.04</u>	<u>29,592.84</u>
Other Funds:			
Reserve for Premiums Received at Tax Sale	SB-5	1,133,100.00	1,962,200.00
Reserve for Tax Title Lien Redemptions	SB-5	30,503.72	9,329.06
Reserve for Bail Void Checks (Unclaimed Bail)	SB-5	4,494.50	4,494.50
Reserve for Police Outside Services	SB-5	125,724.14	161,515.32
Reserve for Street Opening and Other Deposits	SB-5	978,048.89	1,049,749.84
Reserve for POAA	SB-5	34,519.90	30,737.90
Reserve for Dedicated Fire Penalties	SB-5	16,969.64	16,869.64
Reserve for Elevator Inspections	SB-5	12,464.00	1,311.00
Reserve for Storm Recovery	SB-5	404,154.08	399,484.08
Reserve for Donations Historical Burial Grounds	SB-5	25,844.00	25,844.00
Reserve for Accumulated Absences	SB-5	450.77	78,587.93
Reserve for Recycling	SB-5	260,715.20	238,550.05
Reserve for Gifts and Donations	SB-5	143,607.44	125,860.45
Reserve for Zoning Escrow Deposits	SB-5	80,347.11	105,120.65
Reserve for Forfeited Property - Special Law Enforcement	SB-5	330,252.07	224,526.65
Reserve for Cedar Lane Special Improvement District	SB-5	122,129.04	119,939.87
Reserve for Self Insurance (Commission)	SB-5	1,785.19	1,228.94
Reserve for Workers Compensation	SB-5	237.53	41,834.31
Reserve for Unemployment Compensation	SB-5	24,971.64	2,128.43
Reserve for Affordable Housing (HYATT)	SB-5	302,182.25	293,025.44
Reserve for COAH Fees	SB-5	71,059.23	71,059.23
Reserve for Bid Deposits	SB-5	500.00	500.00
Reserve for Green Acres	SB-5	91.50	22,602.50
Reserve for Encumbrances	SB-5	120,807.04	103,594.74
Payroll Deductions Payable	SB-5	338,087.23	325,596.71
Contracts Payable	SB-5		53,132.24
		<u>4,563,046.11</u>	<u>5,468,823.48</u>
Municipal Open Space Fund:			
Contracts Payable	B-1;SB-1	138,668.24	389,367.40
Reserve for Encumbrances	SB-1	3,940.00	14,512.00
Reserve for Future Use	B-1	1,226,980.60	803,564.27
		<u>1,369,588.84</u>	<u>1,207,443.67</u>
		<u>\$ 5,969,271.99</u>	<u>\$ 6,705,859.99</u>

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

TOWNSHIP OF TEANECK
TRUST -- MUNICIPAL OPEN SPACE FUND
Statements of Operations and Changes in Reserve for Future Use --Regulatory Basis
For the Years Ended December 31, 2017 and 2016

<u>Revenue and Other</u>	<u>2017</u>	<u>2016</u>
<u>Income Realized</u>		
Amount to be Raised by Taxation	\$ 504,126.13	\$ 503,880.04
Non-Budget Revenues	5,599.29	4,727.59
Other Credits to Income:		
Cancellation of Contracts Payable	28,270.40	
Total Income	537,995.82	508,607.63
<u>Expenditures</u>		
Budget Appropriations:		
Operating	11,823.40	
Downpayments on Improvements	94,750.00	325,000.00
Debt Service	8,006.09	
Reserve for Future Use		176,787.48
Other Debits to Expenditures:		
Due General Capital Fund - Funding Ord. 16-2016		525,000.00
Contracts Payable		143,450.91
Total Expenditures	114,579.49	1,170,238.39
Excess (Deficit) in Revenue	423,416.33	(661,630.76)
Statutory Excess to Reserve	423,416.33	(661,630.76)
<u>Reserve for Future Use</u>		
Balance Jan. 1	803,564.27	1,465,195.03
	1,226,980.60	803,564.27
Balance Dec. 31	\$ 1,226,980.60	\$ 803,564.27

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

TOWNSHIP OF TEANECK
TRUST -- MUNICIPAL OPEN SPACE FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2017

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Budget Revenues:			
/ Amount to be Raised by Taxation	\$ 502,140.00	\$ 504,126.13	\$ 1,986.13
Reserve for Future Use	<u>803,560.00</u>	<u>803,560.00</u>	
Budget Totals	1,305,700.00	1,307,686.13	1,986.13
Non-Budget Revenues	<u>-</u>	<u>5,599.29</u>	<u>5,599.29</u>
Total Open Space Revenues	<u>\$ 1,305,700.00</u>	<u>\$ 1,313,285.42</u>	<u>\$ 7,585.42</u>

Analysis of Realized Revenues

Analysis of Current Tax Collections:

Receipts

 Open Space Tax Levy

\$ 502,140.00

 Added / Omitted Taxes

1,986.13

\$ 504,126.13

Analysis of Non-Budgets Revenue:

Receipts:

 Interest Earnings

\$ 5,599.29

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

TOWNSHIP OF TEANECK
 TRUST -- MUNICIPAL OPEN SPACE FUND
 Statement of Expenditures--Regulatory Basis
 For the Year Ended December 31, 2017

	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Disbursed</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
Operating:						
Development of Lands for Recreation and Conservation:						
Salaries and Wages	\$ 50,000.00	\$ 50,000.00				\$ 50,000.00
Other Expenses	367,600.00	367,600.00	\$ 11,823.40			355,776.60
Total Development of Lands for Recreation and Conservation	<u>417,600.00</u>	<u>417,600.00</u>	<u>11,823.40</u>	<u>-</u>	<u>-</u>	<u>405,776.60</u>
Maintenance of Lands for Recreation and Conservation:						
Salaries and Wages	50,000.00	50,000.00				50,000.00
Other Expenses	367,740.00	367,740.00				367,740.00
Total Maintenance of Lands for Recreation and Conservation	<u>417,740.00</u>	<u>417,740.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>417,740.00</u>
Historic Preservation:						
Other Expenses	367,600.00	367,600.00	-	-	-	367,600.00
Total Operating	<u>1,202,940.00</u>	<u>1,202,940.00</u>	<u>11,823.40</u>	<u>-</u>	<u>-</u>	<u>1,191,116.60</u>
Capital Improvement:						
Down Payments on Improvements	94,750.00	94,750.00	94,750.00	-	-	-
Debt Service:						
Loan Principal and Interest	8,010.00	8,010.00	8,006.09	-	-	3.91
Total Open Space Appropriations	<u>\$ 1,305,700.00</u>	<u>\$ 1,305,700.00</u>	<u>\$ 114,579.49</u>	<u>-</u>	<u>-</u>	<u>\$ 1,191,120.51</u>

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

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2017 and 2016

<u>ASSETS</u>	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
Cash	SC-1	\$ 207,089.67	
Due Current Fund	SC-9		\$ 457,400.55
Grant Receivables	SC-3	193,875.00	615,332.00
Deferred Charges to Future Taxation:			
Funded	SC-4	14,566,533.84	15,595,166.32
Unfunded	SC-5	<u>28,474,473.04</u>	<u>20,649,473.04</u>
		<u>\$ 43,441,971.55</u>	<u>\$ 37,317,371.91</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
General Serial Bonds	SC-10	\$ 14,200,000.00	\$ 15,100,000.00
Bond Anticipation Notes	SC-11	11,105,000.00	12,355,000.00
Green Acres Loan	SC-14	120,521.63	126,034.46
Downtown Business Improvement Loan	SC-13	160,000.00	200,000.00
Capital Lease Payable	SC-12	86,012.21	169,131.86
Due Trust Other Fund	SC-1	2,066,871.93	
Improvement Authorizations:			
Funded	SC-6	687,515.61	1,594,548.48
Unfunded	SC-6	8,941,621.54	5,147,229.71
Capital Improvement Fund	SC-7	198,512.07	363,762.07
Reserve for Encumbrances	SC-8	453,325.90	578,200.91
Contracts Payable	SC-1;SC-6	4,524,272.83	1,620,774.39
Reserve for Payment of Debt	SC1;SC-6	835,627.80	
Fund Balance	C	<u>62,690.03</u>	<u>62,690.03</u>
		<u>\$ 43,441,971.55</u>	<u>\$ 37,317,371.91</u>

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

TOWNSHIP OF TEANECK
PUBLIC ASSISTANCE FUND
 Statements of Assets, Liabilities, and Reserves --Regulatory Basis
 As of December 31, 2017 and 2016

<u>ASSETS</u>	<u>Ref.</u>	<u>2017</u>	<u>2016</u>
Cash	SD-1	\$ 4,266.80	\$ 5,983.86
<u>LIABILITIES AND RESERVES</u>			
Reserve for Encumbrances	SD-2	\$ 300.00	
Reserve for Social Services	SD-2	3,966.80	\$ 5,983.86
		\$ 4,266.80	\$ 5,983.86

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

TOWNSHIP OF TEANECK
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts -- Regulatory Basis
For the Year Ended December 31, 2017

	Balance <u>Dec. 31, 2016</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2017</u>
General Fixed Assets:				
Land and Improvements	\$ 123,072,348.00	\$ 263,167.00		\$ 123,335,515.00
Buildings	29,896,945.00			29,896,945.00
Machinery and Equipment	<u>16,532,574.00</u>	<u>834,836.00</u>		<u>17,367,410.00</u>
	<u>\$ 169,501,867.00</u>	<u>\$ 1,098,003.00</u>	<u>-</u>	<u>\$ 170,599,870.00</u>
 Total Investment in General Fixed Assets	 <u>\$ 169,501,867.00</u>	 <u>\$ 1,098,003.00</u>	 <u>-</u>	 <u>\$ 170,599,870.00</u>

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

TOWNSHIP OF TEANECK
Notes to Financial Statements
For the Year Ended December 31, 2017

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Teaneck was incorporated on February 19, 1895 and is located in Bergen County, New Jersey approximately fifteen miles north-west of the City of New York. The population according to the 2010 census is 39,776.

The Township has a Council-Manager form of government under the Optional Municipal Charter Law of 1960, popularly known as the Faulkner Act pursuant to NJSA 40:69A-81et.seq. The Mayor is appointed by the Council from the Council's members and presides over the Council meetings. The Council appoints a Township Manager that has executive and administrative responsibilities.

Component Units - The financial statements of the component units of the Township are not presented in accordance with Governmental Accounting Standards Board (GASB) Statements No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, and GASB Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*. If the provisions of the aforementioned GASB Statements had been complied with, the financial statements of the following component unit would have been either blended or discretely presented with the financial statements of the Township, the primary government:

Teaneck Public Library
840 Teaneck Road
Teaneck, New Jersey 07666

Annual financial reports may be inspected directly at the office of this component unit during regular business hours.

Measurement Focus, Basis of Accounting and Financial Statement Presentation - The financial statements of the Township contain all funds and account groups in accordance with the *Requirements of Audit* (the "Requirements") as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the *Requirements* are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these *Requirements*. In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this note.

In accordance with the *Requirements*, the Township accounts for its financial transactions through the use of separate funds and an account group which are described as follows:

Current Fund - The current fund accounts for resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

General Capital Fund - The general capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the current fund.

Public Assistance/Social Services Fund - The Public Assistance/Social Services Fund accounts for the receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes. On April 1, 1998 the governing body resolved to transfer all public assistance activities to the County of Bergen. Funds remaining are used to assist certain residents who do not qualify for the general public assistance programs.

General Fixed Asset Group of Accounts - The general fixed asset group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other governmental funds.

Budgets and Budgetary Accounting - The Township must adopt an annual budget for its current and open space trust fund in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

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

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

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Cash, Cash Equivalents and Investments (Cont'd) - N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

The cash management plan adopted by the Township requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the current fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Township's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that include accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Foreclosed Property - Foreclosed property is recorded in the current fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the general fixed asset group of accounts. If such property is converted to a municipal use, it will be recorded in the general fixed asset group of accounts.

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

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

Fund Balance - Fund balance included in the current fund represents amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

Revenues - Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from federal and state grants is realized when anticipated as such in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Township's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the County of Bergen and the Township of Teaneck School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The Township is responsible for levying, collecting, and remitting school taxes for the Township of Teaneck School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

County Taxes - The municipality is responsible for levying, collecting, and remitting county taxes for the County of Bergen. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due to the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year, and due to be paid to the County by February 15 of the following year.

Library Taxes - The municipality is responsible for levying, collecting and remitting library taxes for the Teaneck Public Library. The amount of the library tax is a separate local levy tax and is remitted to the Library through the municipal budget.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Expenditures - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

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.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as income.

Long-Term Debt - Long-term debt, relative to the acquisition of capital assets, is recorded as a liability in the general capital fund. Where an improvement is a "local improvement", i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the trust fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Compensated Absences and Postemployment Benefits - Compensated absences for vacation, sick leave and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Police and Firemen's Retirement System (PFRS) and the Public Employees' Retirement System (PERS), and additions to/deductions from PFRS' and PERS' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

Note 2: CASH AND CASH EQUIVALENTS (CONT'D)

As of December 31, 2017, the Township's bank balances of \$37,604,034.44 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 37,379,880.51
Uninsured and Uncollateralized	<u>224,153.93</u>
Total	<u>\$ 37,604,034.44</u>

New Jersey Cash Management Fund - During the year, the Township participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At December 31, 2017, the Township's deposits with the New Jersey Cash Management Fund were \$33,882.44.

Note 3: PROPERTY TAXES

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

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2017</u>	<u>2016</u>	<u>2015 (A)</u>	<u>2014</u>	<u>2013</u>
Tax Rate	<u>\$ 3.143</u>	<u>\$ 3.096</u>	<u>\$ 3.047</u>	<u>\$ 2.571</u>	<u>\$ 2.486</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.056	\$ 1.057	\$ 1.061	\$.915	\$.871
Municipal Library	.036	.035	.034	.030	.031
Municipal Open Space					
Preservation Trust Fund	.010	.010	.010	.010	.010
County	.264	.256	.238	.199	.206
County Open Space Preservation					
Trust Fund	.011	.003	.003	.002	.003
Local School	1.766	1.735	1.701	1.415	1.365

(A) = A Revaluation was performed in 2015.

Note 3: PROPERTY TAXES (CONT'D)

Five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2017	\$ 5,021,485,602.00
2016	5,017,874,773.00
2015 (A)	5,021,113,390.00
2014	5,821,210,873.00
2013	5,914,941,802.00

(A) = A Revaluation was performed in 2015.

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2017	\$ 158,617,104.50	\$ 157,401,355.48	99.23%
2016	156,163,269.39	155,186,663.67	99.37%
2015	153,339,992.28	152,471,382.95	99.43%
2014	150,172,875.03	147,502,714.50	98.22%
2013	147,422,218.34	143,144,669.03	97.10%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2017	\$ 7,859.79	\$ 989,328.05	\$ 997,187.84	0.63%
2016	6,917.06	744,954.78	751,871.84	0.48%
2015	15,421.88	826,135.61	841,557.49	0.55%
2014	2,444.50	1,222,475.66	1,224,920.16	0.82%
2013	2,444.50	2,588,729.44	2,591,173.94	1.76%

The following comparison is made of the number of tax title liens receivable on December 31 for the current and previous four calendar years:

<u>Year</u>	<u>Number</u>
2017	2
2016	1
2015	3
2014	2
2013	2

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, for the current and previous four years was as follows:

<u>Year</u>	<u>Amount</u>
2017	-
2016	\$ 263,167.00
2015	263,167.00
2014	263,167.00
2013	263,167.00

Note 5: SEWER SERVICE CHARGES

The following is a five-year comparison of sewer service charges (rents) for the current and previous four years:

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2017	\$ 40,678.41	-	\$ 622,234.14	\$ 662,912.55	\$ 630,290.20
2016	40,469.80	-	683,474.98	723,944.78	666,501.14
2015	-	-	875,274.91	875,274.91	834,805.11
2014	-	-	669,790.61	669,790.61	669,790.61
2013	-	-	633,699.34	633,699.34	633,699.34

Note 6: FUND BALANCES APPROPRIATED

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets:

<u>Current Fund</u>			
<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2017	\$ 6,263,544.08	\$ 4,910,000.00	78.39%
2016	8,299,832.23	5,729,000.00	69.03%
2015	6,939,140.72	4,735,000.00	68.24%
2014	6,956,038.66	6,000,000.00	86.26%
2013	4,319,143.53	3,050,000.00	70.62%

Note 7: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2017:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current		\$ 977,327.01
Trust - Animal Control	\$ 16,611.20	
Trust - Other	2,871,041.86	
Trust - Municipal Open Space	156,545.88	
General Capital		2,066,871.93
	<u>\$ 3,044,198.94</u>	<u>\$ 3,044,198.94</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2018, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 8: PENSION PLANS

A substantial number of the Township's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Township employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the New Jersey Division of Pensions and Benefits. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

<http://www.state.nj.us/treasury/pensions/financial-reports.shtml>

General Information about the Pension Plans**Plan Descriptions**

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Township, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS.

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

Police and Firemen's Retirement System - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Township. The PFRS's Board of Trustees is primarily responsible for the administration of the PFRS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in PFRS after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Vesting and Benefit Provisions

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The following represents the membership tiers for PERS:

Tier Definition

- 1 Members who were enrolled prior to July 1, 2007
- 2 Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
- 3 Members who were eligible to enroll on or after November 2, 2008 and prior to May 21, 2010
- 4 Members who were eligible to enroll after May 21, 2010 and prior to June 28, 2011
- 5 Members who were eligible to enroll on or after June 28, 2011

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

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

Police and Firemen's Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier Definition

- 1 Members who were enrolled prior to May 22, 2010
- 2 Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
- 3 Members who were eligible to enroll on or after June 28, 2011

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

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.20% in State fiscal year 2017. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (Chapter 366, P.L. 2001) was 10% in State fiscal year 2017. Employers' contribution are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The Township's contractually required contribution rate for the year ended December 31, 2017 was 13.05% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Note 8: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Public Employees' Retirement System (Cont'd) - Based on the most recent PERS measurement date of June 30, 2017, the Township's contractually required contribution to the pension plan for the year ended December 31, 2017 is \$1,291,997.00, and is payable by April 1, 2018. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PERS measurement date of June 30, 2016, the Township's contractually required contribution to the pension plan for the year ended December 31, 2016 was \$1,286,901.00, which was paid on April 1, 2017. Employee contributions to the Plan during the year ended December 31, 2017 were \$761,988.13.

Police and Firemen's Retirement System - The contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate was 10% in State fiscal year 2017. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: 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 amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68, and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Township's contractually required contribution rate for the year ended December 31, 2017 was 27.43% of the Township's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2017, the Township's contractually required contribution to the pension plan for the year ended December 31, 2017 is \$5,380,255.00, and is payable by April 1, 2018. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. Based on the PFRS measurement date of June 30, 2016, the Township's contractually required contribution to the pension plan for the year ended December 31, 2016 was \$4,978,992.00, which was paid on April 1, 2017. Employee contributions to the Plan during the year ended December 31, 2017 were \$1,982,427.78.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Township, for the year ended December 31, 2017 was 2.68% of the Township's covered payroll.

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Contributions (Cont'd)

Police and Firemen's Retirement System (Cont'd) - Based on the most recent PFRS measurement date of June 30, 2017, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2017 is \$525,655.00, and is payable by April 1, 2018. Based on the PFRS measurement date of June 30, 2016, the State's contractually required contribution, on-behalf of the Township, to the pension plan for the year ended December 31, 2016 was \$375,351.00, which was paid on April 1, 2017.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Township contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

For the year ended December 31, 2017, employee contributions totaled \$1,222.07, and the Township's contributions were \$1,455.30. There were no forfeitures during the year.

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

Public Employees' Retirement System - At December 31, 2017, the Township's proportionate share of the PERS net pension liability was \$32,465,291.00. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2017. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2017 measurement date, the Township's proportion was 0.1394652939%, which was a decrease of 0.0053930683% from its proportion measured as of June 30, 2016.

At December 31, 2017, the Township's proportionate share of the PERS pension expense, calculated by the Plan as of the June 30, 2017 measurement date is \$2,734,320.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2017, the Township's contribution to PERS was \$1,286,901.00, and was paid on April 1, 2017.

Police and Firemen's Retirement System - At December 31, 2017, the Township's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$ 93,851,981.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>10,512,212.00</u>
	<u>\$104,364,193.00</u>

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Police and Firemen's Retirement System (Cont'd) - The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2017. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2017 measurement date, the Township's proportion was 0.6079257389%, which was a decrease of 0.0027383250% from its proportion measured as of June 30, 2016. Likewise, at June 30, 2017, the State of New Jersey's proportion, on-behalf of the Township, was 0.6079257389%, which was a decrease of 0.0027383250% from its proportion, on-behalf of the Township, measured as of June 30, 2016.

At December 31, 2017, the Township's proportionate share of the PFRS pension expense, calculated by the Plan as of the June 30, 2017 measurement date is \$9,101,369.00. This expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2017, the Township's contribution to PFRS was \$4,978,992.00, and was paid on April 1, 2017.

At December 31, 2017, the State's proportionate share of the PFRS pension expense, associated with the Township, calculated by the Plan as of the June 30, 2017 measurement date is \$1,285,881.00. This on-behalf expense is not recognized by the Township because of the regulatory basis of accounting as described in note 1.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources - At December 31, 2017, the Township had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 764,446.00	\$ 608,856.00	\$ 1,373,302.00	\$ -	\$ 550,833.00	\$ 550,833.00
Changes of Assumptions	6,540,637.00	11,572,995.00	18,113,632.00	6,516,658.00	15,370,210.00	21,886,868.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	221,067.00	1,790,916.00	2,011,983.00	-	-	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	1,241,811.00	3,236,116.00	4,477,927.00	961,232.00	1,532,322.00	2,493,554.00
Township Contributions Subsequent to the Measurement Date	645,999.00	2,690,128.00	3,336,127.00	-	-	-
	<u>\$ 9,413,960.00</u>	<u>\$ 19,899,011.00</u>	<u>\$ 29,312,971.00</u>	<u>\$ 7,477,890.00</u>	<u>\$ 17,453,365.00</u>	<u>\$ 24,931,255.00</u>

\$645,999.00 and \$2,690,128.00 for PERS and PFRS, respectively, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the year ending December 31, 2018. These amounts were based on an estimated April 1, 2019 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2017 to the Township's year end of December 31, 2017.

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - The Township will amortize the above other deferred outflow of resources and deferred inflows of resources related to pensions over the following number of years:

	PERS		PFRS	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2014	-	-	-	-
June 30, 2015	5.72	-	-	5.53
June 30, 2016	5.57	-	-	5.58
June 30, 2017	5.48	-	5.59	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	-	6.17	-
June 30, 2015	5.72	-	5.53	-
June 30, 2016	5.57	-	5.58	-
June 30, 2017	-	5.48	-	5.59
Net Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2014	-	5.00	-	5.00
June 30, 2015	-	5.00	-	5.00
June 30, 2016	5.00	-	5.00	-
June 30, 2017	5.00	-	5.00	-
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions				
Year of Pension Plan Deferral:				
June 30, 2014	6.44	6.44	6.17	6.17
June 30, 2015	5.72	5.72	5.53	5.53
June 30, 2016	5.57	5.57	5.58	5.58
June 30, 2017	5.48	5.48	5.59	5.59

Note 8: PENSION PLANS (CONT'D)**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

Year Ending Dec 31,	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2018	\$ 864,070.00	\$ 1,480,185.00	\$ 2,344,255.00
2019	1,253,100.00	3,431,097.00	4,684,197.00
2020	740,475.00	622,527.00	1,363,002.00
2021	(923,446.00)	(3,836,804.00)	(4,760,250.00)
2022	(644,128.00)	(1,941,487.00)	(2,585,615.00)
	<u>\$ 1,290,071.00</u>	<u>\$ (244,482.00)</u>	<u>\$ 1,045,589.00</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2016. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2017. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate	2.25%	2.25%
Salary Increases:		
Through 2026	1.65% - 4.15% Based on Age	2.10% - 8.98% Based on Age
Thereafter	2.65% - 5.15% Based on Age	3.10% - 9.98% Based on Age
Investment Rate of Return	7.00%	7.00%
Mortality Rate Table	RP-2000	RP-2000
Period of Actuarial Experience		
Study upon which Actuarial Assumptions were Based	July 1, 2011 - June 30, 2014	July 1, 2010 - June 30, 2013

Note 8: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)**

For PERS, preretirement mortality rates were based on the RP-2000 Employee Preretirement Mortality Table for male and female active participants. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the Plan actuary's modified MP-2014 projection scale. Postretirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one-year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the Plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

For PFRS, preretirement mortality rates were based on the RP-2000 Preretirement mortality tables projected thirteen years using Projection Scale BB and then projected on a generational basis using the Plan actuary's modified 2014 projection scales. Post-retirement mortality rates for male service retirements and beneficiaries are based the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and three years using the Plan actuary's modified 2014 projection scales and further projected on a generational basis using the Plan actuary's modified 2014 projection scales. Postretirement mortality rates for female service retirements and beneficiaries were based on the RP-2000 Combined Healthy Mortality Tables projected thirteen years using Projection Scale BB and then three years using the Plan actuary's modified 2014 projection scales and further projected on a generational basis using the Plan actuary's modified 2014 projection scales. Disability mortality rates were based on special mortality tables used for the period after disability retirement.

For PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2017) 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. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's and PFRS's target asset allocation as of June 30, 2017 are summarized in the following table:

Note 8: PENSION PLANS (CONT'D)Actuarial Assumptions (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute Return/Risk Mitigation	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
Public High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Estate	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability at June 30, 2017 was 5.00% for PERS and 6.14% for PFRS. For both PERS and PFRS, the respective single blended discount rates were based on the long-term expected rate of return on pension Plan investments of 7.00%, and a municipal bond rate of 3.58% as of June 30, 2017, 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 rates assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 40% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make projected future benefit payments of current Plan members through 2040 for PERS and through 2057 for PFRS; therefore, the long-term expected rate of return on Plan investments was applied to projected benefit payments through 2040 for PERS and through 2057 for PFRS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liabilities.

Note 8: PENSION PLANS (CONT'D)**Sensitivity of Township's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

Public Employees' Retirement System (PERS) - The following presents the Township's proportionate share of the net pension liability at June 30, 2017, the Plan's measurement date, calculated using a discount rate of 5.00%, as well as what the Township's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	PERS		
	1% Decrease (4.00%)	Current Discount Rate (5.00%)	1% Increase (6.00%)
Township's Proportionate Share of the Net Pension Liability	\$ 40,275,397.00	\$ 32,465,291.00	\$ 25,958,505.00

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Township's annual required contribution. As such, the net pension liability as of June 30, 2017, the Plan's measurement date, for the Township and the State of New Jersey, calculated using a discount rate of 6.14%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	PFRS		
	1% Decrease (5.14%)	Current Discount Rate (6.14%)	1% Increase (7.14%)
Township's Proportionate Share of the Net Pension Liability	\$ 123,657,714.00	\$ 93,851,981.00	\$ 69,363,182.00
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Township	13,850,705.02	10,512,212.00	7,769,260.37
	<u>\$ 137,508,419.02</u>	<u>\$ 104,364,193.00</u>	<u>\$ 77,132,442.37</u>

Pension Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about PERS and PFRS, please refer to the Plan's Comprehensive Annual Financial Report (CAFR) which can be found at <http://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information**

In accordance with GASBS 68, the following information is also presented for the PERS and PFRS Pension Plans. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of the Township's Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Five Years)

	<u>Measurement Date Ended June 30,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Proportion of the Net Pension Liability	0.1394652939%	0.1448583622%	0.1379845429%
Township's Proportionate Share of the Net Pension Liability	\$ 32,465,291.00	\$ 42,902,892.00	\$ 30,974,765.00
Township's Covered Payroll (Plan Measurement Period)	\$ 9,420,364.00	\$ 9,924,832.00	\$ 9,518,820.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	344.63%	432.28%	325.41%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	48.10%	40.14%	47.93%
	<u>Measurement Date Ended June 30,</u>		
	<u>2014</u>	<u>2013</u>	
Township's Proportion of the Net Pension Liability	0.1357402448%	0.3351284270%	
Township's Proportionate Share of the Net Pension Liability	\$ 25,414,286.00	\$ 25,516,957.00	
Township's Covered Payroll (Plan Measurement Period)	\$ 9,150,896.00	\$ 8,907,768.00	
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	277.72%	286.46%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	52.08%	48.72%	

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Contributions - Public Employees' Retirement System (PERS) (Last Five Years)***

	<u>Year Ended December 31,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Contractually Required Contribution	\$ 1,291,997.00	\$ 1,286,901.00	\$ 1,186,297.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(1,291,997.00)</u>	<u>(1,286,901.00)</u>	<u>(1,186,297.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 9,903,946.00	\$ 9,579,351.00	\$ 9,754,966.00
Township's Contributions as a Percentage of Covered Payroll	13.05%	13.43%	12.16%
	<u>Year Ended December 31,</u>		
	<u>2014</u>	<u>2013</u>	
Township's Contractually Required Contribution	\$ 119,023.00	\$ 1,005,992.00	
Township's Contribution in Relation to the Contractually Required Contribution	<u>(119,023.00)</u>	<u>(1,005,992.00)</u>	
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	
Township's Covered Payroll (Calendar Year)	\$ 10,158,393.00	\$ 9,159,219.00	
Township's Contributions as a Percentage of Covered Payroll	1.17%	10.98%	

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Five Years)***

	<u>Measurement Date Ended June 30,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Proportion of the Net Pension Liability	0.6079257389%	0.6106640639%	0.5746736975%
Township's Proportionate Share of the Net Pension Liability	\$ 93,851,981.00	\$ 116,652,457.00	\$ 95,720,606.00
State's Proportionate Share of the Net Pension Liability associated with the Township	10,512,212.00	9,795,913.00	8,394,376.00
Total	<u>\$ 104,364,193.00</u>	<u>\$ 126,448,370.00</u>	<u>\$ 104,114,982.00</u>
Township's Covered Payroll (Plan Measurement Period)	\$ 19,624,812.00	\$ 19,518,328.00	\$ 18,174,252.00
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	478.23%	597.66%	526.68%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	58.60%	52.01%	56.31%
	<u>Measurement Date Ended June 30,</u>		
	<u>2014</u>	<u>2013</u>	
Township's Proportion of the Net Pension Liability	0.5888858430%	0.5957067665%	
Township's Proportionate Share of the Net Pension Liability	\$ 74,076,377.00	\$ 79,193,839.00	
State's Proportionate Share of the Net Pension Liability associated with the Township	7,976,781.00	7,381,828.00	
Total	<u>\$ 82,053,158.00</u>	<u>\$ 86,575,667.00</u>	
Township's Covered Payroll (Plan Measurement Period)	\$ 18,649,364.00	\$ 18,726,480.00	
Township's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	397.21%	422.90%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.41%	58.70%	

Note 8: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of the Township's Contributions - Police and Firemen's Retirement System (PFRS)
(Last Five Years)***

	<u>Year Ended December 31,</u>		
	<u>2017</u>	<u>2016</u>	<u>2015</u>
Township's Contractually Required Contribution	\$ 5,380,255.00	\$ 4,978,992.00	\$ 4,671,240.00
Township's Contribution in Relation to the Contractually Required Contribution	<u>(5,380,255.00)</u>	<u>(4,978,992.00)</u>	<u>(4,671,240.00)</u>
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's Covered Payroll (Calendar Year)	\$ 19,617,414.00	\$ 19,784,438.00	\$ 19,401,859.00
Township's Contributions as a Percentage of Covered Payroll	27.43%	25.17%	24.08%
	<u>Year Ended December 31,</u>		
	<u>2014</u>	<u>2013</u>	
Township's Contractually Required Contribution	\$ 4,523,050.00	\$ 4,346,144.00	
Township's Contribution in Relation to the Contractually Required Contribution	<u>(4,523,050.00)</u>	<u>(4,346,144.00)</u>	
Township's Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	
Township's Covered Payroll (Calendar Year)	\$ 18,549,002.32	\$ 18,711,618.00	
Township's Contributions as a Percentage of Covered Payroll	24.38%	23.23%	

Note 8: PENSION PLANS (CONT'D)**Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)***

Changes in Benefit Terms - None

Changes in Assumptions - For 2017, the discount rate changed to 5.00% and the long-term rate of return changed to 7.00%. For 2016, the discount rate changed to 3.98%, the long-term expected rate of return changed to 7.65% from 7.90%, demographic assumptions were revised in accordance with the results of the July 1, 2011 - June 30, 2014 experience study and the mortality improvement scale incorporated the Plan actuary's modified MP-2014 projection scale. Further, salary increases were assumed to increase between 1.65% and 4.15% (based on age) through fiscal year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 4.90%. In addition, the social security wage base was set at \$118,500.00 for 2015, increasing 4.00% per annum, compounded annually and the 401(a)(17) pay limit was set at \$265,000.00 for 2015, increasing 3.00% per annum, compounded annually. For 2014, the discount rate was 5.39%.

Police and Firemen's Retirement System (PFRS)

Changes in Benefit Terms - In 2017, Chapter 26, P.L. 2016 increased the accidental death benefit payable to children if there is no surviving spouse to 70% of final compensation.

Changes in Assumptions - For 2017, the discount rate changed to 6.14% and the long-term rate of return changed to 7.00%. For 2016, the discount rate changed to 5.55%, the long-term expected rate of return changed to 7.65% from 7.90%, and the mortality improvement scale incorporated the Plan actuary's modified 2014 projection scale. Further, salary increases were assumed to increase between 2.10% and 8.98% (based on age) through fiscal year 2026 and 3.10% and 9.98% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 5.79% and demographic assumptions were revised in accordance with the results of the July 1, 2010 - June 30, 2013 experience study. For 2014, the discount rate was 6.32%.

Note 9: ON-BEHALF PAYMENTS FOR PENSION COSTS

Certain Teaneck Public Library employees are members of the Public Employees' Retirement System (PERS), which is administered by the New Jersey Division of Pensions and Benefits. The Library participates in PERS as part of the Township of Teaneck. The Township does not require the Library to pay any portion of required employer contributions.

Payments made by the Township of Teaneck, on-behalf of the Library, for the Library's share of employer contributions during the year ended December 31, 2017 totaled \$175,455.48.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

Plan Description (Cont'd) - 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. Prior to 1983, the Township authorized participation in the SHBP's post-retirement benefit program through resolution. The Township provides postemployment health care benefits, at its cost, to certain Township department head retirees and their spouses who at the date of retirement have not less than twenty-five (25) years of service with the Township. Benefits provided include health insurance, dental coverage, and prescription coverage for retirees and their dependents until they become eligible for Medicare or another plan or upon death of the eligible retiree.

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 www.state.nj.us/treasury/pensions/.

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

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the Township on a monthly basis. The Township funds these benefits on a pay-as-you-go basis and, therefore, does not record accrued expenses related to these benefits. The Township's contributions to SHBP for the years ended December 31, 2017, 2016, and 2015, were \$82,489.86, \$55,146.84, and \$57,148.23, respectively, which equaled the required contributions each year. There were approximately 3 retired participants eligible at December 31, 2017.

Note 11: COMPENSATED ABSENCES

Full-time employees under various Township labor contracts and Township policies are entitled to between twelve and fifteen paid sick leave days each year. Firefighters are entitled to up to one hundred eighty (180) hours of sick leave and one hundred fifty six (156) holiday leave each year. Unused sick and holiday leave may be accumulated and carried forward to the subsequent years. Vacation days not used during the year may be accumulated and carried forward for a maximum of two (2) years or three (3) years if the employee was hired prior to 1989. The Township also allows employees covered under certain labor contracts who are eligible to earn overtime the choice to convert overtime hours into compensated absences up to the limits specified in their respective labor agreement.

The Township of Teaneck compensates employees for unused sick leave upon retirement. Employees with at least twenty five (25) years of service to the Township shall be eligible for a lump sum payment based on 50% of the employee's accumulated sick time. Any employee who otherwise vests in his or her pension but does not have twenty five (25) years of service to the Township shall be eligible for a lump sum payment of 50% of his or her accumulated sick time based on the ratio of his or her months of service to between three hundred (300) and five hundred forty (540) months of service, contingent upon which labor contract he or she is employed under. Accumulated sick time paid out to employees shall not exceed \$12,000.00 to \$16,000.00 based upon that employee's respective labor agreement unless otherwise grandfathered into the labor contract based upon hire date with the Township. Unused overtime hours which were converted into compensated absences at the employee's request would be required to be paid to the employee at the time the employee ceases employment or if the employee requests to be compensated.

Note 11: COMPENSATED ABSENCES (CONT'D)

The Township has established a compensated absences trust fund to set aside funds for future payments of compensated absences. At December 31, 2017, the balance of the fund was \$450.77. It is estimated that, at December 31, 2017, accrued benefits for compensated absences are valued at \$9,287,135.31.

Note 12: DEFERRED COMPENSATION SALARY ACCOUNT

The Township offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457, which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Township or its creditors. Since the Township does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Township's financial statements.

Note 13: LEASE OBLIGATIONS

At December 31, 2017, the Township had lease agreements in effect for the following:

- Operating:
 - Eighteen (18) Ricoh Copiers
 - One (1) Pitney Bowes Mailing Machine
 - Three (3) Sharp Copiers

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

<u>Year</u>	<u>Amount</u>
2018	\$ 38,894.97
2019	29,842.20
2020	18,024.22
2021	7,005.66

Rental payments under operating leases for the year 2017 were \$37,747.98.

Note 14: CAPITAL DEBT

General Improvement Bonds

General Improvement Bonds, Series 2013 - On April 15, 2013, the Township issued \$10,000,000.00 of general improvement bonds, with interest rates ranging from 2.0% to 3.0%. The purpose of the bonds is to fund various capital ordinances, specifically 3706, 3814, 3813/4807, 3874, 3875, 3932, 3944, 3945, 3954, 3960, 4003, 4076, 4152, 4164 and 4186. The final maturity of the bonds is April 15, 2032.

General Improvement Bonds, Series 2014 - On July 15, 2014, the Township issued \$7,200,000.00 of general improvement bonds, with interest rates ranging from 1.0% to 3.0%. The purpose of the bonds is to fund various capital ordinances, specifically 4145, 4165, 4166, 4167, 4168, 4182, 4186, 4190, 4203, 4204, 4205, 4214, 4216, 4220, 4221, 4222 and 4223. The final maturity of the bonds is April 15, 2031.

Note 14: CAPITAL DEBT (CONT'D)**General Improvement Bonds (Cont'd)**

The following schedule represents the remaining debt service, through maturity, for the general improvement bonds:

<u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2018	\$ 900,000.00	\$ 359,000.00	\$ 1,259,000.00
2019	900,000.00	342,500.00	1,242,500.00
2020	900,000.00	324,500.00	1,224,500.00
2021	900,000.00	306,500.00	1,206,500.00
2022	900,000.00	288,500.00	1,188,500.00
2023-27	4,600,000.00	1,107,250.00	5,707,250.00
2028-32	5,100,000.00	355,500.00	5,455,500.00
	<u>\$ 14,200,000.00</u>	<u>\$ 3,083,750.00</u>	<u>\$ 17,283,750.00</u>

General Debt – New Jersey Downtown Improvement District Loan

In 2006, the Township entered into a loan agreement with the New Jersey Downtown Business Improvement Zone Loan Fund to provide \$600,000.00, at no interest. The proceeds were used to fund the upgrading of sidewalks and curbing on Cedar Lane. Annual debt payments are due August 1st through 2021.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Downtown Special Improvement District Loan – Principal Only Loan:

<u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>		
2018	\$ 40,000.00	\$ 40,000.00	\$ 40,000.00
2019	40,000.00		40,000.00
2020	40,000.00		40,000.00
2021	40,000.00		40,000.00
	<u>\$ 160,000.00</u>	<u>\$ 160,000.00</u>	<u>\$ 160,000.00</u>

General Debt - New Jersey Green Acres Loans

On March 14, 2016, the Township entered into a loan agreement with the New Jersey Department of Environmental Protection to provide \$128,750.00, at an interest rate of 2.0%. The proceeds were used to fund the redevelopment of the Township's Votee Park Athletic Field. Semiannual debt payments are due June 17th and December 17th through 2035.

Note 14: CAPITAL DEBT (CONT'D)**General Debt - New Jersey Green Acres Loan (Cont'd)**

The following schedule represents the remaining debt service, through maturity, for the New Jersey Green Acres loan:

<u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2018	\$ 5,623.63	\$ 2,382.46	\$ 8,006.09
2019	5,736.66	2,269.42	8,006.08
2020	5,851.97	2,154.11	8,006.08
2021	5,969.60	2,036.48	8,006.08
2022	6,089.59	1,916.50	8,006.09
2023-2027	32,333.90	7,696.52	40,030.42
2028-2032	35,716.73	4,313.68	40,030.41
2033-2035	23,199.55	818.72	24,018.27
	<u>\$ 120,521.63</u>	<u>\$ 23,587.89</u>	<u>\$ 144,109.52</u>

Note 14: CAPITAL DEBT (CONT'D)

The following schedule represents the Township's summary of debt for the current and two previous years:

	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 25,585,521.63	\$ 27,781,034.46	\$ 29,935,083.00
Bonds Issued by Another Public Body Guaranteed By the Township	86,012.21	169,131.86	249,456.22
Total Issued	<u>25,671,533.84</u>	<u>27,950,166.32</u>	<u>30,184,539.22</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	17,369,473.04	8,294,473.04	5,706,673.04
Total Issued and Authorized but not Issued	<u>43,041,006.88</u>	<u>36,244,639.36</u>	<u>35,891,212.26</u>
<u>Deductions</u>			
Bonds Issued by Another Public Body Guaranteed by the Township	86,012.21	169,131.86	249,456.22
Refunding Bonds - Judgments	2,475,000.00	3,275,000.00	4,050,000.00
Total Deductions	<u>2,561,012.21</u>	<u>3,444,131.86</u>	<u>4,299,456.22</u>
Net Debt	<u>\$ 40,479,994.67</u>	<u>\$ 32,800,507.50</u>	<u>\$ 31,591,756.04</u>

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 indicated a statutory net debt of 0.744%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District	\$ 14,580,000.00	\$ 14,580,000.00	
General	43,041,006.88	2,561,012.21	\$ 40,479,994.67
	<u>\$ 57,621,006.88</u>	<u>\$ 17,141,012.21</u>	<u>\$ 40,479,994.67</u>

Net debt \$40,479,994.67 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$5,437,207,955.00, equals 0.744%.

Note 14: CAPITAL DEBT (CONT'D)

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 190,302,278.43
Less: Net Debt	<u>40,479,994.67</u>
Remaining Borrowing Power	<u><u>\$ 149,822,283.76</u></u>

The foregoing debt information is in agreement with the annual debt statement filed by the chief financial officer.

Note 15: TOWNSHIP DEBT GUARANTEE

Bergen County Improvement Authority – Capital Lease of Equipment

In 2008 the Township entered into a lease purchase agreement with the Bergen County Improvement Authority (“BCIA”) for fire equipment. The lease has an interest rate of 3.48%.

The agreement requires that the full faith and credit of the Township be pledged to the punctual payment of the obligations set forth in the Lease (the "Lease Payments"). The lease payments under the lease shall be a direct, unlimited and general obligation of the Township, not subject to annual appropriation by the Township pursuant to the County Improvement Authorities Law, and unless paid from other sources, the Township should be obligated to levy ad valorem taxes upon all the taxable real property within the Municipality for the payment of the lease payments thereunder without limitation as to rate or amount.

Scheduled lease payments under this capital lease are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	<u>\$ 86,012.21</u>	<u>\$ 2,993.23</u>	<u>\$ 89,005.44</u>

Note 16: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2017, the following deferred charge is shown on the statement of assets, liabilities, reserves and fund balance of the following fund:

<u>Description</u>	<u>Balance December 31, 2017</u>	<u>2018 Budget Appropriation</u>
Current Fund:		
Special Emergency Authorizations	\$ 142,494.00	\$ 142,494.00

Note 17: RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

New Jersey Unemployment Compensation Insurance - The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Township is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Township is billed quarterly for amounts due to the State.

The following is a summary of Township contributions, reimbursements to the State for benefits paid and the ending balance of the Township's trust fund for the current and previous two years:

<u>Year</u>	<u>Township Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2017	\$ 15,000.00	\$ 32,915.02	\$ 24,971.64
2016	35,000.00	94,536.12	2,128.43
2015	None	110,102.54	25,743.39

It is estimated that there are no unreimbursed payments on behalf of the Township at December 31, 2017.

Joint Insurance Pool - The Township is a member of the Public Entity 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

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 Township with the following coverage:

- Property - Blanket Building and Grounds
- Automobile Liability
- General Liability
- Worker's Compensation and Employer's Liability
- Boiler and Machinery
- Public Employee Dishonesty
- Environmental Liability
- Crime Coverage
- Law Enforcement Liability

Contributions to the Fund, are payable in a semi-annual premium and is based on actuarial assumptions determined by the Fund's actuary. The Township's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund for claims in excess of \$250,000.00 and \$750,000.00 based on the line of coverage for each insured event.

Note 17: RISK MANAGEMENT (CONT'D)

Joint Insurance Pool (Cont'd) - The Township's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report for the year ended December 31, 2017, which can be obtained from:

Public Entity Joint Insurance Fund
Suite 503
900 Route 9 North
Woodbridge, NJ 07095

Self-Insurance Plan – Prior to January 1, 2017, the Township had adopted a plan of self-insurance for workers' compensation and general liability insurance, and as a result, established a trust fund to fund potential claims up to \$1,000,000.00 per any one incident for a workers compensation claim and \$100,000.00 to \$1,000,000.00 per any one accident for a general liability claim, based on the type of claim. Claims greater than this amount are covered by an excess workers' compensation and general liability insurance policy. D&H Alternative Risk Solutions administers the plan. Any additional funding required for claims in excess of the trust fund's reserve will be paid and charged to future budgets.

On January 1, 2017, the Township obtained workers compensation and general liability insurance through the Joint Insurance Pool, however, claims still exist as of December 31, 2017 from the period in which the Township was self-insured. The workers' compensation insurance claims liability (incurred) is based on an analysis prepared by management. The remaining claims liability (incurred) is based on an evaluation performed by the third-party administrator of the plan. The total liability of \$269,000.00 consists of an estimate of claims incurred but not reported.

There are no remaining claims liability for general liability insurance.

The following is a summary of the claims liability of the Township's trust fund for self-insured workers' compensation and general liability for the current and previous years:

Workers Compensation	<u>2017</u>	<u>2016</u>
Claims Liability Balance, January 1	\$ 1,003,226.38	\$ 549,638.00
Incurred Claims	493,923.43	1,626,339.63
Payment of Claims	<u>(1,228,149.81)</u>	<u>(1,172,751.25)</u>
Claims Liability Balance, December 31	<u>\$ 269,000.00</u>	<u>\$ 1,003,226.38</u>
General Liability	<u>2017</u>	<u>2016</u>
Incurred Claims	\$ 145,290.66	\$ 356,765.19
Payment of Claims	<u>(145,290.66)</u>	<u>(356,765.19)</u>
Claims Liability Balance, December 31	<u>-</u>	<u>-</u>

Note 18: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 2, 2004, November 4, 2008 and November 6, 2012 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township of Teaneck authorized the establishment of the Township of Teaneck Open Space, Recreation and Farmland Preservation Trust Fund effective January 1, 2009, for the purpose of raising revenue for the acquisition of lands and interests in lands for recreation, the conservation purposes, acquisition of historical sites and structures for preservation purposes and for payment of debt service for any of these purposes. Overall, as a result of the referendums, the Township levies a tax not to exceed one cent per one hundred dollars of equalized valuation.

Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a Trust Fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Township of Teaneck Open Space, Recreation and Farmland Preservation Trust Funds.

On November 8, 2016 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Township of Teaneck voted to reauthorize the establishment of the Township of Teaneck Open Space, Recreation and Farmland Preservation Trust Fund effective for the four year period January 1, 2017 through December 31, 2020.

Note 19: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Township expects such amount, if any, to be immaterial.

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

Tax Appeals - As of December 31, 2017, there is a commercial tax assessment appeal filed against the Township for years ranging from 2007 to 2017. While the outcome of this appeal has yet to be determined, there is a possibility that the Tax Court may find in favor of the property owner, reducing the property assessment. If a judgment is ruled in favor of the property owner, the Township is required to refund or give credit to future taxes levied for any overpayment created by the judgment. The Township is unable to estimate the timing and amount of this pending judgment but it could potentially be \$3,000,000.00 to in excess of \$8,000,000.00. In addition, approximately 271 tax appeals have been filed. The outcome of these appeals has yet to be determined, however it is expected that some will be in favor of the property owner. The Township is unable to estimate the timing and amount of these pending judgments but it could potentially be \$3,014,000.00. Although the Township is unable to estimate the outcome of these appeals, the Township appropriated \$300,000.00 in the 2018 budget for any potential 2018 refunds. The Township anticipates funding these judgments though budget appropriation or the adoption of a refunding bond ordinance which will allow the Township to fund these payments over several years.

Note 20: CONCENTRATIONS

The Township depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Jersey. As a result of this dependency, the Township is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State appropriations.

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF TEANECK
CURRENT FUND
 Statement of Current Cash - Per N.J.S.40A:5-5--Collector -Treasurer
 For the Year Ended December 31, 2017

	<u>Regular</u>		<u>Federal and State Grant Fund</u>
Balance Dec. 31, 2016	\$ 28,310,888.78		
Increased by Receipts:			
Taxes Receivable	\$ 156,842,911.47		
Tax Overpayments	378,202.07		
Sewer Rents Receivable	630,290.20		
Prepaid Taxes	14,804,806.35		
Senior Citizen and Veteran Deductions	164,950.01		
Due State of New Jersey:			
State Training Fees	48,306.00		
Division of Youth and Family Services	5,600.00		
Revenue Accounts Receivable	7,498,073.85		
Miscellaneous Revenue Not Anticipated	984,279.26		
Maintenance of Free Public Library with State Aid	20,718.00		
2017 Appropriation Refunds	1,746,160.43		
Prepaid Tax Sale Deposits	11,000.00		
Due Animal Control Fund	7,044.20		
Due Current Fund		\$ 494,999.35	
Federal and State Grants Receivable		297,821.47	
Contra	<u>22,327.17</u>		
	183,164,669.01		<u>\$ 792,820.82</u>
	211,475,557.79		792,820.82
Decreased by Disbursements:			
2017 Appropriations	65,239,410.49		
2016 Appropriation Reserves	3,433,111.94		
Accounts Payable	3,950.10		
Tax Overpayment Refunds	88,609.83		
County Taxes Payable	13,799,274.69		
Due County--Added and Omitted Taxes	53,972.36		
Local District School Taxes Payable	86,532,287.00		
Special District Taxes Payable	167,835.00		
Open Space Trust Tax	504,126.13		
Reserve for Tax Appeals	40,263.42		
Maintenance of Free Public Library with State Aid	22,000.00		
Due Federal and State Grant Fund	494,999.35		
Due State of New Jersey:			
State Training Fees	50,465.00		
Division of Youth and Family Services	5,450.00		
Prepaid Tax Sale Deposits	370,215.00		
Due Trust Other Fund	3,086,181.38		
Due Open Space Trust Fund	102,814.80		
Due General Capital Fund	465,358.05		
Reserve for Encumbrances		33,154.02	
Operations - Refund of Prior Year Revenue	73,969.23		
Federal and State Grants Appropriated		23,185.22	
Contra	<u>22,327.17</u>		
	174,556,620.94		<u>56,339.24</u>
Balance Dec. 31, 2017	<u>\$ 36,918,936.85</u>		<u>\$ 736,481.58</u>

TOWNSHIP OF TEANECK
CURRENT FUND
 Schedule of Petty Cash
 As of December 31, 2017

Office:		
Treasurer	\$	700.00
Police		500.00
Library		600.00
		600.00
	\$	1,800.00

CURRENT FUND
 Schedule of Change Funds
 As of December 31, 2017

Office:		
Collector	\$	300.00
Clerk of Municipal Court		200.00
Registrar of Vital Statistics		50.00
Library		100.00
Construction Code Department		100.00
Police Department		100.00
Engineering Department		50.00
		50.00
	\$	900.00

TOWNSHIP OF TEANECK
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2017

Year	Balance Dec. 31, 2016	Additional	Levy	2016	2017	Due from State of New Jersey	Appeals	Over- payments Applied	Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2017
Prior Years	\$ 9,092.49								\$ 9,092.49		
2014	4,294.00										\$ 4,294.00
2015	14,231.98				\$ 14,231.98						
2016	717,336.31	\$ 8,678.89			587,228.03	\$ 1,000.00		\$ 119,881.87	17,800.04	\$ 105.26	
	744,954.78	8,678.89	-	-	601,460.01	1,000.00	-	119,881.87	26,892.53	105.26	4,294.00
2017	-	38,089.08	\$ 158,617,104.50	\$ 841,007.75	156,241,451.46	170,000.00	\$ 190,635.35	148,896.26	77,225.81	942.90	985,034.05
	\$ 744,954.78	\$ 46,767.97	\$ 158,617,104.50	\$ 841,007.75	\$ 156,842,911.47	\$ 171,000.00	\$ 190,635.35	\$ 268,778.13	\$ 104,118.34	\$ 1,048.16	\$ 989,328.05
<u>Analysis of 2017 Tax Levy</u>											
<u>Tax Yield</u>											
General Purpose Tax					\$ 157,825,298.33						
Special District Taxes -- Improvement					167,835.00						
Added / Omitted Taxes(54:4-63 et seq.)					623,971.17						
						\$ 158,617,104.50					
<u>Tax Levy</u>											
Local District School Tax					\$ 88,655,985.00						
Municipal Open Space:											
General Tax			\$ 502,140.00								
Added / Omitted Taxes(54:4-63 et seq.)			1,986.13								
Total Municipal Open Space Taxes					504,126.13						
County Taxes:											
County Tax			13,249,465.20								
County Open Space Preservation Tax			549,809.49								
Due County for Added and Omitted Taxes			54,547.21								
Total County Taxes					13,853,821.90						
Special District Taxes:											
Improvement District					167,835.00						
Local Tax for Municipal Purposes			53,042,025.80								
Minimum Library Tax			1,825,872.84								
Added and Omitted Tax			567,437.83								
Total Local Tax for Municipal Purposes Levied					55,435,336.47						
						\$ 158,617,104.50					

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Revenue Accounts Receivable
For the Year Ended December 31, 2017

	<u>Balance</u> <u>Dec. 31, 2016</u>	<u>Accrued</u> <u>in 2017</u>	<u>Receipts</u>	<u>Balance</u> <u>Dec. 31, 2017</u>
Clerk:				
Licenses:				
Alcoholic Beverages		\$ 66,161.00	\$ 66,161.00	
Other		1,590.00	1,590.00	
Fees and Permits Other		22,408.80	22,408.80	
Health Department:				
Licenses		115,180.55	115,180.55	
Other Fees and Permits:				
Registrar of Vital Statistics		91,345.00	91,345.00	
Public Works		163,286.28	163,286.28	
Fire Department		52,021.00	52,021.00	
Planning Board and Board of Adjustment		137,105.00	137,105.00	
Police Department		26,618.55	26,618.55	
Recreation Department		728,001.46	728,001.46	
Other Fines and Costs -- Library		16,968.35	16,968.35	
Municipal Court Fines and Costs	\$ 50,202.77	702,643.88	709,396.61	\$ 43,450.04
Uniform Construction Code Fees		985,596.00	985,596.00	
Tax Collector:				
Interest and Costs on Taxes		280,725.13	280,725.13	
Shared Service -- Teaneck BOE Vehicle Maintenance		15,805.19	15,805.19	
Interest on Investments and Deposits		1,381.72	1,381.72	
Parking Meters		11,239.01	11,239.01	
Rental of Township Property		106,195.56	106,195.56	
Consolidated Municipal Property Tax Relief Aid		79,939.00	79,939.00	
Energy Receipts Tax		3,299,357.00	3,299,357.00	
Hotel Occupancy Fee (P.L.2003, C.114)		547,752.64	547,752.64	
Reserve for CLSID Downtown Loan Payment		40,000.00	40,000.00	
	<u>\$ 50,202.77</u>	<u>\$ 7,491,321.12</u>	<u>\$ 7,498,073.85</u>	<u>\$ 43,450.04</u>

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Due to State of New Jersey Veteran's and Senior Citizens' Deductions
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	1,250.69
Increased by:			
Receipts	\$ 164,950.01		
Veterans' and Senior Citizens' Deductions			
Disallowed by Tax Collector -- Current Taxes	1,750.00		
Prior Year Veterans' and Senior Citizens' Deductions			
Disallowed by Tax Collector -- Operations	<u>4,799.99</u>		
			<u>171,500.00</u>
			172,750.69
Decreased by:			
2017 Veterans' and Senior Citizens'			
Deductions per Tax Billing	167,750.00		
2017 Veterans' and Senior Citizens'			
Deductions Allowed by Tax Collector	4,000.00		
Prior Year Veterans' and Senior Citizens'			
Deductions Allowed by Tax Collector	<u>1,000.00</u>		
			<u>172,750.00</u>
Balance Dec. 31, 2017		\$	<u><u>0.69</u></u>

CURRENT FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	2,625,883.88
Increased by:			
Transferred from 2017 Budget Appropriations			<u>1,432,557.20</u>
			4,058,441.08
Decreased by:			
Transferred to Appropriation Reserves			<u>2,625,883.88</u>
Balance Dec. 31, 2017		\$	<u><u>1,432,557.20</u></u>

TOWNSHIP OF TEANECK
CURRENT FUND
 Statement of 2016 Appropriation Reserves
 For the Year Ended December 31, 2017

	Balance Dec. 31, 2016		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
OPERATIONS--WITHIN "CAPS"					
<u>General Government</u>					
Township Manager					
Salaries and Wages		\$ 28,818.61	\$ 28,818.61	\$ 26,278.60	\$ 2,540.01
Other Expenses	\$ 7,695.79	1,421.96	9,117.75	7,910.84	1,206.91
Township Council					
Salaries and Wages		287.30	287.30		287.30
Other Expenses	1,482.00	968.11	2,450.11	1,552.00	898.11
Township Clerk					
Salaries and Wages		1,545.97	1,545.97	426.92	1,119.05
Other Expenses	1,699.91	63,002.67	43,702.58	1,836.53	41,866.05
Human Resources					
Salaries and Wages		7,918.00	7,918.00		7,918.00
Other Expenses	9,519.73	3,487.10	13,006.83	9,592.74	3,414.09
Finance Office					
Salaries and Wages		35,785.60	35,785.60		35,785.60
Other Expenses	12,534.97	6,892.02	19,426.99	11,213.38	8,213.61
Engineering					
Other Expenses		16,210.46	16,210.46		16,210.46
Purchasing					
Salaries and Wages		16,430.55	16,430.55	1,883.34	14,547.21
Other Expenses		192.55	192.55	175.07	17.48
Annual Audit					
Other Expenses		39,500.00	39,500.00	39,500.00	
Management Information Systems					
Other Expenses	18,649.51	19,402.79	38,052.30	37,848.06	204.24
Tax Collection Office					
Salaries and Wages		16,401.64	16,401.64	389.29	16,012.35
Other Expenses		989.97	989.97		989.97
Assessment of Taxes					
Salaries and Wages		6,277.19	6,277.19	1,205.03	5,072.16
Other Expenses	12,950.00	22,307.18	35,257.18	4,950.00	30,307.18
Legal Services and Costs					
Other Expenses	11,900.00	118,229.81	130,129.81	66,289.01	63,840.80
Municipal Court					
Salaries and Wages		6,574.66	6,574.66	3,902.14	2,672.52
Other Expenses	7,748.04	3,198.65	10,946.69	10,888.47	58.22
Insurance					
Other Insurance - Premiums		4,011.03	4,011.03		4,011.03
Employee Group Insurance	530,056.15	84,169.15	614,225.30	530,128.89	84,096.41
Health Benefit Waiver Cost		15,184.78	15,184.78		15,184.78
<u>Public Safety</u>					
Police					
Salaries and Wages		16,160.41	16,160.41	15,191.64	968.77
Other Expenses	71,842.43	61,073.65	132,916.08	131,575.14	1,340.94
Purchase of Police Cars	230,232.64	1,642.36	231,875.00	230,232.64	1,642.36
School Guards					
Salaries and Wages		7,017.39	7,017.39		7,017.39
Other Expenses		3.65	3.65		3.65
Emergency Management					
Other Expenses	634.82	15,095.36	15,730.18	634.82	15,095.36
Fire					
Other Expenses	46,484.25	27,808.49	74,292.74	69,934.70	4,358.04
<u>Public Works:</u>					
Department of Public Works					
Salaries and Wages		200,187.74	200,187.74	739.61	199,448.13
Other Expenses	335,751.87	468,805.97	804,557.84	576,582.44	227,975.40
Building and Grounds					
Other Expenses	18,643.65	25,668.52	44,312.17	30,047.92	14,264.25
Maintenance Garage					
Other Expenses	79,125.23	35,238.80	114,364.03	114,364.03	
Snow Removal					
Other Expenses	699.05		699.05	699.05	

(Continued)

TOWNSHIP OF TEANECK
CURRENT FUND
 Statement of 2016 Appropriation Reserves
 For the Year Ended December 31, 2017

	Balance Dec. 31, 2016		Balance After Transfers	Paid or Charged	Balance Lapsed
	Encumbered	Reserved			
OPERATIONS--WITHIN "CAPS" (CONT'D)					
<u>Health and Welfare</u>					
Health Department					
Salaries and Wages		\$ 22,332.23	\$ 22,332.23	\$ 6,280.35	\$ 16,051.88
Other Expenses	\$ 30,223.51	9,246.04	39,469.55	31,165.43	8,304.12
<u>Parks and Recreation</u>					
Recreation Department					
Salaries and Wages		10,710.93	10,710.93		10,710.93
Other Expenses	17,325.90	193.33	35,519.23	34,497.50	1,021.73
<u>Uniform Construction Code</u>					
Construction Code Officials					
Salaries and Wages		14,484.06	14,484.06	14,484.06	
Other Expenses	1,963.34	34,581.77	36,545.11	6,986.76	29,558.35
<u>Unclassified:</u>					
Postage	4,385.17	16,377.88	13,763.05	4,385.17	9,377.88
Central Supply	6,738.27	12,162.66	18,900.93	13,065.49	5,835.44
Employee Allowances		1,862.25	1,862.25	85.86	1,776.39
Advertising		1,290.96	1,290.96	1,113.78	177.18
Utilities:					
Gasoline & Diesel	4,128.67	22,535.46	26,664.13	26,020.94	643.19
Electricity, Gas, and Street Lighting	71,824.43	258,305.76	330,130.19	179,976.98	150,153.21
Fire Hydrant Service & Water	43,771.79	1,090.58	48,862.37	47,784.91	1,077.46
Telephone and Telegraph	564.52	339.37	6,903.89	6,063.91	839.98
Heating Oil	918.63	16,560.07	17,478.70	2,433.43	15,045.27
Contingent		13,595.57	13,595.57	13,595.57	
 Total Operations --within "CAPS"	 <u>1,579,494.27</u>	 <u>1,813,579.01</u>	 <u>3,393,073.28</u>	 <u>2,313,912.44</u>	 <u>1,079,160.84</u>
 <u>DEFERRED CHARGES AND STATUTORY</u>					
<u>EXPENDITURES --MUNICIPAL--WITHIN "CAPS"</u>					
Statutory Expenditures:					
Contribution to:					
Social Security System (O.A.S.I.)		3,721.43	3,721.43		3,721.43
Defined Contribution Retirement Program		1,500.00	1,500.00	700.00	800.00
	-	5,221.43	5,221.43	700.00	4,521.43
 <u>OPERATIONS--EXCLUDED FROM "CAPS"</u>					
Reserve for Tax Appeals		467,457.98	467,457.98		467,457.98
Maintenance of Free Public Library					
Salaries and Wages		154,120.94	154,120.94	33,360.49	120,760.45
Other Expenses	20.00	39,481.17	39,501.17	39,415.25	85.92
Bergen Count Utilities Authority					
(40:14-A-9) Sewer Service Charge	1,045,510.00	792.89	1,046,302.89	1,045,510.00	792.89
Public and Private Programs Offset by Revenues:					
Matching Funds for Grants		11,181.00	11,181.00		11,181.00
<u>Shared Municipal Service Agreements</u>					
Teaneck Board of Ed - Vehicle Maintenance	859.61	10,380.11	11,239.72	1,693.76	9,545.96
 Total Operations Excluded from "CAPS"	 <u>1,046,389.61</u>	 <u>683,414.09</u>	 <u>1,729,803.70</u>	 <u>1,119,979.50</u>	 <u>609,824.20</u>
 Total Appropriations	 <u>\$ 2,625,883.88</u>	 <u>\$ 2,502,214.53</u>	 <u>\$ 5,128,098.41</u>	 <u>\$ 3,434,591.94</u>	 <u>\$ 1,693,506.47</u>
Disbursed				\$ 3,433,111.94	
Accounts Payable				1,480.00	
				<u>\$ 3,434,591.94</u>	

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Tax Overpayments
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 977,450.07
Increased by:		
Collections		<u>378,202.07</u>
		1,355,652.14
Decreased by:		
Refunds	\$ 88,609.83	
Application to Taxes Receivable	<u>268,778.13</u>	
		<u>357,387.96</u>
Balance Dec. 31, 2017		<u><u>\$ 998,264.18</u></u>

Exhibit SA-10

CURRENT FUND
Statement of Prepaid Taxes
For the Year Ended December 31, 2017

Balance Dec. 31, 2016 (2017 Taxes)		\$ 841,007.75
Increased by:		
Collections --2018 Taxes		<u>14,804,806.35</u>
		15,645,814.10
Decreased by:		
Application to --2017 Taxes		<u>841,007.75</u>
Balance Dec. 31, 2017 (2018 Taxes)		<u><u>\$ 14,804,806.35</u></u>

TOWNSHIP OF TEANECK
CURRENT FUND
 County Taxes Payable
 For the Year Ended December 31, 2017

Levy:		
General	\$	13,249,465.20
Open Space		<u>549,809.49</u>
		\$ 13,799,274.69
Decreased by:		
Payments		<u>\$ 13,799,274.69</u>

Exhibit SA-12

CURRENT FUND
 Statement of Due County For Added and Omitted Taxes
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 53,972.36
Increased by:		
County Share of Added Omitted Taxes		<u>54,547.21</u>
		108,519.57
Decreased by:		
Payments		<u>53,972.36</u>
Balance Dec. 31, 2017		<u>\$ 54,547.21</u>

Exhibit SA-13

CURRENT FUND
 Statement of Sewer Rents Receivable
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 40,678.41
Increased by:		
Billings		<u>622,234.14</u>
		662,912.55
Decreased by:		
Receipts		<u>630,290.20</u>
Balance Dec. 31, 2017		<u>\$ 32,622.35</u>

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Local District School Tax
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 7,638,221.60
Increased by:		
Levy -- Calander Year 2017		<u>88,655,985.00</u>
		96,294,206.60
Decreased by:		
Payments		<u>86,532,287.00</u>
Balance Dec. 31, 2017		<u><u>\$ 9,761,919.60</u></u>
2017 Liability for Local District School Tax:		
Tax Paid		\$ 86,532,287.00
Tax Payable Dec. 31, 2017		<u>9,761,919.60</u>
		96,294,206.60
Less: Tax Payable Dec. 31, 2016		<u>7,638,221.60</u>
Amount Charged to 2017 Operations		<u><u>\$ 88,655,985.00</u></u>

Exhibit SA-15

CURRENT FUND
Statement of Special District Taxes Payable
For the Year Ended December 31, 2017

Levy -- Special Improvement District General		\$ 167,835.00
Decreased by:		
Payments		<u>\$ 167,835.00</u>

Exhibit SA-16

CURRENT FUND
Statement of Open Space Taxes Payable
For the Year Ended December 31, 2017

Levy Open Space:		
General		\$ 502,140.00
Added and Omitted		<u>1,986.13</u>
		\$ 504,126.13
Decreased by:		
Payments		<u><u>\$ 504,126.13</u></u>

TOWNSHIP OF TEANECK
CURRENT FUND
Statement of Deferred Charges
N.J.S.40A:4-55 -- Special Emergency -- Revaluation and Master Plan
For the Year Ended December 31, 2017

<u>Date Authorized</u>	<u>Purpose</u>	<u>Net Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Balance Dec. 31, 2016</u>	<u>Added in 2017</u>	<u>Raised in 2017 Budget</u>	<u>Balance Dec. 31, 2017</u>
8-20-13	Revaluation	\$ 712,470.00	\$ 142,494.00	<u>\$ 284,988.00</u>	<u>-</u>	<u>\$ 142,494.00</u>	<u>\$ 142,494.00</u>

TOWNSHIP OF TEANECK
CURRENT FUND
 Statement of Tax Title Liens Receivable
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	6,917.06
Increased by:			
Transferred from Taxes Receivable	\$	1,048.16	
Interest & Costs from Tax Sale		<u>107.99</u>	
			<u>1,156.15</u>
			8,073.21
Decreased by:			
Canceled			<u>213.42</u>
Balance Dec. 31, 2017		\$	<u><u>7,859.79</u></u>

Exhibit SA-19

CURRENT FUND
 Statement of Accounts Payable
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	5,007.54
Increased by:			
Transferred from Appropriation Reserves			<u>1,480.00</u>
			6,487.54
Decreased by:			
Disbursements	\$	3,950.10	
Canceled to Operations		<u>1,057.44</u>	
			<u>5,007.54</u>
Balance Dec. 31, 2017		\$	<u><u>1,480.00</u></u>

Exhibit SA-20

CURRENT FUND
 Statement of Property Acquired for Taxes at Assessed Valuation
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	263,167.00
Decreased by:			
Canceled to Fixed Asset Account Group			<u><u>\$ 263,167.00</u></u>

TOWNSHIP OF TEANECK
FEDERAL AND STATE GRANT FUND
 Statement of Federal and State Grants Receivable
 For the Year Ended December 31, 2017

	<u>Balance</u> <u>Dec. 31, 2016</u>	<u>Accrued</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2017</u>
Program:				
Federal Grants:				
CDBG Road Grants	\$ 100,000.00		\$ 100,000.00	
Distracted Driving Grant		\$ 5,500.00	5,500.00	
Click it or Ticket Grant		5,500.00	5,500.00	
Total Federal Grants	100,000.00	11,000.00	111,000.00	-
State Grants:				
Drunk Driving Enforcement Fund		5,712.05	5,712.05	
Pedestrian Safety & Education Grant	4,800.00	11,200.00	16,000.00	
Body Armor Replacement		8,052.44	8,052.44	
Sustainable Land Use Planning	5,250.00		5,250.00	
Municipal Alliance on Alcohol and Drug Abuse:				
Teaneck Against Substance Abuse	16,088.61		15,008.08	\$ 1,080.53
Recycling Tonnage Grant		89,002.60	89,002.60	
Clean Communities Grant		68,537.24	68,537.24	
Alcohol Education and Rehabilitation Grant		579.06	579.06	
NJLM Education Foundation	4,500.00		4,500.00	
Green Communities Grant	300.52		300.52	
NJ Environmental Commission Grant		1,000.00	1,000.00	
Community Resources Garden Grant		42,500.00	42,500.00	
Library Expansion Grant		38,570.00	38,570.00	
Stigma Free Alliance		1,860.00	1,860.00	
Total State Grants	30,939.13	267,013.39	296,871.99	1,080.53
	\$ 130,939.13	\$ 278,013.39	\$ 407,871.99	\$ 1,080.53
Received			\$ 297,821.47	
Canceled to Grants Appropriated			101,150.52	
Canceled to Current Fund Operations			8,900.00	
			\$ 407,871.99	

TOWNSHIP OF TEANECK
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants Unappropriated
For the Year Ended December 31, 2017

	Balance <u>Dec. 31, 2016</u>	Grants <u>Receivable</u>	Realized as Miscellaneous <u>Revenue</u>	Balance <u>Dec. 31, 2017</u>
Program:				
Federal Grants:				
Drive Sober or Get Pulled Over	\$ 9,800.00		\$ 9,800.00	
Distracted Driving Grant		\$ 5,500.00		\$ 5,500.00
Click it or Ticket Grant	5,000.00	5,500.00	5,000.00	5,500.00
	<u>14,800.00</u>	<u>11,000.00</u>	<u>14,800.00</u>	<u>11,000.00</u>
Total--Federal Grants	<u>14,800.00</u>	<u>11,000.00</u>	<u>14,800.00</u>	<u>11,000.00</u>
State Grants:				
Drunk Driving Enforcement Fund	10,972.30	5,712.05	10,972.30	5,712.05
Pedestrian Safety & Education Grant		11,200.00		11,200.00
Body Armor Replacement	7,798.07	8,052.44	7,798.07	8,052.44
Recycling Tonnage Grant	38,727.34	89,002.60	38,727.34	89,002.60
Clean Communities Grant	80,673.54	68,537.24	80,673.54	68,537.24
Alcohol Education and Rehabilitation Grant	906.47	579.06	906.47	579.06
NJ Environmental Commission Grant		1,000.00		1,000.00
Community Resources Garden Grant		42,500.00		42,500.00
Library Expansion Grant		38,570.00		38,570.00
Stigma Free Alliance		1,860.00		1,860.00
	<u>139,077.72</u>	<u>267,013.39</u>	<u>139,077.72</u>	<u>267,013.39</u>
Total--State Grants	<u>139,077.72</u>	<u>267,013.39</u>	<u>139,077.72</u>	<u>267,013.39</u>
Total--All Grants	<u>\$ 153,877.72</u>	<u>\$ 278,013.39</u>	<u>\$ 153,877.72</u>	<u>\$ 278,013.39</u>

TOWNSHIP OF TEANECK
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Federal and State Grants Appropriated
For the Year Ended December 31, 2017

Program:	Balance Dec. 31, 2016	Transferred from 2017 Budget Appropriation	Contracts Payable Canceled	Decreased	Balance Dec. 31, 2017
Federal Grants:					
CDBG Road Grants			\$ 100,000.00	\$ 100,000.00	
NJ Emergency Management Assistance	\$ 20,000.00				\$ 20,000.00
FEMA - Assistance to Firefighters	41,856.82				41,856.82
FEMA - Assistance to Firefighters Match	9,895.00				9,895.00
Emergency Management Grant	5,000.00				5,000.00
COPS in Shops	2,982.40				2,982.40
Drive Sober or Get Pulled Over		\$ 9,800.00			9,800.00
Click it or Ticket Grant	4,000.00	5,000.00			9,000.00
Total--Federal Grants	83,734.22	14,800.00	100,000.00	100,000.00	98,534.22
State Grants:					
Drunk Driving Enforcement Fund	14,275.89	10,972.30		4,135.00	21,113.19
Pedestrian Safety & Education Grant	17,800.00				17,800.00
Body Armor Replacement		7,798.07		7,798.07	
Sustainable Land Use Planning	250.00			250.00	
Green Communities Grant	1,500.00			300.52	1,199.48
Municipal Alliance on Alcohol and Drug Abuse:					
Teaneck Against Substance Abuse	20,881.87			14,920.22	5,961.65
Recycling Tonnage Grant	119,340.96	38,727.34			158,068.30
Clean Communities Grant	70,563.00	80,673.54			151,236.54
Alcohol Education and Rehabilitation Grant	1,060.80	906.47			1,967.27
NJLM Education Foundation	600.00			600.00	
Total--State Grants	246,272.52	139,077.72	-	28,003.81	357,346.43
Total--All Grants	\$ 330,006.74	\$ 153,877.72	\$ 100,000.00	\$ 128,003.81	\$ 455,880.65
Disbursed				\$ 23,185.22	
Encumbered				3,668.07	
Canceled to Grants Receivable				101,150.52	
				\$ 128,003.81	

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF TEANECK
TRUST FUND
Statement of Trust Cash
PER N.J.S.40A:5-5--TREASURER
For the Year Ended December 31, 2017

	<u>Animal Control</u>	<u>Municipal Open Space</u>	<u>Other</u>
Balance Dec. 31, 2016	\$ 20,025.84	\$ 948,082.99	\$ 1,175,478.78
Increased by Receipts:			
Assessments Receivable			
Reserve for Animal Control Expenditures	\$ 18,450.20		
Due State of New Jersey	2,296.80		
Police Outside Services Receivable			\$ 402,993.39
Reserve for Premiums Received at Tax Sale			2,019,500.00
Reserve for Tax Title Lien Redemptions			2,267,101.97
Reserve for Police Outside Services			653,229.29
Reserve for Street Opening and Other Deposits			36,862.00
Reserve for POAA			5,050.00
Reserve for Dedicated Fire Penalties			100.00
Reserve for Elevator Inspections			38,548.00
Reserve for Storm Recovery			14,370.00
Reserve for Accumulated Absences			1,000.00
Reserve for Recycling			62,564.15
Reserve for Gifts and Donations			61,549.50
Reserve for Zoning Escrow Deposits			18,143.75
Reserve for Forfeited Property - Special Law Enforcement			132,274.97
Reserve for Cedar Lane Special Improvement District			176,626.00
Reserve for Self Insurance (Commission)			139,081.65
Reserve for Workers Compensation			1,162,000.00
Reserve for Unemployment Compensation			55,747.99
Reserve for Affordable Housing (HYATT)			9,156.81
Reserve for Green Acres			16,100.00
Payroll Deductions Payable			16,781,447.74
Net Payroll			21,443,578.84
Due Current Fund		\$ 102,814.80	3,086,181.38
Contra		156,545.88	7,108,089.76
2017 Budget Revenue		504,126.13	
Non-Budget Revenue		5,599.29	
	20,747.00	769,086.10	55,691,297.19
	40,772.84	1,717,169.09	56,866,775.97

(Continued)

TOWNSHIP OF TEANECK
TRUST FUND
Statement of Trust Cash
PER N.J.S.40A:5-5--TREASURER
For the Year Ended December 31, 2017

	<u>Animal Control</u>	<u>Municipal Open Space</u>	<u>Other</u>
Balance Brought Forward	\$ 40,772.84	\$ 1,717,169.09	\$ 56,866,775.97
Decreased by Disbursements:			
Due to State of New Jersey	\$ 2,305.80		
Reserve for Premiums Received at Tax Sale			\$ 2,841,300.00
Reserve for Tax Title Lien Redemptions			2,256,253.89
Reserve for Police Outside Services			1,024,271.38
Reserve for Street Opening and Other Deposits			108,836.95
Reserve for Elevator Inspections			28,228.00
Reserve for Accumulated Absences			79,137.16
Reserve for Recycling			36,947.84
Reserve for Gifts and Donations			29,604.34
Reserve for Zoning Escrow Deposits			34,619.29
Reserve for Forfeited Property - Special Law Enforcement			104,000.68
Reserve for Cedar Lane Special Improvement District			174,436.83
Reserve for Self Insurance (Commission)			117,742.00
Reserve for Workers Compensation			1,218,454.50
Reserve for Unemployment Compensation			32,915.02
Reserve for Green Acres			35,777.00
Reserve for Encumbrances		\$ 10,572.00	
Contracts Payable		222,428.76	
Payroll Deductions Payable			16,768,957.22
Net Payroll			21,443,578.84
Expenditures Under R.S. 4:19-15.11	11,397.00		
Due Current Fund	7,044.20		
Due General Capital Fund			2,066,871.93
Contra		156,545.88	7,108,089.76
2017 Budget Appropriations		114,579.49	
	<u>20,747.00</u>	<u>504,126.13</u>	<u>55,510,022.63</u>
Balance Dec. 31, 2017	<u>\$ 20,025.84</u>	<u>\$ 1,213,042.96</u>	<u>\$ 1,356,753.34</u>

TOWNSHIP OF TEANECK
ANIMAL CONTROL TRUST FUND
 Statement of Reserve For Animal Control Fund Expenditures
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 29,579.04
Increased by:		
Collections:		
Dog License Fees	\$ 15,461.20	
Cat License Fees	<u>2,989.00</u>	
		<u>18,450.20</u>
		48,029.24
Decreased by:		
Expenditures Under R.S.4:19- 15.11:		
Disbursements		<u>11,397.00</u>
Balance Dec. 31, 2017		<u><u>\$ 36,632.24</u></u>

License Fees Collected
Year

Amount

2016	\$ 20,771.00	
2015	<u>17,662.00</u>	
	<u><u>\$ 38,433.00</u></u>	

ANIMAL CONTROL TRUST FUND
 Statement of Due to State of New Jersey
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 13.80
Increased by:		
Receipts		<u>2,296.80</u>
		2,310.60
Increased by:		
Disbursements		<u>2,305.80</u>
Balance Dec. 31, 2017		<u><u>\$ 4.80</u></u>

TOWNSHIP OF TEANECK
TRUST FUND
 Statement of Due from Current Fund
 For the Year Ended December 31, 2017

	<u>Animal Control</u> <u>Trust Fund</u>	<u>Trust Other Fund</u>	<u>Municipal Open</u> <u>Space Trust Fund</u>
Balance Dec. 31, 2016	\$ 9,567.00	\$ 3,890,351.31	\$ 259,360.68
Increased by:			
Disbursements:			
Interfund Loans Advanced	7,044.20	-	-
	16,611.20	3,890,351.31	259,360.68
Decreased by:			
Receipts:			
Interfund Loans Returned	-	3,086,181.38	102,814.80
Balance Dec. 31, 2017	\$ 16,611.20	\$ 804,169.93	\$ 156,545.88

TOWNSHIP OF TEANECK
TRUST -- OTHER FUND
Statement of Trust Other Reserves
For the Year Ended December 31, 2017

Reserve	Balance Dec. 31, 2016	Increased			Decreased			Balance Dec. 31, 2017
		Receipts	Accounts Receivable	Contracts Payable	Reserve for Encumbrances	Disbursements	Reserve for Encumbrances	
Reserve for Premiums Received at Tax Sale	\$ 1,962,200.00	\$ 2,019,500.00			\$ 5,000.00	\$ 2,841,300.00	\$ 12,300.00	\$ 1,133,100.00
Reserve for Tax Title Lien Redemptions	9,329.06	2,267,101.97			13,656.73	2,256,253.89	3,330.15	30,503.72
Reserve for Bail Void Checks (Unclaimed Bail)	4,494.50							4,494.50
Reserve for Police Outside Services	161,515.32	653,229.29	\$ 335,250.91			1,024,271.38		125,724.14
Reserve for Street Opening and Other Deposits	1,049,749.84	36,862.00			3,388.50	108,836.95	3,114.50	978,048.89
Reserve for POAA	30,737.90	5,050.00					1,268.00	34,519.90
Reserve for Dedicated Fire Penalties	16,869.64	100.00						16,969.64
Reserve for Elevator Inspections	1,311.00	38,548.00			833.00	28,228.00		12,464.00
Reserve for Storm Recovery	399,484.08	14,370.00					9,700.00	404,154.08
Reserve for Donations Historical Burial Grounds	25,844.00							25,844.00
Reserve for Accumulated Absences	78,587.93	1,000.00				79,137.16		450.77
Reserve for Recycling	238,550.05	62,564.15			4,820.00	36,947.84	8,271.16	260,715.20
Reserve for Gifts and Donations	125,860.45	61,549.50			3,531.68	29,604.34	17,729.85	143,607.44
Reserve for Zoning Escrow Deposits	105,120.65	18,143.75			10,955.68	34,619.29	19,253.68	80,347.11
Reserve for Forfeited Property - Special Law Enforcement	224,526.65	132,274.97		\$ 53,132.24	30,080.62	104,000.68	5,761.73	330,252.07
Reserve for Cedar Lane Special Improvement District	119,939.87	176,626.00				174,436.83		122,129.04
Reserve for Self Insurance (Commission)	1,228.94	139,081.65			6,765.26	117,742.00	27,548.66	1,785.19
Reserve for Workers Compensation	41,834.31	1,162,000.00			24,553.03	1,218,454.50	9,695.31	237.53
Reserve for Unemployment Compensation	2,128.43	55,747.99			10.24	32,915.02		24,971.64
Reserve for Affordable Housing (HYATT)	293,025.44	9,156.81						302,182.25
Reserve for COAH Fees	71,059.23							71,059.23
Reserve for Bid Deposits	500.00							500.00
Reserve for Green Acres	22,602.50	16,100.00				35,777.00	2,834.00	91.50
Reserve for Encumbrances	103,594.74				(103,594.74)		(120,807.04)	120,807.04
Payroll Deductions Payable	325,596.71	16,781,447.74				16,768,957.22		338,087.23
Contracts Payable	53,132.24			(53,132.24)				
Net Payroll		21,443,578.84				21,443,578.84		
	<u>\$ 5,468,823.48</u>	<u>\$ 45,094,032.66</u>	<u>\$ 335,250.91</u>	<u>-</u>	<u>-</u>	<u>\$ 46,335,060.94</u>	<u>-</u>	<u>\$ 4,563,046.11</u>

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of General Capital Cash
 PER N.J.S.40A:5-5--TREASURER
 For the Year Ended December 31, 2017

Increased by Receipts:		
Due Current Fund	\$ 465,358.05	
Due Trust Other Fund	2,066,871.93	
Grants Receivable	413,499.50	
Reserve for Payment of Debt	96,507.00	
Current Fund Budget Appropriation:		
Down Payments on Improvements	200,000.00	
Capital Improvement Fund	15,000.00	
Open Space Trust Fund Budget Appropriation:		
Down Payments on Improvements	<u>94,750.00</u>	
		<u>\$ 3,351,986.48</u>
		3,351,986.48
Decreased by Disbursements:		
Improvement Authorizations	2,155,258.35	
Reserve for Encumbrances	74,795.14	
Contracts Payable	<u>914,843.32</u>	
		<u>3,144,896.81</u>
Balance Dec. 31, 2017		<u><u>\$ 207,089.67</u></u>

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2017

	Balance (Deficit) Dec. 31, 2016	Receipts		Disbursements			Balance (Deficit) Dec. 31, 2017	
		Budget Appropriations	Miscellaneous	Improvement Authorizations	Miscellaneous	Transfers From To		
Fund Balance	\$ 62,690.03						\$ 62,690.03	
Capital Improvement Fund	363,762.07	\$ 15,000.00				\$ 180,250.00	198,512.07	
Down Payments on Improvements		294,750.00				294,750.00		
Improvement Authorizations:								
2012-3706 Cedar Lane Streetscape Project	10,391.00						10,391.00	
2007-4027 HVAC Upgrades for Library & Municipal Building	(0.10)					\$ 800.00	799.90	
2008-4074 Various Capital Improvements	3,545.48						3,545.48	
2009-4138 Pool, Courts, Field Upgrades Various Parks	12,280.00						12,280.00	
2009-4166 Improvements to Votee Park Pool	55,026.27					55,026.27		
2009-4168 Sanitary Sewer Perry Lane and Lozier Place	146,676.41					146,676.41		
2009-4189 Wading Pools/BB Courts BCOS	81,654.00					81,654.00		
2010-4195 ADA Ramps & Curbs - BCDPW	60,945.10					60,945.10		
2010-4205 Radio Communication Upgrade Equipment	37,000.46			\$ 24,645.50		12,354.96		
2011-4214 Fire House Signal Improvements	5,469.15					5,469.15		
2011-4215 Install Fencing at Votee Park	94,647.06			580.44			94,066.62	
2011-4217 Improvement to GlenPointe Sanitary Sewer Pump Station	217,147.06			580.44			216,566.62	
2011-4219 Sagemore Park Fencing and Trail Paving						1,322.00	1,322.00	
2011-4220 HVAC Improvement to Library, Police and Municipal Buildings	89,793.43			41,880.00		167,797.86	119,884.43	
2011-4221 Sanitary Sewer Improvements	168,920.06					174,671.69	5,751.63	
2011-4222 Renovation of Old Police Headquarters Building				984.47		24,808.88	25,793.35	
2011-4223 Various Public Improvements	378,199.36			1,748.44		115,450.92	261,000.00	
2011-4235 Acquisition of Radio Communication Upgrade Equipment	20,065.52			1,222.15		27,500.79	106,342.58	
2011-4236 Acquisition of Fire Dept. Vehicles & Equipment	15,218.70					3,070.44	12,148.26	
2011-4238 2011 Road Resurf. & Sidewalk & curb Improvements Program	69,591.85			580.44		59,375.86	10,905.68	
2011-4240 Resurfacing of Various Municipal Parking Lots	3,159.55			580.44			2,579.11	
2011-4242 Acquisition of Sign Making Equipment for DPW	4.81						4.81	
2011-4253 Open Space Park Projects	16,141.00			6,152.41			9,988.59	
2012-4267 2012 Road & Municipal Parking Lot Resurfacing Program	2,030.00			2,030.00			265,604.83	
2012-4270/2013-22 Acquisition of Emergency Generators	(825.35)			45.65			1,835.01	
2012-4272 Installation of Library Roof Drainage System	25,000.00						25,000.00	
2012-4273 Stormwater Drainage Improv. Tokoloka & Dearborn	9,973.25			870.66			9,102.59	
2013-03 Votee Park - Turf Field	(747,745.22)			13,275.00		14,159.51	321,682.67	
2013-06 Police and Fire Equipment	2,465.45						2,465.45	
2013-16 ADA Bathrooms - Belle	20,125.00						20,125.00	
2013-21 Ayers Lozier - CDBG	19,158.10					19,158.10		
2014-25 2014 Road Improvements	(659,743.24)			25,103.88		215,152.88	17,289.17	
2014-26 Stormwater Drainage Improvements	(950,000.00)						(950,000.00)	
2014-28 Emergency Services Equipment	14,547.90					197,461.45	(182,913.55)	
2014-29 DPW Vehicles and Equipment	(456,000.00)						(456,000.00)	
2014-46 Acquisition of Equipment	60,050.00			21,150.15			38,899.85	
2015-23 Various Public Improvements and Acquisition of Equipment	(116,918.38)					91,859.48	(28,777.86)	
2015-26 Purchase of Fire Equipment	1,603.36						1,603.36	
2015-44 Various Public Improvements and Acquisition of IT Equipment	(887,104.14)			2,298.36		187,775.25	0.86	
2016-16 Improvements to Votee Park and Acquisition of Equipment	644,553.28			34,612.74		69,018.16	540,922.38	
2016-18 Various Public Improvements and Acquisition of Equipment	(129,741.03)			557,112.70		139,474.09	(826,327.82)	
2017-10 Various Public Improvements and Acquisition of IT Equipment				1,419,804.48		3,404,755.52	475,000.00	
Due from New Jersey Department of Transportation	(349,207.50)		\$ 228,375.00				7,957.50	
Due from Community Development Block Grant	(266,124.50)		185,124.50				(81,000.00)	
Reserve for Payment of Debt			96,507.00				739,120.80	
Reserve for Encumbrances	578,200.91				\$ 74,795.14	496,838.69	446,758.82	
Contracts Payable	1,620,774.39				914,843.32	573,904.53	4,392,246.29	
Due Current Fund	(457,400.55)		465,358.05			7,957.50	4,524,272.83	
Due Trust Other Fund			2,066,871.93				2,066,871.93	
	-	\$ 309,750.00	\$ 3,042,236.48	\$ 2,155,258.35	\$ 989,638.46	\$ 6,827,317.49	\$ 6,827,317.49	\$ 207,089.67

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of Grant Receivables
 For the Year Ended December 31, 2017

Ordinance Number	Description	Balance Dec. 31, 2016	Increased		Decreased		Balance Dec. 31, 2017
			Awards	Receipts	Receipts	Canceled to Current Fund Operations	
<u>New Jersey State Road Aid Grants</u>							
2009-4160	Queen Anne Road Sidewalk Improvement Study	\$ 1,207.50				\$ 1,207.50	
2009-4160	Cedar Lane /Palisades Park Intersection Impr.	6,750.00				6,750.00	
2014-25	Queen Anne Road (W Englewood to W Tryon)	37,250.00					\$ 37,250.00
2016-18	Various Public Improvements and Acquisition of Equipment	304,000.00		\$ 228,375.00			75,625.00
		<u>349,207.50</u>	<u>-</u>	<u>228,375.00</u>		<u>7,957.50</u>	<u>112,875.00</u>
<u>Community Development: Block Grants</u>							
2010-4195	ADA Ramps & Curbs - BCDPW	54,000.00		54,000.00			
2012-4251	Lozier Place Sanitary Sewer	23,999.50		23,999.50			
2013-16	ADA Bathrooms	20,125.00		20,125.00			
2015-44	Various Public Improvements and Acquisition of IT Equipment	87,000.00		87,000.00			
2016-18	Various Public Improvements and Acquisition of Equipment	81,000.00					81,000.00
		<u>266,124.50</u>	<u>-</u>	<u>185,124.50</u>		<u>-</u>	<u>81,000.00</u>
		<u>\$ 615,332.00</u>	<u>-</u>	<u>\$ 413,499.50</u>		<u>\$ 7,957.50</u>	<u>\$ 193,875.00</u>

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation--Funded
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 15,595,166.32
Decreased by:		
2017 Budget Appropriations:		
Serial Bonds	\$ 900,000.00	
Capital Leases	83,119.65	
Downtown Business Improvement Loan	40,000.00	
Green Acres Loan	<u>5,512.83</u>	
		<u>1,028,632.48</u>
Balance Dec. 31, 2017		<u><u>\$ 14,566,533.84</u></u>

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of Deferred Charges to Future Taxation--Unfunded
 For the Year Ended December 31, 2017

Ordinance Number	Improvement Description	Balance Dec. 31, 2016	2017 Authorizations	Adjustments	Funded by Budget Appropriation	Balance Dec. 31, 2017	Analysis of Balance Dec. 31, 2017		
							Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
2007-4027	HVAC Upgrades for Library & Municipal Building	\$ 33,351.76				\$ 33,351.76			\$ 33,351.76
2009-4128	Refunding Bond Ordinance - Emergency Judgments	3,275,000.00			\$ 800,000.00	2,475,000.00	\$ 2,475,000.00		
2010-4204	Acquisition of DPW Trucks and Equipment	520,450.00			37,450.00	483,000.00	483,000.00		
2011-4215	Install Fencing at Votee Park	89,725.00			3,725.00	86,000.00	86,000.00		
2011-4217	Improvement to GlenPointe Sanitary Sewer Pump Station	206,700.00			4,700.00	202,000.00	202,000.00		
2011-4222	Renovation of Old Police Headquarters Building	1,686,424.00			45,424.00	1,641,000.00	1,641,000.00		
2011-4223	Various Public Improvements	271,900.00			10,900.00	261,000.00	261,000.00		
2011-4235	Acquisition of Radio Communication Upgrade Equipment	200,762.00			11,762.00	189,000.00	189,000.00		
2011-4236	Acquisition of Fire Dept. Vehicles & Equipment	126,850.00			16,850.00	110,000.00	110,000.00		
2011-4238	2011 Road Resurf. & Sidewalk & Curb Improvements Program	1,033,400.00			43,400.00	990,000.00	990,000.00		
2011-4239	Stormwater Drainage Improvements - Various	88,300.00			5,300.00	83,000.00	83,000.00		
2011-4240	Resurfacing of Various Municipal Parking Lots	307,150.00			24,150.00	283,000.00	283,000.00		
2011-4242	Acquisition of Sign Making Equipment for DPW	47,000.00			47,000.00				
2012-4267	2012 Road & Municipal Parking Lot Resurfacing Program	1,866,650.00			86,650.00	1,780,000.00	1,780,000.00		
2012-4270/2013-22	Acquisition of Emergency Generators	657,600.00			20,729.00	636,871.00	636,000.00		871.00
2012-4273	Stormwater Drainage Impr. Tokoloka & Dearborn	169,100.00			2,100.00	167,000.00	167,000.00		
2013-03	Votee Park - Turf Field	1,174,800.28				1,174,800.28		\$ 453,497.06	721,303.22
2013-06	Police and Fire Equipment	819,960.00		\$ (11,100.00)	89,860.00	719,000.00	719,000.00		
2014-25	2014 Road Improvements	1,888,900.00		11,100.00		1,900,000.00	1,000,000.00	882,710.83	17,289.17
2014-26	Stormwater Drainage Improvements	950,000.00				950,000.00		950,000.00	
2014-28	Emergency Services Equipment	285,000.00				285,000.00		182,913.55	102,086.45
2014-29	DPW Vehicles and Equipment	456,000.00				456,000.00		456,000.00	
2015-23	Various Public Improvements and Acquisition of Equipment	395,200.00				395,200.00		208,777.86	186,422.14
2015-44	Various Public Improvements and Acquisition of IT Equipment	1,511,450.00				1,511,450.00		1,077,176.89	434,273.11
2016-18	Various Public Improvements and Acquisition of Equipment	2,587,800.00				2,587,800.00		826,327.82	1,761,472.18
2017-10	Various Public Improvements and Acquisition of IT Equipment		\$ 9,075,000.00			9,075,000.00		4,349,560.00	4,725,440.00
		<u>\$ 20,649,473.04</u>	<u>\$ 9,075,000.00</u>	<u>-</u>	<u>\$ 1,250,000.00</u>	<u>\$ 28,474,473.04</u>	<u>\$ 11,105,000.00</u>	<u>\$ 9,386,964.01</u>	<u>\$ 7,982,509.03</u>
Improvement Authorizations Unfunded									\$ 8,941,621.54
Less Unexpended Proceeds of Bond Anticipation Notes:									
Ordinance Number:									
2011-4215									\$ 86,000.00
2011-4217									202,000.00
2011-4223									261,000.00
2011-4235									106,342.58
2011-4236									12,148.26
2011-4238									10,905.68
2011-4240									2,579.11
2012-4267									265,604.83
2012-4270/22-2013									965.01
2012-4273									9,102.59
2013-06									2,465.45
									<u>959,113.51</u>
									<u>\$ 7,982,508.03</u>

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2017

Ordinance Number	Improvement Description	Ordinance Date	Balance Dec. 31, 2016		2017 Authorizations			Balance Dec. 31, 2017			
			Funded	Unfunded	Capital Improvement Fund	Down Payments on Improvements	Deferred Charges To Future Taxation Unfunded	Adjustments	Paid or Charged	Funded	Unfunded
										Amount	Amount
2002-3706	Cedar Lane Streetscape Project	03-12-02	\$ 2,241,000.00	\$ 10,391.00						\$ 10,391.00	
2007-4027	HVAC Upgrades for Library & Municipal Building	08-21-07	475,000.00	\$ 33,351.66				\$ 800.00		799.90	\$ 33,351.76
2008-4074	Various Capital Improvements	05-27-08	126,500.00	3,545.48						3,545.48	
2009-4138	Pool, Courts, Field Upgrades Various Parks	06-23-09	140,000.00	12,280.00						12,280.00	
2009-4166	Improvements to Votee Park Pool	11-23-09	200,000.00	55,026.27				(47,972.95)	\$ 7,053.32		
2009-4168	Sanitary Sewer Perry Lane and Lozier Place	11-23-09	156,000.00	146,676.41				(146,676.41)			
2009-4189	Wading Pools/BB Courts BCOS	07-27-10	163,308.00	81,654.00				(81,654.00)			
2010-4195	ADA Ramps & Curbs - BCDPW	08-10-10	108,000.00	60,945.10				(60,945.10)			
2010-4205	Radio Communication Upgrade Equipment	10-12-10	225,000.00	37,000.46					37,000.46		
2011-4214	Fire House Signal Improvements	02-08-11	120,000.00	5,469.15				(5,469.15)			
2011-4215	Install Fencing at Votee Park	02-08-11	95,500.00	4,922.06		89,725.00			580.44	8,066.62	86,000.00
2011-4217	Improvement to GlenPointe Sanitary Sewer Pump Station	02-08-11	220,000.00	10,447.06		206,700.00			580.44	14,566.62	202,000.00
2011-4219	Sagmore Park Fencing and Trail Paving	02-22-11	22,000.00					1,322.00		1,322.00	
2011-4220	HVAC Improvement to Library, Police and Municipal Buildings	02-22-11	1,000,000.00	89,793.43				(14,293.43)	75,500.00		
2011-4221	Sanitary Sewer Improvements	02-22-11	1,090,000.00	168,920.06				(168,920.06)			
2011-4222	Renovation of Old Police Headquarters Building	02-22-11	3,500,000.00					25,793.35	25,793.35		
2011-4223	Various Public Improvements	02-22-11	500,000.00	106,299.36		271,900.00		(87,553.64)	29,645.72		261,000.00
2011-4235	Acquisition of Radio Communication Upgrade Equipment	05-24-11	213,750.00	130,065.52				5,000.00	28,722.94		106,342.58
2011-4236	Acquisition of Fire Dept. Vehicles & Equipment	06-28-11	135,000.00	15,218.70					3,070.44		12,148.26
2011-4238	2011 Road Resurf. & Sidewalk & curb Improvements Program	06-28-11	1,100,000.00	69,591.85				1,270.13	59,956.30		10,905.68
2011-4240	Resurfacing of Various Municipal Parking Lots	06-28-11	327,000.00	3,159.55					580.44		2,579.11
2011-4242	Acquisition of Sign Making Equipment for DPW	09-13-11	50,000.00	4.81						4.81	
2011-4253	Open Space Park Projects	03-06-12	150,000.00	16,141.00					6,152.41	9,988.59	
2012-4267	2012 Road & Municipal Parking Lot Resurfacing Program	08-14-12	1,987,000.00	2,030.00				265,604.83	2,030.00		265,604.83
2012-4270/2013-22	Acquisition of Emergency Generators	09-11-12	400,000.00	45.65				1,835.01	45.65		1,835.01
2012-4272	Installation of Library Roof Drainage System	09-24-12	25,000.00	25,000.00						25,000.00	
2012-4273	Stormwater Drainage Improv. Tokoloka & Dearborn	09-24-12	180,000.00	9,973.25					870.66		9,102.59
2013-03	Votee Park - Turf Field	02-19-13	4,200,000.00	427,055.06				321,682.67	27,434.51		721,303.22
2013-06	Police and Fire Equipment	03-19-13	872,800.00	2,465.45							2,465.45
2013-16	ADA Bathrooms - Belle	04-23-13	20,125.00	20,125.00						20,125.00	
2013-21	Ayers Lozier - CDBG	06-25-13	181,119.00	19,158.10					19,158.10		
2014-25	2014 Road Improvements	08-12-14	2,149,000.00	240,256.76				17,289.17	240,256.76		17,289.17
2014-28	Emergency Services Equipment	08-12-14	300,000.00	14,547.90		285,000.00			197,461.45		102,086.45
2014-46	Acquisition of Equipment	12-17-14	100,000.00	60,050.00					21,150.15	38,899.85	
2015-23	Various Public Improvements and Acquisition of Equipment	06-09-15	416,000.00	278,281.62					91,859.48		186,422.14
2015-26	Purchase of Fire Equipment	07-14-15	30,000.00	1,603.36						1,603.36	
2015-44	Various Public Improvements and Acquisition of IT Equipment	11-10-15	1,678,000.00	624,345.86				0.86	190,073.61		434,273.11
2016-16	Improvements to Votee Park and Acquisition of Equipment	06-28-16	645,000.00	644,553.28					103,630.90	540,922.38	
2016-18	Various Public Improvements and Acquisition of Equipment	06-28-16	3,109,000.00	2,458,058.97					696,586.79		1,761,472.18
2017-10	Various Public Improvements and Acquisition of IT Equipment	04-25-17	9,550,000.00						4,824,560.00		4,725,440.00
			<u>\$ 1,594,548.48</u>	<u>\$ 5,147,229.71</u>	<u>\$ 180,250.00</u>	<u>\$ 294,750.00</u>	<u>\$ 9,075,000.00</u>	<u>\$ 27,113.28</u>	<u>\$ 6,689,754.32</u>	<u>\$ 687,515.61</u>	<u>\$ 8,941,621.54</u>
Open Space Fund Budget Appropriation									\$ 94,750.00		
Current Fund Budget Appropriation									200,000.00		
									<u>\$ 294,750.00</u>		
Canceled Reserve for Encumbrances									\$ 496,838.69		
Canceled Contracts Payable									269,395.39		
Canceled to Reserve for Payment of Debt									(739,120.80)		
									<u>\$ 27,113.28</u>		
Disbursements									\$ 2,155,258.35		
Contracts Payable									4,087,737.15		
Reserve for Encumbrances									446,758.82		
									<u>\$ 6,689,754.32</u>		

TOWNSHIP OF TEANECK
 GENERAL CAPITAL FUND
 Statement of Capital Improvement Fund
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 363,762.07
Increased by:		
Receipts -- 2017 Budget Appropriation		<u>15,000.00</u>
		378,762.07
Decreased by:		
Appropriation to Finance Improvement Authorizations		<u>180,250.00</u>
Balance Dec. 31, 2017		<u><u>\$ 198,512.07</u></u>

GENERAL CAPITAL FUND
 Statement of Reserve for Encumbrances
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 578,200.91
Increased by:		
Charges to Improvement Authorizations		<u>446,758.82</u>
		1,024,959.7
Decreased by:		
Disbursements	\$ 74,795.14	
Canceled to Improvement Authorizations	<u>496,838.69</u>	
		<u>571,633.83</u>
Balance Dec. 31, 2017		<u><u>\$ 453,325.90</u></u>

GENERAL CAPITAL FUND
 Statement of Due from Current Fund
 For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$ 457,400.55
Increased by:		
NJDOT Grants Receivable Canceled		<u>7,957.50</u>
		465,358.05
Decreased by:		
Receipts:		
Interfund Loans Returned		<u>\$ 465,358.05</u>

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of General Serial Bonds
 For the Year Ended December 31, 2017

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2017</u>			<u>Balance Dec. 31, 2016</u>	<u>Increased</u>	<u>Paid by Current Fund Budget Appropriation</u>	<u>Balance Dec. 31, 2017</u>
			<u>Date</u>	<u>Amount</u>	<u>Rate</u>				
General Improvement Bonds of 2013	4/15/2013	\$ 10,000,000.00	4/15/2018	\$ 500,000.00	2.000%				
			4/15/2019	500,000.00	2.000%				
			4/15/2020	500,000.00	2.000%				
			4/15/2021	500,000.00	2.000%				
			4/15/2022	500,000.00	2.000%				
			4/15/2023	500,000.00	2.000%				
			4/15/2024	500,000.00	3.000%				
			4/15/2025	500,000.00	3.000%				
			4/15/2026	500,000.00	3.000%				
			4/15/2027	500,000.00	3.000%				
			4/15/2028	600,000.00	3.000%				
			4/15/2029	600,000.00	3.000%				
			4/15/2030	600,000.00	3.000%				
			4/15/2031	600,000.00	3.000%				
4/15/2032	600,000.00	3.000%		\$ 8,500,000.00		\$ 500,000.00	\$ 8,000,000.00		
General Improvement Bonds of 2014	7/15/2014	7,200,000.00	4/15/2018	400,000.00	1.250%				
			4/15/2019	400,000.00	2.000%				
			4/15/2020	400,000.00	2.000%				
			4/15/2021	400,000.00	2.000%				
			4/15/2022	400,000.00	2.000%				
			4/15/2023	400,000.00	2.125%				
			4/15/2024	400,000.00	2.250%				
			4/15/2025	400,000.00	3.000%				
			4/15/2026	400,000.00	3.000%				
			4/15/2027	500,000.00	3.000%				
			4/15/2028	500,000.00	3.000%				
			4/15/2029	500,000.00	3.000%				
			4/15/2030	500,000.00	3.000%				
			4/15/2031	600,000.00	3.000%				
						<u>6,600,000.00</u>		<u>400,000.00</u>	<u>6,200,000.00</u>
						<u>\$ 15,100,000.00</u>	<u>-</u>	<u>\$ 900,000.00</u>	<u>\$ 14,200,000.00</u>

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2017

Ordinance Number	Improvement Description	Date of Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2016	Increased	Decreased	Balance Dec. 31, 2017
2009-4128	Refunding Bond Ordinance - Emergency Judgments	07/07/09	04/08/16	04/07/17	0.83%	\$ 3,275,000.00		\$ 3,275,000.00	
2009-4128	Refunding Bond Ordinance - Emergency Judgments	07/07/09	04/07/17	04/06/18	1.04%		\$ 2,475,000.00		\$ 2,475,000.00
2010-4204	Acquisition of DPW Trucks and Equipment	08/14/14	08/12/16	08/10/17	0.75%	520,450.00		520,450.00	
2010-4204	Acquisition of DPW Trucks and Equipment	08/14/14	08/10/17	08/10/18	2.25%		483,000.00		483,000.00
2011-4215	Install Fencing at Votee Park	08/14/14	08/12/16	08/10/17	0.75%	89,725.00		89,725.00	
2011-4215	Install Fencing at Votee Park	08/14/14	08/10/17	08/10/18	2.25%		86,000.00		86,000.00
2011-4217	Improvement to GlenPointe Sanitary Sewer Pump Station	08/14/14	08/12/16	08/10/17	0.75%	206,700.00		206,700.00	
2011-4217	Improvement to GlenPointe Sanitary Sewer Pump Station	08/14/14	08/10/17	08/10/18	2.25%		202,000.00		202,000.00
2011-4222	Renovation of Old Police Headquarters Building	08/14/14	08/12/16	08/10/17	0.75%	1,686,424.00		1,686,424.00	
2011-4222	Renovation of Old Police Headquarters Building	08/14/14	08/10/17	08/10/18	2.25%		1,641,000.00		1,641,000.00
2011-4223	Various Public Improvements	08/14/14	08/12/16	08/10/17	0.75%	271,900.00		271,900.00	
2011-4223	Various Public Improvements	08/14/14	08/10/17	08/10/18	2.25%		261,000.00		261,000.00
2011-4235	Acquisition of Radio Communication Upgrade Equipment	08/14/14	08/12/16	08/10/17	0.75%	200,762.00		200,762.00	
2011-4235	Acquisition of Radio Communication Upgrade Equipment	08/14/14	08/10/17	08/10/18	2.25%		189,000.00		189,000.00
2011-4236	Acquisition of Fire Dept. Vehicles & Equipment	08/14/14	08/12/16	08/10/17	0.75%	126,850.00		126,850.00	
2011-4236	Acquisition of Fire Dept. Vehicles & Equipment	08/14/14	08/10/17	08/10/18	2.25%		110,000.00		110,000.00
2011-4238	2011 Road Resurf. & Sidewalk & Curb Improvements Program	08/14/14	08/12/16	08/10/17	0.75%	1,033,400.00		1,033,400.00	
2011-4238	2011 Road Resurf. & Sidewalk & Curb Improvements Program	08/14/14	08/10/17	08/10/18	2.25%		990,000.00		990,000.00
2011-4239	Stormwater Drainage Improvements - Various	08/14/14	08/12/16	08/10/17	0.75%	88,300.00		88,300.00	
2011-4239	Stormwater Drainage Improvements - Various	08/14/14	08/10/17	08/10/18	2.25%		83,000.00		83,000.00
2011-4240	Resurfacing of Various Municipal Parking Lots	08/14/14	08/12/16	08/10/17	0.75%	307,150.00		307,150.00	
2011-4240	Resurfacing of Various Municipal Parking Lots	08/14/14	08/10/17	08/10/18	2.25%		283,000.00		283,000.00
2011-4242	Acquisition of Sign Making Equipment for DPW	08/14/14	08/12/16	08/10/17	0.75%	47,000.00		47,000.00	
2012-4267	2012 Road & Municipal Parking Lot Resurfacing Program	08/14/14	08/12/16	08/10/17	0.75%	1,866,650.00		1,866,650.00	
2012-4267	2012 Road & Municipal Parking Lot Resurfacing Program	08/14/14	08/10/17	08/10/18	2.25%		1,780,000.00		1,780,000.00
2012-4270/2013-22	Acquisition of Emergency Generators	08/14/14	08/12/16	08/10/17	0.75%	656,729.00		656,729.00	
2012-4270/2013-22	Acquisition of Emergency Generators	08/14/14	08/10/17	08/10/18	2.25%		636,000.00		636,000.00
2012-4273	Stormwater Drainage Impr. Tokoloka & Dearborn	08/14/14	08/12/16	08/10/17	0.75%	169,100.00		169,100.00	
2012-4273	Stormwater Drainage Impr. Tokoloka & Dearborn	08/14/14	08/10/17	08/10/18	2.25%		167,000.00		167,000.00
2013-06	Police and Fire Equipment	08/14/14	08/12/16	08/10/17	0.75%	819,960.00		819,960.00	
2013-06	Police and Fire Equipment	08/14/14	08/10/17	08/10/18	2.25%		719,000.00		719,000.00
2014-25	2014 Road Improvements	08/14/15	08/12/16	08/10/17	0.75%	988,900.00		988,900.00	
2014-25	2014 Road Improvements	08/14/15	08/10/17	08/10/18	2.25%		1,000,000.00		1,000,000.00
						<u>\$ 12,355,000.00</u>	<u>\$ 11,105,000.00</u>	<u>\$ 12,355,000.00</u>	<u>\$ 11,105,000.00</u>
Renewals							\$ 11,105,000.00	\$ 11,105,000.00	
Paid by Budget Appropriation								1,250,000.00	
							<u>\$ 11,105,000.00</u>	<u>\$ 12,355,000.00</u>	

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of Obligations Under Capital Leases
 For the Year Ended December 31, 2017

<u>Series</u>	<u>Date of Lease</u>	<u>Term of Lease</u>	<u>Principal Amount</u>	<u>Payment Schedule</u>		<u>Balance (a) Dec. 31, 2016</u>	<u>Retired Current Year</u>	<u>Balance (a) Dec. 31, 2017</u>
				<u>Date</u>	<u>Amount</u>			
Bergen County Improvement Authority-Various Equipment	9/12/2008	10 Years	\$1,557,775.00	9/12/2018	\$ 86,012.21	<u>\$ 169,131.86</u>	<u>\$ 83,119.65</u>	<u>\$ 86,012.21</u>

(a) Does not include interest.

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
 Statement of Long Term Loan Payable--
 New Jersey Downtown Business Improvement Loan Fund
 For the Year Ended December 31, 2017

<u>Purpose</u>	<u>Loan Amount</u>	<u>Payment Schedule</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2016</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2017</u>
		<u>Date</u>	<u>Amount</u>				
Business Improvement Loan	\$ 600,000.00	8/1/17-21	\$ 40,000.00	0.00%	<u>\$ 200,000.00</u>	<u>\$ 40,000.00</u>	<u>\$ 160,000.00</u>

Exhibit SC-14

GENERAL CAPITAL FUND
 Statement of New Jersey Green Acres Assistance Loan Payable
 For the Year Ended December 31, 2017

<u>Purpose</u>	<u>Loan Amount</u>	<u>Payment Schedule</u>		<u>Interest Rate</u>	<u>Balance (a) Dec. 31, 2016</u>	<u>Paid by Open Space Budget Appropriation</u>	<u>Balance (a) Dec. 31, 2017</u>
		<u>Date</u>	<u>Amount</u>				
Votee Park Turf Field	\$ 128,750.00	6/17/2018	\$ 2,797.83	2.00%			
		12/17/2018	2,825.80	2.00%			
		6/17/2019	2,854.06	2.00%			
		12/17/2019	2,882.60	2.00%			
		6/17/2020	2,911.43	2.00%			
		12/17/2020	2,940.54	2.00%			
		6/17/2021	2,969.95	2.00%			
		12/17/2021	2,999.65	2.00%			
		6/17/2022	3,029.65	2.00%			
		12/17/2022	3,059.94	2.00%			
		6/17/2023	3,090.54	2.00%			
		12/17/2023	3,121.45	2.00%			
		6/17/2024	3,152.66	2.00%			
		12/17/2024	3,184.19	2.00%			
		6/17/2025	3,216.03	2.00%			
		12/17/2025	3,248.19	2.00%			
		6/17/2026	3,280.67	2.00%			
		12/17/2026	3,313.48	2.00%			
		6/17/2027	3,346.61	2.00%			
		12/17/2027	3,380.08	2.00%			
		6/17/2028	3,413.88	2.00%			
		12/17/2028	3,448.02	2.00%			
		6/17/2029	3,482.50	2.00%			
		12/17/2029	3,517.32	2.00%			
		6/17/2030	3,552.50	2.00%			
		12/17/2030	3,588.02	2.00%			
		6/17/2031	3,623.90	2.00%			
		12/17/2031	3,660.14	2.00%			
		6/17/2032	3,696.74	2.00%			
		12/17/2032	3,733.71	2.00%			
		6/17/2033	3,771.05	2.00%			
		12/17/2033	3,808.76	2.00%			
		6/17/2034	3,846.85	2.00%			
12/17/2034	3,885.31	2.00%					
6/17/2035	3,924.17	2.00%					
12/17/2035	3,963.41	2.00%					
					<u>\$ 126,034.46</u>	<u>\$ 5,512.83</u>	<u>\$ 120,521.63</u>

(a) Does not include interest.

TOWNSHIP OF TEANECK
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2017

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2016</u>	<u>2017 Authorizations</u>	<u>Bonds Issued</u>	<u>Balance Dec. 31, 2017</u>
2007-4027	HVAC Upgrades for Library & Municipal Building	\$ 33,351.76			\$ 33,351.76
2012-4270/2013-22	Acquisition of Emergency Generators	871.00			871.00
2013-03	Votee Park Turf Field	1,174,800.28			1,174,800.28
2014-25	2014 Road Improvements	900,000.00			900,000.00
2014-26	Stormwater Drainage Improvements	950,000.00			950,000.00
2014-28	Emergency Services Equipment	285,000.00			285,000.00
2014-29	DPW Vehicles and Equipment	456,000.00			456,000.00
2015-23	Various Public Improvements and Acquisition of Equipment	395,200.00			395,200.00
2015-44	Various Public Improvements and Acquisition of IT Equipment	1,511,450.00			1,511,450.00
2016-18	Various Public Improvements and Acquisition of Equipment	2,587,800.00			2,587,800.00
2017-10	Various Public Improvements and Acquisition of IT Equipment		\$ 9,075,000.00		9,075,000.00
		<u>\$ 8,294,473.04</u>	<u>\$ 9,075,000.00</u>	<u>-</u>	<u>\$ 17,369,473.04</u>

SUPPLEMENTAL EXHIBITS

PUBLIC ASSISTANCE FUND

TOWNSHIP OF TEANECK
PUBLIC ASSISTANCE FUND
Statement of Public Assistance Cash
Per N.J.S.40A:5-5--Treasurer
For the Year Ended December 31, 2017

Balance Dec. 31, 2016	\$	5,983.86
Increased by Receipts:		
Reserve for Social Services		<u>3,821.84</u>
		9,805.70
Decreased by Disbursements:		
Reserve for Social Services		<u>5,538.90</u>
Balance Dec. 31, 2017	\$	<u><u>4,266.80</u></u>

TOWNSHIP OF TEANECK
PUBLIC ASSISTANCE FUND
Statement of Reserve for Social Services
Per N.J.S.40A:5-5--Treasurer
For the Year Ended December 31, 2017

Balance Dec. 31, 2016		\$	5,983.86
Increased by:			
Donations:			
Receipts			<u>3,821.84</u>
			9,805.70
Decreased by:			
Disbursements	\$	5,538.90	
Reserve for Encumbrances		<u>300.00</u>	
			<u>5,838.90</u>
Balance Dec. 31, 2017		\$	<u><u>3,966.80</u></u>

TOWNSHIP OF TEANECK

PART 2

SCHEDULE OF FINDINGS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2017

TOWNSHIP OF TEANECK
Schedule of Findings and Recommendations
For the Year Ended December 31, 2017

Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Finding No. 2017-001

Criteria or Specific Requirement

Proper internal controls require that the reconciliation of bank accounts and payroll deductions be completed on a monthly basis.

Condition

Our audit of bank reconciliations and payroll processing revealed that the reconciliation of bank accounts and payroll deductions were not completed on a monthly basis.

Context

Most of the bank and payroll deduction reconciliations were not completed on a timely basis.

Effect

An error or the misappropriation of assets could occur and not be detected timely.

Cause

Oversight by the responsible official.

Recommendation

That the reconciliation of bank accounts and payroll deductions be completed on a monthly basis.

View of Responsible Officials and Planned Corrective Action

The responsible officials agree with the finding and will address the matter as part of their corrective action plan.

TOWNSHIP OF TEANECK
Summary Schedule of Prior Year Audit Findings
and Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

FINANCIAL STATEMENT FINDINGS

Finding No. 2016-001

Condition

Our audit of contracts and Chapter 271 of the laws of 2005 revealed that 271 and business entity disclosure forms were not obtained from five vendors who were awarded contracts in excess of \$17,500.00.

Current Status

The condition has been resolved.

Finding No. 2016-002

Condition

Our audit of bank reconciliations and payroll processing revealed that the reconciliation of bank accounts and payroll deductions were not completed on a monthly basis.

Current Status

The condition remains unchanged as evidenced by finding number 2017-001.

Planned Corrective Action

The responsible official will establish procedures to correct this situation.

TOWNSHIP OF TEANECK
Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Mohammed Z. Hameeduddin	Mayor	\$1,000,000.00(A)
Elie Y. Katz	Council Member/Deputy Mayor	1,000,000.00(A)
Henry J. Pruitt	Council Member/Deputy Mayor	1,000,000.00(A)
Jason Castle	Council Member	1,000,000.00(A)
Gerbonn Romney Rice	Council Member	1,000,000.00(A)
Mark J. Schwartz	Council Member	1,000,000.00(A)
Alan Sohn	Council Member	1,000,000.00(A)
William Broughton	Township Manager	1,000,000.00(A)
Issa A. Abbasi	Township Clerk	1,000,000.00(A)
Michael Mariniello	Interim Chief Financial Officer	1,000,000.00(A)
Natalie B. Huttinot	Tax Collector	1,000,000.00(B)
Jessica Lewis	Assistant Tax Collector	1,000,000.00(B)
James E. Young, Jr.	Municipal Judge	1,000,000.00(B)
Craig Ferdinand	Municipal Court Administrator (From March 13,2017)	1,000,000.00(A)
Christy Moore	Acting Municipal Court Administrator (To March 13, 2017)	1,000,000.00(A)
Christy Moore	Deputy Municipal Court Administrator (From March 13, 2017)	1,000,000.00(A)
Farah Gilani	Township Engineer	
Mark Bocchino	Construction Code/Zoning Official	1,000,000.00(A)
Robert Carney	Police Chief	1,000,000.00(A)
Anthony Verley	Fire Chief	1,000,000.00(A)
Martin Rolaf	Fire Official	1,000,000.00(A)
Kevin McQuire	Fire Sub-Code Official	1,000,000.00(A)
Ken Katter	Health Officer	1,000,000.00(A)
Laura Turnbull	Registrar of Vital Statistics	1,000,000.00(A)
Michael D. McCue	Library Director	1,000,000.00(A)
William F. Rupp	Attorney (From July 6, 2017)	
John L. Shahdanian II	Attorney (From July 6, 2017)	
Stanley Turitz	Attorney (To July 6, 2017)	
James Tighe	Assessor	1,000,000.00(A)
Glenna Crockett	Superintendent of Recreation	1,000,000.00(A)

- (A) Public Employees' Dishonesty Blanket Position Bond, Aggregate Coverage, with a \$10,000.00 per loss deductible through the Public Entity Joint Insurance Fund.
- (B) Public Employees' Dishonesty Individual Endorsement Bond, with a \$10,000.00 per loss deductible through the Public Entity Joint Insurance Fund.

All of the bonds were examined and were properly executed.

19550

APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the Township officials during the course of the audit.

Respectfully submitted,

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

