

VILLAGE OF RIDGEFIELD PARK
BERGEN COUNTY, NEW JERSEY
REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2012

VILLAGE OF RIDGEFIELD PARK

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VILLAGE OF RIDGEFIELD PARK

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2012



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
GARY W. HIGGINS, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
DONNA L. JAPHET, CPA, PSA
JULIUS B. CONSONI, CPA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA
ANDREW PARENTE, CPA, RMA, PSA
ROBERT W. HAAG, CPA, PSA
DEBORAH K. LERCH, CPA, PSA
RALPH M. PICONE, CPA, RMA, PSA
DEBRA GOLLE, CPA
CINDY JANACEK, CPA, RMA
EDWARD N. KERE, CPA
LORI T. MANUKIAN, CPA, PSA
MARK SACO, CPA

INDEPENDENT AUDITOR'S REPORT

Mayor and Members
of the Board of Commissioners
Village of Ridgefield Park
Ridgefield Park, New Jersey

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various funds and account group of the Village of Ridgefield Park, as of December 31, 2012 and 2011, 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 and statement of expenditures - regulatory basis of the various funds for the year ended December 31, 2012, and the related notes to the financial statements.

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

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statements, the financial statements are prepared and presented by the Village of Ridgefield Park on the basis of financial accounting and reporting principles and practices that demonstrate compliance with the regulatory basis of accounting and budget laws prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey for municipal government entities.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the requirement that the Village of Ridgefield Park prepare and present its financial statements on the regulatory basis of accounting as discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph above, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the Village of Ridgefield Park as of December 31, 2012 and 2011, or changes in financial position, or, where applicable, cash flows for the years then ended.

Basis for Qualified Opinion on Regulatory Basis of Accounting

As discussed in Note 15 of the financial statements, the financial statements – regulatory basis of the Length of Service Awards Program (LOSAP) Trust Fund have not been audited, and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, to audit nor were we engaged to audit the LOSAP Trust Fund financial statements as part of our audit of the Village's financial statements as of and for the years ended December 31, 2012 and 2011. The LOSAP Trust Fund financial activities are included in the Village's Trust Funds, and represent 64 percent and 54 percent of the assets and liabilities, respectively, of the Village's Trust Funds as of December 31, 2012 and 2011.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the LOSAP Trust Fund financial statements been audited as described in the "Basis for Qualified Opinion on Regulatory Basis of Accounting" paragraph above, the financial statements – regulatory basis referred to above present fairly, in all material respects, the financial position – regulatory basis of the various funds and account group of the Village of Ridgefield Park as of December 31, 2012 and 2011, and the results of 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 for the year ended December 31, 2012 in accordance with the basis of financial accounting and reporting 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

Required Supplementary Information

The Village has not presented a management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. A management discussion and analysis is not required by the financial accounting and reporting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to supplement the regulatory basis financial statements and therefore it has not been presented by management. Our opinion on the financial statements – regulatory basis is not affected by this missing information.

Other Information


Our audit was conducted for the purpose of forming an opinion on the financial statements of the Village of Ridgefield Park as a whole. The supplementary schedules listed in the table of contents and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the financial statements of the Village of Ridgefield Park.

The supplementary schedules listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules listed in the table of contents are fairly stated, in all material respects, in relation to the financial statements as a whole on the basis of accounting described in Note 1.


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

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated July 26, 2013 on our consideration of the Village of Ridgefield Park's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Village of Ridgefield Park's internal control over financial reporting and compliance.



LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Registered Municipal Accountants



Dieter P. Lerch
Registered Municipal Accountant
RMA Number CR00398

Fair Lawn, New Jersey
July 26, 2013

VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - CURRENT FUND
AS OF DECEMBER 31, 2012 AND 2011

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
ASSETS			
Regular Fund			
Cash	A-4	\$ 6,353,845	\$ 7,429,490
Cash - Change Funds	A-5	125	125
Due from State of New Jersey -			
Senior Citizen and Veterans' Deductions	A-18	59,825	60,075
Grants Receivable	A-22	<u>8,882</u>	<u>8,882</u>
		<u>6,422,677</u>	<u>7,498,572</u>
Receivables and Other Assets With Full Reserves			
Delinquent Property Taxes Receivable	A-7	1,456,696	756,365
Tax Title Liens	A-8	26,371	24,139
Property Acquired for Taxes -			
Assessed Valuation	A-9	69,840	69,840
Revenue Accounts Receivable	A-10	15,908	16,692
Mortgages Receivables - Fire			
Department Companies	A-11	289,285	302,035
Due from Swimming Pool Capital Fund	D-17	38,000	38,000
Due from Swimming Pool Operating Fund	D-13	106,953	40,387
Due from General Capital Fund	C-6	817,679	
Due from Other Trust Fund	B-18	42,964	
Due from Assessment Trust Fund	B-4		9
Due from Animal Control Fund	B-7	73	44
Due from Public Assistance Fund	E-5	<u>207</u>	<u>171</u>
		<u>2,863,976</u>	<u>1,247,682</u>
Deferred Charges			
Special Emergency Authorizations	A-15	<u>42,000</u>	<u>56,000</u>
		<u>42,000</u>	<u>56,000</u>
Total Assets		<u>\$ 9,328,653</u>	<u>\$ 8,802,254</u>

VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - CURRENT FUND
AS OF DECEMBER 31, 2012 AND 2011

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund			
Liabilities			
Appropriation Reserves	A-3,A-12	\$ 886,909	\$ 1,099,796
Encumbrances Payable	A-13	450,168	389,695
Accounts Payable	A-26	7,613	
Prepaid Taxes	A-17	251,692	117,727
Fees Payable	A-14	1,231	982
Tax Overpayments	A-19	114,190	184,049
Reserve for Library State Aid	A-16	30,202	30,535
Due to General Capital Fund	C-6		277,463
Due to Other Trust Fund	B-18		155,563
Reserve for LOSAP	B	102,250	132,250
Due to Health Benefits Trust Fund	B-32	13,260	13,288
School Taxes Payable	A-21	2,601,132	2,281,781
County Taxes Payable	A-20	1,803	762
Appropriated Reserves for Grants	A-24	223,664	186,267
Unappropriated Reserves for Grants	A-25		7,154
Reserve for Tax Stabilization	A-27	500,000	
Reserve for Tax Appeals	A-23	<u>208,528</u>	<u>237,773</u>
		5,392,642	5,115,085
Reserve for Receivables and Other Assets	A	2,863,976	1,247,682
Fund Balance	A-1	<u>1,072,035</u>	<u>2,439,487</u>
Total Liabilities, Reserve and Fund Balance		<u>\$ 9,328,653</u>	<u>\$ 8,802,254</u>

VILLAGE OF RIDGEFIELD PARK
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE
REGULATORY BASIS - CURRENT FUND
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	<u>Reference</u>	<u>Year 2012</u>	<u>Year 2011</u>
REVENUE AND OTHER INCOME REALIZED			
Fund Balance Utilized	A-2	\$ 1,429,400	\$ 950,000
Miscellaneous Revenue Anticipated	A-2	2,896,094	3,294,737
Receipts from Delinquent Taxes	A-2	756,365	723,135
Receipts from Current Taxes	A-2	39,457,108	39,143,116
Non-Budget Revenue	A-2	426,862	637,849
Other Credits to Income			
Interfunds Returned	A		27,716
Unexpended Balance of Appropriation Reserves	A-12	854,879	697,621
Swim Pool Operating Appropriation Reserves Lapsed	D-13	22,000	
Cancellation of Tax Overpayments	A-19	56,910	
Cancellation of Accounts Payable	A	-	28,874
		<u>45,899,618</u>	<u>45,503,048</u>
Total Income			
EXPENDITURES			
Budget and Emergency Appropriations			
Operations			
Salaries and Wages	A-3	7,691,451	7,461,281
Other Expenses	A-3	8,409,288	8,223,672
Deferred Charges and Statutory			
Expenditures - Municipal	A-3	1,602,213	1,683,332
Capital Improvements	A-3	50,000	50,000
Municipal Debt Service	A-3	1,775,993	1,739,240
County Taxes Payable	A-20	2,952,677	2,726,992
Local District School Taxes Payable	A-21	22,362,835	22,027,948
Interfund Loans Made	A	927,265	
Senior Citizen/Veteran Deduction Disallowed - Prior Year	A-7		3,750
Refund of Prior Years Revenue	A-4	65,948	1,481
		<u>45,837,670</u>	<u>43,917,696</u>
Total Expenditures			
Excess in Revenue to Fund Balance		61,948	1,585,352
FUND BALANCE, JANUARY 1	A	<u>2,439,487</u>	<u>1,804,135</u>
		2,501,435	3,389,487
Decreased by:			
Utilization as Anticipated Revenue	A-1	<u>1,429,400</u>	<u>950,000</u>
FUND BALANCE, DECEMBER 31	A	<u>\$ 1,072,035</u>	<u>\$ 2,439,487</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Reference</u>	<u>2012 Budget</u>	<u>Added By N.J.S 40a:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
FUND BALANCE	A-1	\$ 1,429,400	-	\$ 1,429,400	-
MISCELLANEOUS REVENUES					
Licenses					
Alcoholic Beverages	A-10	5,000		4,845	\$ (155)
Other - Village Clerk	A-10	17,000		18,830	1,830
Fees and Permits	A-2	67,000		58,659	(8,341)
Fines and Costs					
Municipal Court	A-10	247,000		214,772	(32,228)
Interest and Costs on Taxes	A-10	224,000		151,773	(72,227)
Parking Meters	A-10	15,000		30,337	15,337
Interest on Investments and Deposits	A-2	15,000		30,742	15,742
Energy Receipts Tax	A-10	1,064,978		1,064,978	
Consolidated Municipal Property Tax					
Relief Aid	A-10	151,647		151,647	
Uniform Construction Code Fees	A-10	250,000		214,227	(35,773)
Special Items:					
Reserve for Alcohol Education Grant	A-25	4,045		4,045	
State Forestry Grant	A-22	5,285		5,285	
Reserve for Over the Limit Under Arrest	A-25	3,109		3,109	
Clean Communities Grant	A-22		\$ 16,416	16,416	
Office of Emergency Management	A-22		5,000	5,000	
Click It or Ticket	A-22		3,465	3,465	
Body Armor Fund	A-22		3,040	3,040	
Uniform Fire Safety	A-10	22,000		23,712	1,712
Fund Balance - Other Trust Fund	B-2	80,000		80,000	
Long-Term Lease of Municipal Property					
Hartz Mountain Ind., Inc. - Lease Payments	A-10	575,000		517,561	(57,439)
Hartz Mountain-Lease Pymts-Hilton Garden Inn	A-10	66,000		67,635	1,635
Hotel Fees	A-10	200,000	-	226,016	26,016
Total Miscellaneous Revenues	A-1	3,012,064	27,921	2,896,094	(143,891)
RECEIPTS FROM DELINQUENT TAXES	A-7	750,000	-	756,365	6,365
AMOUNT TO BE RAISED BY TAXES FOR SUPPORT OF MUNICIPAL BUDGET					
Local Tax for Municipal Purposes	A-2	15,241,266		15,050,350	(190,916)
Minimum Library Tax	A-2	456,246	-	456,246	-
Total Amount to Be Raised by Taxes		15,697,512	-	15,506,596	(190,916)
Budget Totals	A-3	\$ 20,888,976	\$ 27,921	20,588,455	\$ (328,442)
Non-Budget Revenues	A-2			426,862	
				<u>\$ 21,015,317</u>	

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012**

Reference

ANALYSIS OF REALIZED REVENUES

Allocation of Current Tax Collections			
Revenue from Collections	A-7		\$ 39,457,108
Allocated to:			
School and County Taxes	A-20,A-21	\$ 25,315,512	<u>25,315,512</u>
Balance for Support of Municipal Budget Appropriations			14,141,596
Add: Appropriation Reserve for Uncollected Taxes	A-3		<u>1,365,000</u>
Amount for Support of Municipal Budget Appropriations	A-2		<u>\$ 15,506,596</u>

FEES AND PERMITS - OTHER

Village Clerk	A-10		\$ 120
Board of Health/Registrar	A-10		20,049
Fire Prevention Bureau	A-10		38,160
Department of Public Works	A-10		<u>330</u>
	A-2		<u>\$ 58,659</u>

INTEREST ON INVESTMENTS AND DEPOSITS

Revenue Accounts Receivable	A-10		\$ 22,468
Due from Animal Control Trust Fund	B-7		29
Due from Other Trust Fund	B-18		3,452
Due from Health Benefits Fund	B-32		28
Due from Public Assistance Fund	E-5		36
Due from General Capital Fund	C-6		<u>4,729</u>
	A-2		<u>\$ 30,742</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012**

Reference

ANALYSIS OF NON-BUDGET REVENUES

Franchise Fee - Cable Television	\$ 140,485
Cell Tower Rent	44,372
Skymark Site Remediation	30,000
FEMA Reimbursment	82,061
Dog/Cat License Late Fees	1,820
Fire Company Mortgage Payments	12,750
Housing Inspection Fees	13,275
Sr. Citizens Building - In Lieu of Tax	31,500
Planning Board/ Board of Adjustment	9,760
Police Fees	209
Off Duty Police - Administration Fees	5,614
OPRA	1,539
Voided Checks	8,889
Miscellaneous	6,525
Assessment Trust Fund Balance	1,513
Prior Year Refunds	<u>36,550</u>
	A-2,A-4 \$ <u>426,862</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 Appropriated</u>		<u>2012 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT					
Administration of Public Assistance					
Salaries & Wages	\$ 16,500	\$ 19,000	\$ 18,500	\$ 500	
Other Expenses	4,000	4,000	1,479	2,521	
Board of Health					
Salaries & Wages	77,800	77,800	74,263	3,537	
Other Expenses	18,650	18,650	13,885	4,765	
Other Expenses - Contractual	22,500	22,500	20,365	2,135	
Human Resources (Personnel)					
Labor Negotiations	80,000	60,000	32,072	27,928	
Dog Regulation					
Other Expenses	21,000	21,451	21,451	-	
Mayor & Board of Commissioners					
Salaries & Wages	16,500	16,500	16,500	-	
Municipal Land Use Law (N.J.S.A. 40:55D-1)					
Planning Board					
Salaries & Wages	9,000	9,000	9,000	-	
Other Expenses	26,500	26,500	14,350	12,150	
Special Consultant	5,000	5,000	-	5,000	
Board of Adjustment					
Salaries & Wages	10,600	10,600	9,068	1,532	
Other Expenses	21,100	21,100	11,634	9,466	
Land Use Services & Costs					
Salaries & Wages	13,500	14,500	14,000	500	
Other Expenses	1,500	1,500	663	837	
Citizens Advisory Committee					
Salaries & Wages	14,375	14,375	8,719	5,656	
Other Expenses	141,500	141,500	107,238	34,262	
Affordable Housing Agency (Rent Control)					
Salaries & Wages	2,500	2,500	2,500	-	
Other Expenses	1,000	1,000	629	371	

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 Appropriated</u>		<u>2012 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATIONS - WITHIN "CAPS" (Continued)					
Celebration of Public Event, Anniversary or Holiday					
Other Expenses	\$ 54,200	\$ 54,200	\$ 39,277	\$ 14,923	
Public Safety					
Police					
Salaries & Wages	4,357,253	4,357,253	4,277,687	79,566	
Other Expenses	405,600	405,600	396,612	8,988	
Municipal Court					
Salaries & Wages(Prosecutor)	20,500	25,735	24,054	1,681	
Dr. Charles A. Knox Memorial					
Volunteer Ambulance Corps.					
Other Expenses	53,000	65,000	63,156	1,844	
Rescue Squad					
Other Expenses	25,000	25,000	21,549	3,451	
Fire					
Other Expenses	162,800	162,800	158,777	4,023	
Emergency Management Services					
Salaries & Wages	10,739	10,739	10,739	-	
Other Expenses	8,700	8,700	5,730	2,970	
Uniform Fire Safety Act					
Fire					
Salaries & Wages	38,712	39,212	39,211	1	
Other Expenses	10,000	10,000	10,000	-	
Assessment of Taxes					
Salaries & Wages	65,453	65,453	65,436	17	
Other Expenses	10,150	10,150	8,738	1,412	
Tax Appeals	70,000	70,000	70,000	-	
Collection of Taxes					
Salaries & Wages	238,000	238,000	225,634	12,366	
Other Expenses	24,600	24,600	11,677	12,923	
Financial Administration					
Chief Financial Officer - Salaries & Wages	24,000	24,000	24,000	-	
Other Expenses	22,000	22,000	19,436	2,564	

The Accompanying Notes are an Integral Part of these Financial Statements

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 Appropriated</u>		<u>2012 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATIONS - WITHIN "CAPS" (Continued)					
Audit Services	\$ 34,000	\$ 34,000	\$ 33,300	\$ 700	
Village Clerk's Office					
Salaries & Wages	20,000	1,707	-	1,707	
Other Expenses	185,600	185,600	129,593	56,007	
Election					
Salaries & Wages	5,000	5,000	4,167	833	
Other Expenses	10,000	24,219	24,218	1	
Xerox Rental & Supplies					
Other Expenses	5,000	6,067	6,006	61	
Legal Services & Costs					
Salaries & Wages	48,433	48,433	48,433	-	
Other Expenses	100,000	100,000	73,492	26,508	
Bergen County Litigation	17,500	17,500	142	17,358	
Development of Meadowlands	75,000	75,000	44,815	30,185	
New Ordinances	8,000	8,000	-	8,000	
Defense of Tax Appeals	80,000	71,000	62,658	8,342	
Municipal Court					
Salaries & Wages	218,400	242,400	229,322	13,078	
Other Expenses	33,100	33,100	27,856	5,244	
Public Defender (P.L. 1997, C.256)					
Salaries and Wages	16,497	16,497	9,654	6,843	
Codification of Ordinances					
Other Expenses	1,000	1,195	1,195	-	
Revision of Ordinances					
Other Expenses	2,000	2,000	-	2,000	
Engineering Services & Costs					
Other Expenses	50,000	50,000	47,879	2,121	
Public Buildings & Grounds					
Salaries & Wages	65,640	65,640	57,580	8,060	
Other Expenses	231,650	231,650	229,300	2,350	

The Accompanying Notes are an Integral Part of these Financial Statements

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 Appropriated</u>		<u>2012 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATIONS - WITHIN "CAPS" (Continued)					
Vehicle Maintenance(Garage and General Overhead)					
Salaries & Wages	\$ 597,879	\$ 597,879	\$ 581,731	\$ 16,148	
Other Expenses	110,000	150,000	142,816	7,184	
Sanitary Landfill Contractual - Bergen County	649,000	594,000	559,035	34,965	
Road Repairs & Maintenance					
Salaries & Wages	240,000	240,000	219,449	20,551	
Other Expenses	26,000	26,000	25,403	597	
Snow Removal Expenses	30,000	30,000	26,991	3,009	
Garbage & Trash Removal					
Salaries & Wages	648,667	648,667	647,661	1,006	
Other Expenses	95,000	95,000	93,913	1,087	
Recycling Program					
Salaries & Wages	172,438	186,438	171,614	14,824	
Other Expenses	60,000	60,000	58,288	1,712	
Sewer Maintenance					
Salaries & Wages	126,792	126,792	125,451	1,341	
Other Expenses	70,000	70,000	64,490	5,510	
Department of Parks & Public Property					
Maintenance of Parks(Parks & Plazas)					
Salaries & Wages	300,737	302,737	293,645	9,092	
Other Expenses	145,000	160,000	157,115	2,885	
Recreation & Playgrounds					
Salaries & Wages	44,000	44,000	38,492	5,508	
Other Expenses	39,000	43,717	42,148	1,569	
Insurance (N.J.S.A. 40A-4-45.3(00))					
General Liability	614,600	614,600	609,372	5,228	
Employee Group Health	2,272,400	2,272,400	2,149,787	122,613	
Health Insurance Deductible	20,000	20,000	20,000	-	
Salary Wage Adjustment	80,000	13,500	-	13,500	
Uniform Construction Code					
Appropriations Offset by Dedicated					
Revenues (N.J.A.C. 5:23-4-17)					
CONSTRUCTION CODE OFFICIAL					
Salaries & Wages	220,594	240,594	229,445	11,149	
Other Expenses - Miscellaneous Other Expenses	19,500	20,000	19,985	15	

The Accompanying Notes are an Integral Part of these Financial Statements

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 Appropriated</u>		<u>2012 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATIONS - WITHIN "CAPS" (Continued)					
Unclassified:					
Utilities:					
Street Lighting	\$ 125,000	\$ 125,000	\$ 100,250	\$ 24,750	
Fire Hydrant Service	127,448	133,448	128,649	4,799	
Telephone Expense	27,000	27,000	23,930	3,070	-
	<u>14,172,107</u>	<u>14,166,698</u>	<u>13,407,299</u>	<u>759,399</u>	<u>-</u>
Total Operations Within "CAPS"					
Contingent	10,000	10,000	-	10,000	-
	<u>14,182,107</u>	<u>14,176,698</u>	<u>13,407,299</u>	<u>769,399</u>	<u>-</u>
Total Operations Including Contingent - Within "CAPS"					
Detail:					
Salaries & Wages	7,720,509	7,704,951	7,475,955	215,496	
Other Expenses (Including Contingent)	6,461,598	6,471,747	5,931,344	553,903	-
Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"					
DEFERRED CHARGES					
Anticipated Deficit in Swimming Pool Utility Operations	47,754	47,754	25,803		\$ 21,951
STATUTORY EXPENDITURES					
Social Security System (O.A.S.I.)	377,000	377,000	363,965	13,035	
Consolidated Police & Fireman's Pension Fund	100	100		100	
Police & Fireman's Retirement System of NJ	680,149	680,149	680,149		
State Unemployment Insurance	66,000	66,000	55,865	10,135	
Pension Adjustment Fund	8,700	8,700	-	8,700	
Public Employees Retirement System of NJ	430,461	430,461	430,461	-	-
	<u>1,610,164</u>	<u>1,610,164</u>	<u>1,556,243</u>	<u>31,970</u>	<u>21,951</u>
Total Deferred Charges & Statutory Expenditures - Municipal within "CAPS"					
Total General Appropriations for Municipal Purposes Within "CAPS"	<u>15,792,271</u>	<u>15,786,862</u>	<u>14,963,542</u>	<u>801,369</u>	<u>21,951</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 Appropriated</u>		<u>2012 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATIONS - EXCLUDED FROM "CAPS"					
Maintenance of Free Public Library (Ch. 82 & 541, P.L. 1985)	\$ 508,090	\$ 508,090	\$ 506,908	\$ 1,182	
Bergen County Utilities Authority					
Sewer Service Charges - Contractual	1,191,001	1,191,001	1,191,001		
Police 9-1-1 Emergency System					
Other Expenses	10,000	10,000	9,655	345	
LOSAP	150,000	150,000	116,150	33,850	
Employee Group Health	4,590	4,590		4,590	
Recycling Tax Appropriation	20,000	20,000		20,000	
Public and Private Programs Offset by Revenues					
Clean Communities Program		16,416	13,514	2,902	
Emergency Management Grant		5,000		5,000	
Click It or Ticket		3,466		3,466	
Police Body Armor Grant		3,039		3,039	
Reserve for Over the Limit Under Arrest	3,109	3,109	840	2,269	
Reserve for Alcohol Grant	4,045	4,045		4,045	
State Forestry Grant	5,285	5,285	433	4,852	-
Total Operations Excluded from "CAPS"	<u>1,896,120</u>	<u>1,924,041</u>	<u>1,838,501</u>	<u>85,540</u>	<u>-</u>
Detail:					
Salaries & Wages					
Other Expenses (Including Contingent)	<u>1,896,120</u>	<u>1,924,041</u>	<u>1,838,501</u>	<u>85,540</u>	<u>-</u>
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"					
Capital Improvement Fund	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>-</u>
Total Capital Improvements - Excluded from "CAPS"	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>-</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>2012 Appropriated</u>		<u>2012 Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"					
Payment of Bond Principal	\$ 695,000	\$ 695,000	\$ 695,000		
Payment of Bond Anticipation Notes & Capital Notes	500,000	500,000	500,000		
Interest on Bonds	336,653	336,653	336,652		\$ 1
Interest on Notes	41,836	41,836	41,718		118
Green Trust Loan Repayments					
Principal and Interest	51,033	56,442	56,442		
Environmental Infrastructure Trust					
Loan Repayments for Principal and Interest	<u>147,063</u>	<u>147,063</u>	<u>146,181</u>	<u>-</u>	<u>882</u>
Total Municipal Debt Service - Excluded from "CAPS"	<u>1,771,585</u>	<u>1,776,994</u>	<u>1,775,993</u>	<u>-</u>	<u>1,001</u>
DEFERRED CHARGES - Excluded from CAPS					
Special Emergency	<u>14,000</u>	<u>14,000</u>	<u>14,000</u>	<u>-</u>	<u>-</u>
Total Deferred Charges Excluded from CAPS	<u>14,000</u>	<u>14,000</u>	<u>14,000</u>	<u>-</u>	<u>-</u>
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	<u>3,731,705</u>	<u>3,765,035</u>	<u>3,678,494</u>	<u>\$ 85,540</u>	<u>1,001</u>
Subtotal General Appropriations	19,523,976	19,551,897	18,642,036	886,909	22,952
Reserve for Uncollected Taxes	<u>1,365,000</u>	<u>1,365,000</u>	<u>1,365,000</u>	<u>-</u>	<u>-</u>
Total General Appropriations	<u>\$ 20,888,976</u>	<u>\$ 20,916,897</u>	<u>\$ 20,007,036</u>	<u>\$ 886,909</u>	<u>\$ 22,952</u>
	<u>Reference</u>	A-2		A	

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Reference</u>	2012 <u>Appropriations</u> Budget After <u>Modification</u>	2012 <u>Expended</u> Paid or <u>Charged</u>
Budget as Adopted	A-3	\$ 20,888,976	
Added by N.J.S. 40A:4-87	A-2	<u>27,921</u>	
		<u>\$ 20,916,897</u>	
Cash Disbursed	A-4		\$ 18,102,065
Encumbrances Payable	A-13		450,168
Deferred Charges	A-15		14,000
Due to General Capital Fund	C-6		50,000
Due to Swim Pool Utility Operating Fund	D-13		25,803
Reserve for Uncollected Taxes	A-2		<u>1,365,000</u>
			<u>\$ 20,007,036</u>

**VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - TRUST FUNDS
AS OF DECEMBER 31, 2012 AND 2011**

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
ASSETS			
ASSESSMENT TRUST FUND			
Cash	B-3	<u>-</u>	<u>\$ 1,522</u>
ANIMAL CONTROL FUND			
Cash	B-3	<u>\$ 10,669</u>	<u>2,167</u>
OTHER TRUST FUND			
Cash	B-3	<u>793,528</u>	<u>910,814</u>
Due From Current Fund	B-18	<u>-</u>	<u>155,563</u>
		<u>793,528</u>	<u>1,066,377</u>
UNEMPLOYMENT INSURANCE FUND			
Cash	B-3	<u>7,456</u>	<u>27,324</u>
Due From Other Trust - Net Payroll	B-31	<u>15,129</u>	<u>15,129</u>
		<u>22,585</u>	<u>42,453</u>
HEALTH BENEFITS SELF-INSURANCE FUND			
Cash	B-3	<u>25,384</u>	<u>16,799</u>
Due from Current Fund	B-32	<u>13,260</u>	<u>13,288</u>
		<u>38,644</u>	<u>30,087</u>
LENGTH OF SERVICE AWARDS PROGRAM			
TRUST FUND (Unaudited)			
Investments	B	<u>1,371,396</u>	<u>1,201,689</u>
Contributions Receivable	B	<u>162,150</u>	<u>132,250</u>
		<u>1,533,546</u>	<u>1,333,939</u>
Total Assets		<u>\$ 2,398,972</u>	<u>\$ 2,476,545</u>

VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - TRUST FUNDS
AS OF DECEMBER 31, 2012 AND 2011

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
LIABILITIES, RESERVES AND FUND BALANCE			
ASSESSMENT TRUST FUND			
Due to Current Fund	B-4		\$ 9
Fund Balance	B-1	-	1,513
		-	1,522
ANIMAL CONTROL FUND			
Due to Current Fund	B-7	\$ 73	44
Due to State of New Jersey	B-8	2	9
Reserve for Animal Control Expenditures	B-6	10,594	2,114
		10,669	2,167
OTHER TRUST FUND			
Due to Unemployment Insurance Fund	B-31	15,129	15,129
Due to Current Fund	B-18	42,964	
Excavation Deposits	B-10	2,659	2,444
Miscellaneous Deposits	B-11	31,835	32,129
Escrow Deposits	B-5	85,831	88,705
Reserve for Pool Renovation Deposits	B-12	12,000	12,000
Reserve for Elevator Inspection Fees	B-13	4,520	4,520
Reserve for Fire Prevention Penalties	B-14	7,643	8,495
Reserve for H1N1 Grant/Flu Clinic	B-15	17,765	17,765
Reserve for Off-Duty Municipal Police Pay	B-16		1,187
Reserve for D.A.R.E. Program	B-17	5,022	4,972
Reserve for Premium on Tax Sale	B-9	151,400	244,900
Reserve for Payment of Outside Liens	B-24	12,996	12,996
Reserve for POAA	B-26	27,074	25,092
Reserve for COAH	B-28	111,760	119,588
Reserve for Youth Academy	B-29	3,193	3,341
Reserve for Recycling	B-19	67,032	8,777
Reserve for Sign Account	B-20	2,475	2,475
Reserve for Frenchie's Corner	B-30	48,586	48,586
Reserve for Terminal Pay	B-33	107,000	107,000
Payroll Deductions Payable	B-21	21,710	19,108
Other Reserves	B-27	12,807	18,062
Encumbrances Payable	B-34		188,000
Reserve for Shade Tree	B-35	1,021	
Fund Balance	B-2	1,106	81,106
		793,528	1,066,377
UNEMPLOYMENT INSURANCE FUND			
Reserve (Deficit) for Expenditures	B-22	19,554	(18,855)
Due to State of New Jersey	B-25	3,031	61,308
		22,585	42,453
HEALTH BENEFITS SELF-INSURANCE FUND			
Reserve for Health Benefits Expenditures	B-23	38,644	30,087
		38,644	30,087
LENGTH OF SERVICE AWARDS PROGRAM			
TRUST FUND (Unaudited)			
Reserve for LOSAP	B	1,533,546	1,333,939
Total Liabilities, Reserves and Fund Balance		\$ 2,398,972	\$ 2,476,545

The Accompanying Notes are an Integral Part of these Financial Statements

**VILLAGE OF RIDGEFIELD PARK
COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS
ASSESSMENT TRUST FUND
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011**

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
Balance, January 1	B	\$ 1,513	\$ 1,513
Decreased by:			
Payments to Current Fund	A-2	<u>1,513</u>	<u>-</u>
Balance, December 31	B	<u>\$ -</u>	<u>\$ 1,513</u>

EXHIBIT B-2

**COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS
OTHER TRUST FUND
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011**

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
Balance, January 1	B	\$ 81,106	\$ 81,106
Decreased by:			
Anticipated as Current Fund Revenue	A-2	<u>80,000</u>	<u>-</u>
Balance, December 31	B	<u>\$ 1,106</u>	<u>\$ 81,106</u>

**VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
GENERAL CAPITAL FUND
AS OF DECEMBER 31, 2012 AND 2011**

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
ASSETS			
Cash	C-2,C-3	\$ 4,080,304	\$ 717,254
State Grants Receivable	C-4	244,354	244,354
Deferred Charges to Future Taxation			
Funded	C-7	10,369,871	11,222,428
Unfunded	C-8	3,193,316	3,888,682
Due from Current Fund	C-6		277,463
Due from Swim Pool Utility Operating Fund	C-20	15,200	7,600
Due from Community Development Agency	C-5	104,268	299,634
Total Assets		<u>\$ 18,007,313</u>	<u>\$ 16,657,415</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Serial Bonds Payable	C-14	\$ 9,085,000	\$ 9,780,000
Bond Anticipation Notes	C-15	3,231,870	2,091,800
Contracts Payable	C-16	50,797	477,713
Green Acres Loan Payable	C-12	383,282	426,006
Environmental Infrastructure Loan Payable	C-13	901,589	1,016,422
Reserve for Bond Sale Costs	C-10	9,826	9,826
Due to Current Fund	C-6	817,679	
Improvement Authorizations			
Funded	C-9	236,486	396,298
Unfunded	C-9	113,768	1,557,867
Reserve for Grants Receivable	C-19	348,622	543,988
Reserve for Preliminary Expenses	C-17	5,916	5,916
Reserve for Payment of Bonds	C-18	181,295	181,295
Reserve for Debt Service	C-21	1,400,000	
Reserve for Future Capital Improvements	C-22	1,000,000	
Capital Improvement Fund	C-11	123,900	73,900
Fund Balance	C-1	117,283	96,384
Total Liabilities, Reserves and Fund Balance		<u>\$ 18,007,313</u>	<u>\$ 16,657,415</u>

There were bonds and notes authorized but not issued at December 31, 2012 and 2011 amounting to \$155,264 and \$1,927,164 respectively (Exhibit C-23).

VILLAGE OF RIDGEFIELD PARK
COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS
GENERAL CAPITAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
Balance, January 1	C	\$ 96,384	\$ 95,469
Increased by:			
Premium on Sale of Serial Bonds	C-2	<u>20,899</u>	<u>915</u>
Balance, December 31	C	<u>\$ 117,283</u>	<u>\$ 96,384</u>

**VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
SWIMMING POOL UTILITY FUND
AS OF DECEMBER 31, 2012 AND 2011**

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
ASSETS			
Operating Fund			
Cash	D-4	\$ 180,191	\$ 104,574
Deferred Charges - Operating Deficit	D-2	<u>-</u>	<u>11,477</u>
Total Operating Fund		<u>180,191</u>	<u>116,051</u>
Capital Fund			
Cash	D-4	9,528	9,493
Fixed Capital	D-6	1,189,244	1,189,244
Fixed Capital Authorized and Uncompleted	D-7	1,658	1,658
Due from Swimming Pool Utility Operating Fund	D-5	<u>26,230</u>	<u>18,965</u>
Total Capital Fund		<u>1,226,660</u>	<u>1,219,360</u>
Total Assets		<u>\$ 1,406,851</u>	<u>\$ 1,335,411</u>

**VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
SWIMMING POOL UTILITY FUND
AS OF DECEMBER 31, 2012 AND 2011**

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund			
Liabilities			
Due to Swimming Pool Utility Capital Fund	D-5	\$ 26,230	\$ 18,965
Due to Current Fund	D-13	106,953	40,387
Due to General Capital Fund	D-20	15,200	7,600
Appropriation Reserves	D-3,D-8	19,211	36,563
Encumbrances Payable	D-19	245	
Accrued Interest Payable	D-12	<u>246</u>	<u>430</u>
		168,085	103,945
Fund Balance	D-1	<u>12,106</u>	<u>12,106</u>
Total Operating Fund		<u>180,191</u>	<u>116,051</u>
Capital Fund			
Bond Anticipation Notes	D-16	23,130	30,730
Due to Current Fund	D-17	38,000	38,000
Improvement Authorizations - Unfunded	D-15	1,658	1,658
Capital Improvement Fund	D-14	12,000	10,000
Reserve for Deferred Amortization	D-10	26,750	21,450
Reserve for Amortization	D-9	<u>1,125,122</u>	<u>1,117,522</u>
Total Capital Fund		<u>1,226,660</u>	<u>1,219,360</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 1,406,851</u>	<u>\$ 1,335,411</u>

There were bonds and notes authorized but not issued at December 31, 2012 and 2011 amounting to \$15,900 and \$21,200(Exhibit D-18).

VILLAGE OF RIDGEFIELD PARK
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN OPERATING FUND BALANCE
REGULATORY BASIS - SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
REVENUE AND OTHER INCOME REALIZED			
Swimming Pool Membership Fees	D-2	\$ 122,979	\$ 105,936
Miscellaneous Revenues	D-2	1,458	13,369
2011 Appropriation Reserves Lapsed	D-8	<u>14,268</u>	<u>-</u>
Total Income		<u>138,705</u>	<u>119,305</u>
EXPENDITURES			
Operating	D-3	112,000	112,000
Capital Improvements	D-3	22,000	22,000
Debt Service	D-3	8,031	7,778
Deferred Charges and Statutory Expenditures	D-3	<u>22,477</u>	<u>11,004</u>
Total Expenditures		<u>164,508</u>	<u>152,782</u>
Deficit in Revenue		(25,803)	(33,477)
Adjustment to Income Before Fund Balance:			
Realized from General Budget for Anticipated Deficit	D-2	<u>25,803</u>	<u>22,000</u>
Deficit in Operations to be Raised in Budget of Succeeding Year		<u>\$ -</u>	<u>\$ (11,477)</u>
Fund Balance, January 1	D	<u>\$ 12,106</u>	<u>\$ 12,106</u>
Fund Balance, December 31,	D	<u>\$ 12,106</u>	<u>\$ 12,106</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF REVENUES - REGULATORY BASIS
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Reference</u>	<u>Anticipated</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Membership Fees	D-1,D-4	\$ 105,000	\$ 122,979	\$ 17,979
Miscellaneous Revenue	D-1,D-2	<u>12,000</u>	<u>1,458</u>	<u>(10,542)</u>
		117,000	124,437	7,437
Deficit-General Budget	D	<u>47,754</u>	<u>25,803</u>	<u>(21,951)</u>
	D-3	<u>\$ 164,754</u>	<u>\$ 150,240</u>	<u>\$ (14,514)</u>

Analysis of Miscellaneous:

Miscellaneous Revenue	D-4	\$ 124,229
Interest on Deposits	D-4	173
Due from Swim Pool Utility Capital Fund	D5	<u>35</u>
		<u>\$ 124,437</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF EXPENDITURES - REGULATORY BASIS
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Appropriations</u>		<u>Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Operating					
Salaries and Wages	\$ 73,000	\$ 73,000	\$ 59,489	\$ 13,511	
Other Expenses	39,000	39,000	39,000	-	-
Total Operating	112,000	112,000	98,489	13,511	-
Capital Improvements					
Capital Improvement Fund	2,000	2,000	2,000		
Capital Outlay	20,000	20,000	20,000	-	-
Total Capital Improvements	22,000	22,000	22,000	-	-
Debt Service					
Payment of Bond Anticipation Note	7,600	7,600	7,600		
Interest on Notes	495	495	431	-	\$ 64
Total Debt Service	8,095	8,095	8,031	-	64
Deferred Charges and Statutory Expenditures					
Deferred Charges-Unfunded-Ord 02-03	5,300	5,300	5,300		
Deferred Charges-Operating Deficit	11,659	11,659	11,477		182
Statutory Expenditures Social Security System	5,700	5,700	-	5,700	-
Total Deferred Charges & Statutory Expenditures	22,659	22,659	16,777	5,700	182
Total Appropriations	\$ 164,754	\$ 164,754	\$ 145,297	\$ 19,211	\$ 246
	<u>Reference</u>	<u>D-2</u>	<u>D-2</u>	<u>D</u>	
Cash Disbursed	D-4		\$ 118,244		
Deferred Charges	D-10/D-11		11,477		
Due to Swimming Pool Capital Fund	D-5		7,300		
Encumbrances Payable	D-19		245		
Due to General Capital Fund	D-20		7,600		
Accrued Interest Payable	D-12		431		
			<u>\$ 145,297</u>		

**VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS
PUBLIC ASSISTANCE FUND
AS OF DECEMBER 31, 2012 AND 2011**

	<u>Reference</u>	<u>2012</u>	<u>2011</u>
ASSETS			
Cash	E-1	<u>\$ 90,730</u>	<u>\$ 105,181</u>
Total Assets		<u>\$ 90,730</u>	<u>\$ 105,181</u>
LIABILITIES AND RESERVES			
Due to Current Fund	E-5	<u>\$ 207</u>	<u>\$ 171</u>
Reserve for Public Assistance Expenditures	E-2	<u>90,523</u>	<u>105,010</u>
Total Liabilities and Reserves		<u>\$ 90,730</u>	<u>\$ 105,181</u>

**VILLAGE OF RIDGEFIELD PARK
COMPARATIVE BALANCE SHEETS
GENERAL FIXED ASSETS ACCOUNT GROUP
AS OF DECEMBER 31, 2012 AND 2011**

	<u>2012</u>	<u>2011</u>
ASSETS		
Land	\$ 33,980,400	\$ 33,980,400
Buildings and Building Improvements	4,847,200	4,847,200
Machinery and Equipment	<u>8,204,389</u>	<u>7,930,569</u>
Total Assets	<u>\$ 47,031,989</u>	<u>\$ 46,758,169</u>
 LIABILITIES AND RESERVES		
Investment in General Fixed Assets	<u>\$ 47,031,989</u>	<u>\$ 46,758,169</u>

NOTES TO FINANCIAL STATEMENTS

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of Regulatory Basis of Accounting

The financial statements of the Village of Ridgefield Park have been prepared on a basis of accounting in conformity with accounting principles and practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is a regulatory basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Village accounts for its financial transactions through separate funds, which differ from the fund structure required by GAAP.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB has adopted accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America. (GAAP). The municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements.

B. Reporting Entity

The Village of Ridgefield Park (the "Village") was incorporated in 1892 and operates under an elected Commission form of government. The Village's major operations include public safety, road repair and maintenance, sanitation, fire protection, recreation and parks, health services, and general administrative services.

GASB requires the financial reporting entity to include both the primary government and component units. Component units are legally separate organizations for which the Village is financially accountable. The Village is financially accountable for an organization if the Village appoints a voting majority of the organization's governing board and (1) the Village is able to significantly influence the programs or services performed or provided by the organization; or (2) the Village is legally entitled to or can otherwise access the organization's resources; the Village is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Village is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the Village in that the Village approves the budget, the issuance of debt or the levying of taxes. The Village is not includable in any other reporting entity as a component unit.

The financial statements contained herein include only those boards, bodies, officers or commissions as required by NJS 40A:5-5. Accordingly, the financial statements of the Village do not include the municipal library, volunteer fire department, volunteer ambulance squad or rescue squad, which are considered component units under GAAP. Complete financial statements of the above component units can be obtained by contacting the Treasurer of the respective entity.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The Village uses funds, as required by the Division, to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial administration by segregating transactions related to certain Village functions or activities. The Village also uses an account group, which is designed to provide accountability for certain assets that are not recorded in those Funds.

The Village has the following funds and account group:

Current Fund – This fund is used to account for the revenues and expenditures for governmental operations of a general nature and the assets and liabilities related to such activities, including Federal and State grants not accounted for in another fund.

Trust Funds - Trust Funds are used to account for assets held by the government in a trustee capacity. Funds held by the Village as an agent for individuals, private organizations, or other governments are recorded in the Trust Funds.

Assessment Trust Fund - This fund is used to account for special benefit assessments levied against properties for specific purposes.

Animal Control Fund - This fund is used to account for fees collected from dog and cat licenses and expenditures which are regulated by NJS 4:19-15.11.

Other Trust Fund - This fund is established to account for the assets and resources, which are held by the Village as a trustee or agent for individuals, private organizations, other governments and/or other funds. These funds include dedicated fees/proceeds collected, developer deposits, payroll related deposits and funds deposited with the Village as collateral.

Unemployment Insurance Fund - This fund is used to account for employee and employer contributions for the purpose of providing unemployment benefits to former eligible employees.

Health Benefits Self-Insurance Fund - This fund is used to account for expenditures for health insurance health benefits claims and premiums for the Village's employees and eligible dependents.

Length of Service Awards Program Trust Fund (LOSAP) – This fund is established to account for the tax-deferred income benefits to active volunteer members of emergency service organizations of the Village.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement of Presentation (Continued)

General Capital Fund – This fund is used to account for the receipt and disbursement of funds used and related financial transactions related to the acquisition or improvement of general capital facilities and other capital assets other than those acquired in the Current Fund.

Swim Pool Utility Fund - This fund is used to account for the revenues and expenditures for operation of the Village's swimming and recreational facilities and the assets and liabilities relative to such activities. Acquisition or improvement of capital facilities and other capital assets for the swim pool utility is accounted for in the capital section of the fund.

Public Assistance Fund - This fund is used to account for the receipt and disbursement of funds that provide assistance to certain residents of the Village pursuant to Title 44 of New Jersey Statutes.

General Fixed Assets Account Group - This account group is used to account for all general fixed assets of the Village, other than those accounted for in the swimming pool utility fund. The Village's infrastructure is not reported in the account group.

The accounting and financial reporting treatment is determined by the accounting principles and practices prescribed by the Division in accordance with the regulatory basis of accounting. Measurement focus indicates the type of resources being measured. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The Village of Ridgefield Park follows a modified accrual basis of accounting. Under this method of accounting, revenues, except State/Federal Aid, are recognized when received and expenditures are recorded when incurred. The accounting principles and practices prescribed or permitted for municipalities by the Division ("regulatory basis of accounting") differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. The more significant differences are as follows:

Property Tax Revenues - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County, and School purposes. The bills are mailed annually in June for that calendar year's levy. Taxes are payable in four quarterly installments on February 1, May 1, August 1, and November 1. The amounts of the first and second installments are determined as one-quarter of the total tax levied against the property for the preceding year. The installment due the third and fourth quarters is determined by taking the current year levy less the amount previously charged for the first and second installments, with the remainder being divided equally. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of \$1,500. A penalty of up to 6% of the delinquency may be imposed on a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the fiscal year in which the charges become delinquent. The school levy is turned over to the Board of Education as expenditures are incurred, and the balance, if any, must be transferred as of June 30, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15, to the County by the Village. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on April first in the year following the calendar year levy when the same became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing the property on a tax sale. The Village also has the option when unpaid taxes or any municipal lien, or part thereof, on real property remains in arrears on the 11th day of the eleventh month in the fiscal year when the taxes or lien became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing property on an accelerated tax sale, provided that the sale is conducted and completed no earlier than in the last month of the fiscal year.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Property Tax Revenues (Continued) - The Village may institute annual in rem tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property. In accordance with the accounting principles prescribed by the State of New Jersey, current and delinquent taxes are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the tax receivable and tax title liens that are uncollectible. GAAP requires property tax revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both levied and available), reduced by an allowance for doubtful accounts.

Miscellaneous Revenues - Miscellaneous revenues are recognized on a cash basis. Receivables for the miscellaneous items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Village's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both measurable and available).

Grant and Similar Award Revenues - Federal and State grants, entitlements or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Village's budget. GAAP requires such revenues to be recognized as soon as all eligibility requirements imposed by the grantor or provider have been met.

Budgets and Budgetary Accounting - An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Village and approved by the State Division of Local Government Services per N.J.S.A. 40A:4 et seq.

The Village is not required to adopt budgets for the following funds:

Trust Funds
General Capital Fund
Swimming Pool Utility Capital Fund
Public Assistance Fund

The governing body is required to introduce and approve the annual budget no later than February 10, of the fiscal year. The budget is required to be adopted no later than March 20, and prior to adoption must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board may extend the introduction and approval and adoption dates of the municipal budget. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. The governing body of the municipality may authorize emergency appropriations and the inclusion of certain special items of revenue to the budget after its adoption and determination of the tax rate. During the last two months of the fiscal year, the governing body may, by a 2/3 vote; amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the Governing Body. Expenditures may not legally exceed budgeted appropriations at the line item level. During 2011 and 2010 the Board of Commissioners increased the original budget by \$27,921 and \$48,307. The 2012 and 2011 increases were funded by additional aid allotted to the Village. In addition, the governing body approved several budget transfers during 2012 and 2011.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Expenditures – Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with an encumbrance accounting system. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements. Unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless cancelled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, as well as expenditures related to compensated absences and claims and judgments, which are recognized when due.

Encumbrances - Contractual orders outstanding at December 31 are reported as expenditures and liabilities through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures or liabilities under GAAP.

Appropriation Reserves – Appropriation reserves are recorded as liabilities and are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

Operating Deficits – Deficits resulting from expenditures and other debits which exceed cash revenues, other realized revenues and credits to income in such fiscal year are recorded as deferred charges on the balance sheet of the respective operating fund at year end and are required to be funded in the succeeding year's budget. GAAP does not permit the deferral of operating deficits at year end.

Compensated Absences - Expenditures relating to obligations for unused vested accumulated vacation and sick leave are not recorded until paid; however, municipalities may establish and budget reserve funds subject to NJSA 40A:4-39 for the future payment of compensated absences. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations are recorded as a long-term obligation in the government-wide financial statements.

Property Acquired for Taxes – Property acquired for taxes is recorded in the Current Fund at the assessed valuation when such property was acquired, and is fully reserved. GAAP requires such property to be recorded as a capital asset in the government-wide financial statements at fair value on the date of acquisition.

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

Inventories - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets. GAAP requires inventories to be recorded as assets in proprietary-type funds.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Cash and Investments - Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government. Investments are reported at cost and are limited by N.J.S.A. 40A:5-15.1 et seq. with the exception of LOSAP Trust Fund investments which are reported at fair value and are limited by N.J.A.C. 5:30-14.19. GAAP requires that all investments be reported at fair value.

Incurred But Not Reported (IBNR) Reserves and Claims Payable - The Village has not created a reserve for any potential unreported self-insurance losses which have taken place but in which the Village has not received notices or report of losses (i.e. IBNR). Additionally, the Village has not recorded a liability for those claims filed, but which have not been paid (i.e. claims payable). GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining potential claims are recorded as a long-term obligation in the government-wide financial statements.

Prepaid Items - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items in the current fund, except for prepaid debt service, are offset by a reserve, created by a charge to operations. GAAP does not require the establishment of a reserve for prepaid items.

Tax Appeals and Other Contingent Losses - Losses arising from tax appeals and other contingent losses are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. GAAP requires such amounts to be recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

Deferred School Taxes - School taxes raised in advance in the Current Fund for a school fiscal year (July 1 to June 30) which remain unpaid at December 31 of the calendar year levied may be deferred to fund balance to the extent of not more than 50% of the annual levy providing no requisition has been made by the school district for such amount. GAAP does not permit the deferral of unpaid school taxes to fund balance at year end.

General Fixed Assets - In accordance with NJAC 5:30-5.6 Accounting for Governmental Fixed Assets, the Village of Ridgefield Park has developed a fixed assets accounting and reporting system. Fixed assets are defined by the Village as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years.

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

Fixed Assets purchased after December 31, 2003 are stated as cost. Donated fixed assets are recorded at estimated fair market value at the date of donation.

Fixed Assets purchased prior to December 31, 2003 are stated as follows:

Land and Buildings
Machinery and Equipment

Assessed Value
Estimated Historical Cost

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

General Fixed Assets (Continued)

No depreciation has been provided for in the financial statements.

Expenditures for construction in progress are recorded in the General Capital Fund until such time as the construction is completed and put into operation for general fixed assets.

Accounting for utility fund "fixed capital" remains unchanged under NJAC 5:30-5.6.

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

GAAP requires that capital assets be recorded in proprietary-type funds as well as the government-wide financial statement at historical or estimated historical cost if actual historical cost is not available. In addition, GAAP requires depreciation on capital assets to be recorded in proprietary-type funds as well as in the government-wide financial statements.

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

Comparative Data - Comparative data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the Village's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

D. Financial Statements – Regulatory Basis

The GASB Codification also requires the financial statements of a governmental unit to be presented in the basic financial statements in accordance with GAAP. The Village presents the regulatory basis financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP. In addition, the Division requires the regulatory basis financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from reporting requirements under GAAP.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 2 DEPOSITS AND INVESTMENTS

The Village considers petty cash, change funds, cash in banks, certificates of deposit and deposits with the New Jersey Cash Management Fund as cash and cash equivalents.

Deposits

The Village's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Village is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser 75% of its capital funds or \$200 million for all deposits not covered by the FDIC.

Bank balances interest bearing accounts are insured up to \$250,000 in the aggregate by the FDIC for each bank. Under the Dodd-Frank Wall Street Reform and Consumer Protection Act, temporary unlimited deposit insurance coverage was provided for non-interest bearing accounts from December 31, 2010 through December 31, 2012. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At December 31, 2012 and 2011, the book value of the Village's deposits were \$11,551,760 and \$9,324,743 and bank and brokerage firm balances of the Village's deposits amounted to \$11,632,546 and \$9,484,510, respectively. The Village's deposits which are displayed on the various fund balance sheets as "cash" are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>	
	<u>2012</u>	<u>2011</u>
Insured	\$ 11,632,546	\$ 9,484,510

Investments

The Village is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 40A:5-15.1. Investments include bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the Village or bonds or other obligations of the school districts which are a part of the Village or school districts located within the Village, Local Government investment pools, and agreements for the repurchase of fully collateralized securities, if transacted in accordance with NJSA 40A:5-15.1 (8a-8e). In addition, the Village is permitted to invest LOSAP Funds with the types of eligible investments authorized in NJAC 5:30-14.19. LOSAP investments include interest bearing accounts or securities, in which savings banks of New Jersey are authorized to invest their funds, New Jersey Cash Management Fund, fixed and variable individual or group annuity contracts, mutual fund shares or fixed and variable life insurance contracts.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 2 DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

As of December 31, 2012 and 2011, the Village had the following investments:

	Fair Value (Unaudited)
<u>2012</u>	
Investment:	
Length of Service Awards Program (LOSAP)	\$ 1,371,396

	Fair Value (Unaudited)
<u>2011</u>	
Investment:	
Length of Service Awards Program (LOSAP)	\$ 1,201,689

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are held by an outside party. The Village does not have a policy for custodial risk. As of December 31, 2012 and 2011, \$1,371,396 and \$1,201,689 of the Village's investments were exposed to custodial credit risk as follows:

	Fair Value (LOSAP)
<u>2012</u>	
Uninsured and Collateralized:	
Collateral held by pledging financial institution's trust department but not in the Village's name	\$ 1,371,396

	Fair Value (LOSAP)
<u>2011</u>	
Uninsured and Collateralized:	
Collateral held by pledging financial institution's trust department but not in the Village's name	\$ 1,201,689

Interest Rate Risk – The Village does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 2 DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Credit Risk – State law limits investments as noted above (N.J.S.A. 40A:5-15.1). The Village does not have an investment policy that would further limit its investment choices. As of December 31, 2012 and 2011, the Village's investment in Lincoln Financial Group was rated Baa2 by Moody's Investors Services.

Concentration of Credit Risk – The Village places no limit in the amount the Village may invest in any one issuer. More than five (5) percent of the Village's investments are in Lincoln Financial Group. These investments are 100% of the Village's total investments.

The fair value of the above-listed investment was based on quoted market prices.

Interest earned in the General Capital Fund, Assessment Trust Fund, Animal Control Fund and certain Other Trust Funds are assigned to the Current Fund in accordance with the regulatory basis of accounting. Interest earned in the Swim Pool Utility Capital Fund is assigned to the Swim Pool Utility Operating Fund in accordance with the regulatory basis of accounting.

NOTE 3 TAXES RECEIVABLE

Receivables at December 31, 2012 and 2011 consisted of the following:

	<u>2012</u>	<u>2011</u>
<u>Current</u>		
Property Taxes	\$ 1,456,696	\$ 756,365
Tax Title Liens	<u>26,371</u>	<u>24,139</u>
	<u>\$ 1,483,067</u>	<u>\$ 780,504</u>

In 2012 and 2011, the Village collected \$756,365 and \$723,135 from delinquent taxes, which represented 97% and 89% of the prior year delinquent taxes receivable balance.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 4 MUNICIPAL DEBT

The Local Bond Law governs the issuance of bonds and notes used to finance capital expenditures. General obligation bonds have been issued for both general capital and swimming pool utility capital fund projects. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Village are general obligation bonds, backed by the full faith and credit of the Village. Bond anticipation notes, which are issued to temporarily finance capital projects, must be paid off within ten years and four months or retired by the issuance of bonds.

The Village's debt is summarized as follows:

	<u>2012</u>	<u>2011</u>
Issued		
General		
Bonds, Notes and Loans	\$ 13,601,741	\$ 13,314,228
Swimming Pool Utility		
Bonds and Notes	<u>23,130</u>	<u>30,730</u>
	13,624,871	13,344,958
Less Funds Temporarily Held to Pay Bonds and Notes	<u>1,775,113</u>	<u>311,577</u>
Net Debt Issued	11,849,758	13,033,381
Authorized But Not Issued		
General		
Bonds and Notes	155,264	1,927,164
Swimming Pool Utility		
Bonds and Notes	<u>15,900</u>	<u>21,200</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 12,020,922</u>	<u>\$ 14,981,745</u>

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 4 MUNICIPAL DEBT (Continued)

Statutory Net Debt

The statement of debt condition that follows is extracted from the Village's Annual Debt Statement and indicates a statutory net debt of .71% and .86% at December 31, 2012 and 2011, respectively.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
<u>2012</u>			
General Debt	\$ 13,757,005	\$ 3,995,113	\$ 9,761,892
School Debt	2,330,000	2,330,000	
Utility Debt	51,930	-	51,930
	<u>16,138,935</u>	<u>6,325,113</u>	<u>9,813,822</u>
Total	\$ 16,138,935	\$ 6,325,113	\$ 9,813,822

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
<u>2011</u>			
General Debt	\$ 15,241,392	\$ 3,031,577	\$ 12,209,815
School Debt	2,730,000	2,730,000	
Utility Debt	51,930	-	51,930
	<u>18,023,322</u>	<u>5,761,577</u>	<u>12,261,745</u>
Total	\$ 18,023,322	\$ 5,761,577	\$ 12,261,745

Statutory Borrowing Power

The Village's remaining borrowing power under N.J.S. 40A:2-6, as amended, at December 31, was as follows:

	<u>2012</u>	<u>2011</u>
3-1/2% of Equalized Valuation Basis (Municipal)	\$ 48,723,293	\$ 49,948,042
Net Debt	<u>9,813,822</u>	<u>12,261,745</u>
Remaining Borrowing Power	<u>\$ 38,909,471</u>	<u>\$ 37,686,297</u>

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 4 MUNICIPAL DEBT (Continued)

Long-Term Debt

The Village's long-term debt consisted of the following at December 31:

General Obligation Bonds

The Village levies ad valorem taxes to pay debt service on general obligation bonds. General obligation bonds outstanding at December 31 are as follows:

	<u>2012</u>	<u>2011</u>
\$5,355,000, 2004 Bonds, due in annual installments of \$400,000 to \$450,000 through March, 2021, interest at 3.60-4.10%	\$ 3,880,000	\$ 4,280,000
\$2,285,000, 2009 Refunding Bonds, due in annual installments of \$220,000 to \$250,000 through February, 2019, interest at 4.00-5.00%	1,635,000	1,855,000
\$3,720,000, 2010 Bonds, due in annual installments of \$75,000 to \$395,000 through August, 2024, interest at 2.00-3.25%	<u>3,570,000</u>	<u>3,645,000</u>
	<u>\$ 9,085,000</u>	<u>\$ 9,780,000</u>

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 4 MUNICIPAL DEBT (Continued)

Long-Term Debt (Continued)

General Intergovernmental Loans Payable

The Village has entered into loan agreements with the State of New Jersey for the financing relating to the improvement of parks and for combined sewer outfall control facilities. The Village levies ad valorem taxes to pay debt service on general intergovernmental loans issued. General intergovernmental loans outstanding at December 31 are as follows:

	<u>2012</u>	<u>2011</u>
<u>Green Acres Loans</u>		
\$250,000, 1994 Loan due in Semi-annual installment of \$16,750 through July, 2012, interest at 2.00%		\$ 16,750
\$195,000, 2000 Loan due in Semi-annual installments of \$10,602 to \$11,946 through November, 2019, Interest at 2.00%	\$ 78,840	89,233
\$113,750, 2009 Loan due in Semi-annual installments of \$4,024 to \$7,928 through April, 2027, Interest at 2.00%	101,868	107,868
\$221,548, 2010 Loan due in Semi-annual installments of \$6,820 to \$13,439 through January, 2030 Interest at 2.00%	<u>202,574</u>	<u>212,155</u>
	<u>\$ 383,282</u>	<u>\$ 426,006</u>

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 4 MUNICIPAL DEBT (Continued)

Long-Term Debt (Continued)

General Intergovernmental Loans Payable (Continued)

	<u>2012</u>	<u>2011</u>
<u>Environmental Infrastructure Loans</u>		
\$1,070,000, 1999 Trust Loan due in Annual installments of \$65,000 to \$85,000 through August 1, 2019, interest at 4.75% to 5.70%	\$ 520,000	\$ 580,000
 \$1,063,780, 1999 Fund Loan due in Semi-annual installments of \$53,053 to \$55,904 through August 1, 2019, interest at 0%	 381,589	 436,422
	<u>\$ 901,589</u>	<u>\$ 1,016,422</u>

The Village's principal and interest for long-term debt issued and outstanding as of December 31, 2012 is as follows:

<u>Calendar Year</u>	<u>General Bonds</u>		<u>General Loans</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2013	\$ 695,000	\$ 311,953	\$ 147,401	\$ 36,464	\$ 1,190,818
2014	720,000	286,793	145,681	32,357	1,184,831
2015	905,000	261,073	152,123	27,938	1,346,134
2016	935,000	230,963	158,401	23,834	1,348,198
2017	970,000	196,450	164,516	19,145	1,350,111
2018-2022	4,075,000	457,988	386,431	32,979	4,952,398
2023-2027	785,000	37,863	96,886	8,575	928,324
2028-2030	-	-	33,432	1,002	34,434
	<u>\$ 9,085,000</u>	<u>\$ 1,783,083</u>	<u>\$ 1,284,871</u>	<u>\$ 182,294</u>	<u>\$ 12,335,248</u>

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 4 MUNICIPAL DEBT (Continued)

Changes in Long-Term Municipal Debt

The Village's long-term capital debt activity for the years 2011 and 2010 were as follows:

	Balance, December 31, <u>2011</u>	<u>Additions</u>	<u>Reductions</u>	Balance, December 31, <u>2012</u>	Due Within <u>One Year</u>
<u>2012</u>					
General Capital Fund					
Bonds Payable	\$ 9,780,000		\$ 695,000	\$ 9,085,000	\$ 695,000
Intergovernmental Loans Payable	<u>1,442,428</u>	<u>-</u>	<u>157,557</u>	<u>1,284,871</u>	<u>147,401</u>
General Capital Fund Long-Term Liabilities	<u>\$ 11,222,428</u>	<u>\$ -</u>	<u>\$ 852,557</u>	<u>\$ 10,369,871</u>	<u>\$ 842,401</u>
	Balance, December 31, <u>2010</u>	<u>Additions</u>	<u>Reductions</u>	Balance, December 31, <u>2011</u>	Due Within <u>One Year</u>
<u>2011</u>					
General Capital Fund					
Bonds Payable	\$ 10,470,000		\$ 690,000	\$ 9,780,000	\$ 695,000
Intergovernmental Loans Payable	<u>1,592,900</u>	<u>-</u>	<u>150,472</u>	<u>1,442,428</u>	<u>157,557</u>
General Capital Fund Long-Term Liabilities	<u>\$ 12,062,900</u>	<u>\$ -</u>	<u>\$ 840,472</u>	<u>\$ 11,222,428</u>	<u>\$ 852,557</u>

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 4 MUNICIPAL DEBT (Continued)

Short-Term Debt

The Village's short-term debt activity for the years ended 2012 and 2011 was as follows:

Bond Anticipation Notes

	Rate (%)	Maturity Date	Balance, December 31, 2011	Renewed/ Issued	Retired/ Redeemed	Balance, December 31, 2012
<u>2012</u>						
<u>General Capital Fund</u>						
<u>Purpose</u>						
Refunding Ordinance for Tax Appeals	2.00%	4/20/2012	\$ 1,410,000		\$ 1,410,000	
Refunding Ordinance for Tax Appeals	1.50%	4/19/2013		\$ 2,220,000		\$ 2,220,000
2010 Road Improvement Program	2.00%	4/20/2012	238,000		238,000	
2010 Road Improvement Program	1.50%	4/19/2013		107,718		107,718
Installation of Turf - Veterans Park	2.00%	4/20/2012	380,000		380,000	
Installation of Turf - Veterans Park	1.50%	4/19/2013		380,000		380,000
Acq of Real Property for Nature Preserve	2.00%	4/20/2012	63,800		63,800	
Acq of Real Property for Nature Preserve	1.50%	4/19/2013		63,800		63,800
Various Public Improvements & Acq	1.50%	4/19/2013		460,352		460,352
<u>Swim Pool Utility Capital Fund</u>						
<u>Purpose</u>						
Various Swim Club Improvements	2.00%	4/20/2012	30,730		30,730	
	1.50%	4/19/2013	-	23,130	-	23,130
Total Bond Anticipation Notes Payable			<u>\$ 2,122,530</u>	<u>\$ 3,255,000</u>	<u>\$ 2,122,530</u>	<u>\$ 3,255,000</u>

The purpose of these short-time borrowings was to provide resources for capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq. The amounts issued for governmental activities are accounted for in the General Capital Fund. The amounts issued for the Swim Pool utility activities are accounted for in the Swim Pool Utility Capital Fund.

State law requires that notes are to be issued for a period not exceeding one year and may be renewed from time to time for additional periods, none of which shall exceed one year. All bond anticipation notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original notes. In addition any note renewed beyond the third anniversary date of the original note, requires one legally payable installment to be paid.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 5 FIXED ASSETS

General Fixed Assets

The following is a summary of changes in the general fixed assets account group for the years 2012 and 2011.

	Balance, December 31, <u>2011</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2012</u>
<u>2012</u>				
Land	\$ 33,980,400			\$ 33,980,400
Buildings and Building Improvements	4,847,200			4,847,200
Machinery and Equipment	7,930,569	\$ 273,820	-	8,204,389
Total	<u>\$ 46,758,169</u>	<u>\$ 273,820</u>	<u>\$ -</u>	<u>\$ 47,031,989</u>
	Balance, December 31, <u>2010</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2011</u>
<u>2011</u>				
Land	\$ 33,980,400			\$ 33,980,400
Buildings and Building Improvements	4,847,200			4,847,200
Machinery and Equipment	7,170,368	\$ 760,201	-	7,930,569
Total	<u>\$ 45,997,968</u>	<u>\$ 760,201</u>	<u>\$ -</u>	<u>\$ 46,758,169</u>

Swim Pool Utility Fixed Assets

The following is a summary of changes in the utility fund fixed assets for the years 2012 and 2011.

	Balance, December 31, <u>2011</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2012</u>
<u>Swim Pool Utility</u>				
<u>2012</u>				
Fixed Capital				
Pool Construction and Improvements	\$ 1,189,244	\$ -	\$ -	\$ 1,189,244
	Balance, December 31, <u>2010</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2011</u>
<u>2011</u>				
Fixed Capital				
Pool Construction and Improvements	\$ 1,189,244	\$ -	\$ -	\$ 1,189,244

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 6 DUE TO/FROM OTHER FUNDS

As of December 31, interfund receivables and payables that resulted from various interfund transactions were as follows:

	<u>2012</u>		<u>2011</u>	
	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Current Fund	\$ 1,005,876	\$ 13,260	\$ 78,611	\$ 446,314
Trust Funds	13,260	43,037	183,980	15,182
General Capital Fund	15,200	817,679	285,063	
Swim Pool Utility Operating Fund		148,383		66,952
Swim Pool Capital Fund	26,230	38,000	18,965	38,000
Public Assistance Fund	-	207	-	171
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total	\$ 1,060,566	\$ 1,060,566	\$ 566,619	\$ 566,619

The above balances are the result of expenditures being paid by one fund on behalf of another and/or to cover cash balances which were in an overdraft position.

The Village expects all interfund balances to be liquidated within one year except for the \$38,000 interfund between the swim pool capital fund and the current fund.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 7 FUND BALANCES APPROPRIATED

Under the regulatory basis of accounting, fund balances in the Current Fund and Utility Operating Fund are comprised of cash surplus (fund balance) and non-cash surplus (fund balance). All or part of cash surplus as of December 31 may be anticipated in the subsequent year's budget. The non-cash surplus portion of fund balance may be utilized in the subsequent year's budget with the prior written consent of the Director of the Division of Local Government Services if certain guidelines are met as to its availability. Fund balances at December 31, which were appropriated and included as anticipated revenue in their own respective fund's budget for the succeeding year were as follows:

	Fund Balance December 31, <u>2012</u>	Utilized in Subsequent Year's Budget	Fund Balance December 31, <u>2011</u>	Utilized in Subsequent Year's Budget
Current Fund				
Cash Surplus	\$ 961,328	\$ 781,729	\$ 2,314,530	\$ 1,429,400
Non-Cash Surplus	<u>110,707</u>	<u>-</u>	<u>124,957</u>	<u>-</u>
	<u>\$ 1,072,035</u>	<u>\$ 781,729</u>	<u>\$ 2,439,487</u>	<u>\$ 1,429,400</u>
Swimming Pool				
Utility Operating Fund				
Cash Surplus	\$ 12,106		\$ 629	
Non-Cash Surplus	<u>-</u>	<u>-</u>	<u>11,477</u>	<u>-</u>
	<u>\$ 12,106</u>	<u>\$ -</u>	<u>\$ 12,106</u>	<u>\$ -</u>

NOTE 8 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

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

	Balance, <u>December 31,</u>	Budget <u>Appropriation</u>	Succeeding <u>Budgets</u>
<u>2012</u>			
Current Fund			
Special Emergency Authorizations (40A:4-55)	<u>\$ 42,000</u>	<u>\$ 14,000</u>	<u>\$ 28,000</u>

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 8 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS (Continued)

	Balance, <u>December 31,</u>	Subsequent Year Budget <u>Appropriation</u>	Balance to Succeeding <u>Budgets</u>
<u>2011</u>			
Current Fund			
Special Emergency Authorizations (40A:4-55)	\$ <u>56,000</u>	\$ <u>20,000</u>	\$ <u>36,000</u>
Unemployment Insurance Fund	\$ <u>18,855</u>	\$ <u>18,855</u>	\$ <u>-</u>
Swimming Pool Utility Operating Fund			
Operating Deficit	\$ <u>11,477</u>	\$ <u>11,477</u>	\$ <u>-</u>

NOTE 9 COMPENSATED ABSENCES

Under the existing policies and labor agreements of the Village, employees are allowed to accumulate (with certain restrictions) unused vacation benefits and sick leave over the life of their working careers and to redeem such unused leave time in cash (with certain limitations) upon death, retirement or by extended absence immediately preceding retirement.

It is estimated that the current cost of such unpaid compensation and salary related payments would approximate \$538,707 and \$514,123 at December 31, 2012 and 2011, respectively. These amounts which are considered material to the financial statements, are not reported either as an expenditure or liability.

As of December 31, 2012, the Village has reserved in the Other Trust Fund \$107,000 to fund compensated absences in accordance with NJSA 40A:4-39.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 10 EMPLOYEE RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees which includes those Village employees who are eligible for pension coverage.

Consolidated Police and Firemen's Pension fund (CPFPPF) – established in January 1952, under the provisions of N.J.S.A. 43:16 to provide coverage to municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with no active members.

Police and Firemen's Retirement System (PFRS) – established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees with vesting occurring after 10 years of membership.

Public Employees' Retirement System (PERS) – established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, including post-retirement healthcare for those eligible employees whose local employers elected to do so, to substantially all full-time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and, if applicable, 25 years for post-retirement healthcare coverage.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Village employees who are eligible for pension coverage.

Other Pension Funds

The state established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Pensions Adjustment Fund (PAF). Prior to the adoption of pension reform legislation, P.L. 2011, C.78, it provided cost of living increases equal to 60 percent of the change in the average consumer price index, to eligible retirees in some State-sponsored pension systems which includes the CPFPPF. Cost-of-living increases provided under the State's pension adjustment program are currently suspended as a result of the reform legislation. This benefit is funded by the State as benefit allowances become payable.

The cost of living increase for PFRS and PERS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 10 EMPLOYEE RETIREMENT SYSTEMS (Continued)

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions.

Basis of Accounting

The financial statements of the retirements systems are prepared on the accrual basis of accounting. Employer contributions are recognized when payable to the retirement systems. Benefits or refunds are recognized when due and payable in accordance with the terms of the retirement systems.

Investment Valuation

Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair values.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management fund, Common Pension Fund A, Common Pension Fund B, Common Pension Fund D and Common Pension Fund E. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290.

Significant Legislation

P.L. 2011, c.78, effective June 28, 2011, made various changes to the manner in which PERS and PFRS operate and to the benefit provisions of those systems.

This new legislation's provisions impacting employee pension and health benefits include:

- For new members of PERS hired on or after June 28, 2011 (Tier 5 members), the years of creditable service needed for early retirement benefits increased from 25 to 30 years and the early retirement age increased from 55 to 65.
- The eligibility age to qualify for a service retirement in the PERS increased from age 62 to 65 for Tier 5 members.

**BOROUGH OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 10 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Significant Legislation (Continued)

- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), decreased from 65 percent of final compensation to 60 percent of final compensation after 25 years of service and from 70 percent of final compensation to 65 percent of final compensation after 30 or more years of service.
- It increased the active member contribution rates as follows: PERS active member rates increase from 5.5 percent of annual compensation to 6.5 percent plus an additional 1 percent phased-in over 7 years; PFRS active member rates increase from 8.5 percent to 10 percent. For Fiscal Year 2012, the member contribution rates increase in October 2011. The phase-in of the additional incremental member contributions for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries was suspended. COLA increases may be reactivated at a future date as permitted by this law.
- It changed the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay method).

Funded Status and Funding Progress

As of July 1, 2011, the most recent actuarial valuation date, the aggregate funded ratio for all the State administered retirement systems, including CPFPPF, PERS and PFRS is 67.5 percent with an unfunded actuarial accrued liability of \$41.7 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 60.8 percent and \$30.1 billion, and the aggregate funded ratio and unfunded accrued liability for local PERS and PFRS is 77.5 percent and \$11.6 billion, respectively.

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

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

Actuarial Methods and Assumptions

In the July 1, 2011 actuarial valuation, the projected unit credit was used as the actuarial cost method, and the five year average of market value was used as the asset valuation method for the retirement systems. The actuarial assumptions included: (a) a revised investment rate of return for all the retirement systems from 8.25 percent to 7.95 percent except for CPFPPF (2 percent); and (b) revised projected salary increases which vary by fund (6.32% for PFRS and 4.52% for PERS).

**BOROUGH OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 10 EMPLOYEE RETIREMENT SYSTEMS (Continued)

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. As defined, the various retirement systems require employee contributions based on 6.50% for PERS, 10.0% for PFRS and 5.50% for DCRP of employees' annual compensation.

Annual Pension Cost (APC)

Per the requirements of GASB Statement No. 27 for the year ended June 30, 2012 the annual pension cost differs from the annual required contribution. For PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, annual pension cost equals contributions made.

During the years ended December 31, 2012, 2011 and 2010, the Village was required to contribute for normal cost pension contributions, accrued liability pension contributions, early retirement incentive program contributions and non-contributory life insurance premiums the following amounts which equaled the required contributions for each year:

<u>Year Ended</u> <u>December 31</u>	<u>CPFPP</u>	<u>PFRS</u>	<u>PERS</u>
2012		\$ 680,149	\$ 430,461
2011		758,658	404,107
2010		660,571	325,412

NOTE 11 POST-RETIREMENT MEDICAL BENEFITS

Plan Description

The Village provides a post employment healthcare plan for its eligible retirees and their spouses. The plan is a single-employer defined benefit healthcare plan administered by the Village.

Funding Policy

The required contribution is funded on a pay-as-you-go basis with an additional amount to prefund benefits as determined annually by the Village. For the year 2012, the Village contributed \$648,348 to the plan for current premiums. Certain plan members receiving benefits contributed a portion of the total premiums based on the number of years of service upon retirement.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 11 POST-RETIREMENT MEDICAL BENEFITS (Continued)

Annual OPEB Cost and Net OPEB Obligation

The Village's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the *annual required contribution of the employer (ARC)*, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the Village's annual OPEB required contribution and accrued liability.

Annual Required Contribution	\$ 2,385,137
Interest on Net OPEB Obligation	86,274
Adjustment to Annual Required Contribution	<u>180,412</u>
Total (Annual OPEB Cost Expense)	2,651,823
Contributions Made	<u>648,348</u>
Increase in Net OPEB Obligation	2,003,475
Net OPEB Obligation - Beginning of Year	<u>1,917,201</u>
Net OPEB Obligation - End of Year	<u>\$ 3,920,676</u>

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the years 2012 and 2011, are as follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of</u> <u>Annual OPEB</u> <u>Cost Contributed</u>	<u>Net</u> <u>OPEB</u> <u>Obligations</u>
2012	\$ 2,651,823	24.4%	\$ 3,920,676
2011	\$ 2,537,201	24.4%	\$ 1,917,201

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 11 POST-RETIREMENT MEDICAL BENEFITS (Continued)

Funded Status and Funding Progress

As of December 31, 2011, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$31,229,068, and the actuarial value of assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of \$31,229,068. The covered payroll (annual payroll of active employees covered by the plan) was not available.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions

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

In the December 31, 2011, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.50 percent investment rate of return (net of administrative expense) which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 9.0 percent initially, reduced by .5% decrements to an ultimate rate of 5.0 percent after ten years. Both rates included a 4.5 percent inflation assumption. The actuarial value of assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2011 was 30 years.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 12 RISK MANAGEMENT

The Village has established a group insurance benefit plan for its employees and their eligible dependents. The Village and its retirees contribute to fund the entire cost of the plan. Claims are paid directly by the plan up to a maximum benefit per person, per lifetime of \$100,000, with any excess benefit being reimbursed through a Re-Insurance Agreement with NBR Corp. Effective September 1, 2006, the Village discontinued its self-insurance health benefits program and enrolled in the Bergen Municipal Employees Benefits Fund. The Village has not created a liability for loss reserves for claims incurred which were unpaid at December 31, 2012 and 2011. In addition, the Village has not created a liability for reserves for any potential unreported losses which have taken place but in which the Village has not received notices or report of losses. The effect on the financial statements from these omissions could not be determined, but is probably material. A contingent liability exists with respect to reinsurance, which would become an actual liability in the event the reinsuring company might be unable to meet their obligations to the Village under existing reinsurance agreements.

The Village of Ridgefield Park is a member of the South Bergen Municipal Joint Insurance Fund (SBJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and worker's compensation. The Funds are risk-sharing public entity pools. The coverage amounts are on file in the Village Clerk's office.

The relationship between the Village and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Village is contractually obligated to make all annual and supplementary contributions to the insurance funds, to report claims on a timely basis, to cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which the municipality was a member.

The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the funds can be obtained by contacting the respective fund's Treasurer.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years.

The Village has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the Village 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 Village is billed quarterly for amounts due to the State. The following is a summary of Village contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the Village's unemployment compensation trust fund for the current and previous two years:

<u>Year Ended December 31</u>	<u>Village Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance(Deficit)</u>
2012	\$ 55,865	\$ 10,121	\$ 38,896	\$ 19,554
2011	66,000	10,183	101,642	(18,855)
2010	65,000	15,129	100,665	6,511

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 13 CONTINGENT LIABILITIES

The Village is a party defendant in some lawsuits, none of a kind unusual for a municipality of its size and scope of operation. In the opinion of the Village's Attorney, the potential claims against the Village not covered by insurance policies would not materially affect the financial condition of the Village.

Pending Tax Appeals - Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2012 and 2011. Amounts claimed have not yet been determined. The Village is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of community Affairs, State of New Jersey, the Village does not recognize a liability, if any, until these cases have been adjudicated. The Village expects such amounts, if any, could be material. As of December 31, 2012 and 2011, the Village reserved \$208,528 and \$237,773, respectively in the Current Fund for tax appeals pending in the New Jersey Tax Court. Funding of any ultimate liability would be provided for in succeeding years' budget or from fund balance.

Federal and State Awards - The Village participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Village may be required to reimburse the grantor government. As of December 31, 2012 and 2011, significant amounts of grant expenditure have not been audited by the various grantor agencies but the Village believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the Village.

NOTE 14 FEDERAL ARBITRAGE REGULATIONS

The Village is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At December 31, 2012 and 2011, the Village has not estimated its arbitrage earnings due to the IRS, if any.

NOTE 15 LENGTH OF SERVICE AWARD PROGRAM (LOSAP) (UNAUDITED)

The Village of Ridgefield Park Length of Service Award Program (the Plan) was created by a Village ordinance adopted on August 8, 2000 pursuant to 457 (e)(11)(13) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the Length of Service Award Program as enacted into federal law in 1997. The voters of the Village of Ridgefield Park approved the adoption of the Plan at the general election held on November 7, 2000.

The first year of eligibility for entrance into the Plan was calendar year 2001. The tax deferred income benefits for emergency services volunteers, consisting of the Volunteer Fire Department, Ambulance Corps and Rescue Squad, come from contributions made solely by the Village on behalf of those volunteers who meet the criteria of a plan created by the governing body.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011**

NOTE 15 LENGTH OF SERVICE AWARD PROGRAM (LOSAP) (UNAUDITED) (Continued)

If an active member meets the year of active service requirement, a LOSAP must provide a benefit between the minimum contribution of \$100 and a maximum contribution of \$1,150 per year. While the maximum amount is established by statute, it is subject to periodic increases that are related to the consumer price index (N.J.S.A. 40A:14-185(f)). The Division of Local Government Services issues the permitted maximum increase annually.

The Village of Ridgefield Park has contributed \$1,150 for 2012 and 2011, for each eligible volunteer member into the Plan.

In accordance with the amendments to Section 457 of the Internal Revenue Code and the State Deferred Revenue Regulations, the Village has placed the amounts deferred, including earnings, in a trust for the exclusive benefit of the plan participants and their beneficiaries.

Lincoln Financial Group is the administrator of the plan. The Village's practical involvement in administering the plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the plan administrator.

Vesting and Benefits

A volunteer is eligible to receive a distribution of funds upon completing 5 (five) cumulative years as an active member of the volunteer organization. Certain restrictions and tax implications may result in the event of a withdrawal of funds from the Plan.

If a volunteer member does not vest and terminates their association with the emergency service organization, the funds are returned to the sponsoring agency's surplus.

Reporting Requirements

The New Jersey Administrative Code NJAC 5:30-14.49 requires that the Village perform a separate review report of the plan in accordance with the American Institute of Certified Public Accountants (AICPA) Statements on Standards for Accounting and Auditing Review Services. Since a review does not constitute an audit, the financial statements pertaining to the Plan are presented as unaudited in this report as part of the Village's Trust Fund.

VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2012 AND 2011

NOTE 16 DEFERRED SCHOOL TAXES

Under the regulatory basis of accounting, regulations allow for the deferral to fund balance of not more than 50% of the annual levy when school taxes are raised in advance for a school year and have not been requisitioned by the school district as of December 31.

	<u>2012</u>	<u>2011</u>
	Local District <u>School</u>	Local District <u>School</u>
Balance of Tax	\$ 11,108,612	\$ 10,789,261
Amount Deferred	<u>8,507,480</u>	<u>8,507,480</u>
Taxes Payable	<u>\$ 2,601,132</u>	<u>\$ 2,281,781</u>

NOTE 17 CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

As of December 31, the Village had the following commitments with respect to unfinished capital projects:

<u>Capital Project</u>	<u>Construction/Contract Commitment</u>	<u>Estimated Date of Completion/Acquisition</u>
<u>2011</u>		
Paving of Main Street & Bergen Ave.	\$241,861	2012
Acquisition of Street Sweeper	188,000	2012
Removal and Replacement of Sports Fields and Facilities at Veteran's Park	203,420	2012
<u>2012</u>		
Acquisition of a New Vehicle	\$42,468	2013

NOTE 18 HURRICANE SANDY

On October 29, 2012 Hurricane Sandy, the largest Atlantic hurricane on record made landfall in New Jersey and resulted in severe damage in numerous communities and a federal disaster was declared throughout the State. The Borough has incurred significant costs in the clean up and recovery from this federal disaster. The Federal Emergency Management Agency ("FEMA") provides emergency grant assistance (voluntary nonexchange transaction) to help government's cope with losses. Although the Village has applied for reimbursement from FEMA, the total amount to be received in conjunction with this event is not considered to be measurable with sufficient reliability and therefore has not been recognized in the financial statements as of December 31, 2012. As of December 31, 2012, the Village has not received any FEMA reimbursements relating to Hurricane Sandy which have been reflected in the financial statements.

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CURRENT FUND

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF CURRENT CASH - TREASURER

Balance, December 31, 2011 \$ 7,429,490

Increased by Receipts:

Taxes Receivable	\$40,003,496	
Petty Cash	600	
Revenue Accounts Receivable	2,657,123	
Prepaid Taxes	251,692	
Tax Overpayments	74,834	
Grants Receivable	27,921	
Non-Budget Revenue	426,862	
Citizens' and Veterans' Deductions	92,500	
Receipts from Assessment Trust Fund	9	
Receipts from General Capital Fund	74	
General Capital Receipts Deposited in Current Fund	1,349	
Fees Payable	12,910	
Library State Aid	5,633	
Reserve for Tax Stabilization	500,000	
		<u>44,055,003</u>
		51,484,493

Decreased by Disbursements:

2012 Budget Appropriations	18,102,065	
2011 Appropriation Reserves	267,851	
Petty Cash	600	
Fees Payable	12,661	
Encumbrances Payable	305,694	
Tax Overpayments	87,783	
County Taxes Payable	2,951,636	
Local District School Taxes Payable	22,043,484	
Appropriated Grant Reserves	16,057	
Library State Aid	5,966	
Payments to Other Trust Fund	79,453	
Payments to General Capital Fund	1,141,836	
Payments to Swim Pool Utility Operating Fund	69,754	
Swim Pool Utility Operating Expenditures Paid by Current Fund	615	
Refund of Prior Year Revenue	65,948	
Reserve for Tax Appeals	29,245	
Payments to Length of Service Award Program	30,000	
		<u>45,210,648</u>

Balance, December 31, 2012 \$ 6,273,845

EXHIBIT A-5

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF CHANGE FUND**

Balance, December 31, 2011	\$ <u>125</u>
Balance, December 31, 2012	\$ <u>125</u>

EXHIBIT A-6

STATEMENT OF PETTY CASH FUNDS

Increased by:	
Received from Treasurer	\$ <u>600</u>
Decreased by:	
Returned to Treasurer	\$ <u>600</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

Year	Balance, December 31, 2011	2011 Levy	Senior Citizens' and Veterans'		Senior Citizens' and Veterans'		Transfer to Tax title Liens	Cancelled	Balance, December 31, 2012
			Disallowed	Collected In 2011	2012	Allowed			
2010	\$ 250				\$ 250				
2011	756,115	-	-	-	756,115	-	-	-	-
	756,365		-	-	756,365	-	-	-	-
2012	-	\$ 41,043,972	\$ 5,250	\$ 117,727	39,247,131	\$ 97,500	\$ 2,232	\$ 127,936	\$ 1,456,696
	\$ 756,365	\$ 41,043,972	\$ 5,250	\$ 117,727	\$ 40,003,496	\$ 97,500	\$ 2,232	\$ 127,936	\$ 1,456,696

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Analysis of 2012 Property Tax Levy

Tax Yield		
General Purpose Tax		\$ 41,020,353
Added Taxes (54:4-63.1 et seq.)		<u>23,619</u>
		\$ 41,043,972
Tax Levy		
Local District School Tax (Abstract)	\$ 22,362,835	
County Taxes		
County Taxes (Abstract)	\$ 2,916,862	
County Open Space Preservation	34,118	
Due County for Added Taxes		
(54:63.1 et seq.)	<u>1,697</u>	
	2,952,677	
Local Tax for Municipal Purposes		
Minimum Library Tax	15,241,266	
Add: Additional Tax Levied	<u>456,246</u>	
	30,948	
	<u>15,728,460</u>	
		\$ 41,043,972

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF TAX TITLE LIENS**

Balance, December 31, 2011	\$ 24,139
Increased by:	
Transfers from Taxes Receivable - 2012	<u>2,232</u>
Balance, December 31, 2012	<u>\$ 26,371</u>

STATEMENT OF PROPERTY ACQUIRED FOR TAXES (AT ASSESSED VALUATION)

Balance, December 31, 2011	<u>\$ 69,840</u>
Balance, December 31, 2012	<u>\$ 69,840</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF REVENUE ACCOUNTS RECEIVABLE

	Balance, December 31, <u>2011</u>	Accrued in 2012	<u>Collected</u>	Balance, December 31, <u>2012</u>
Village Clerk				
Licenses				
Alcoholic Beverages		\$ 4,845	\$ 4,845	
Other		18,830	18,830	
Fees and Permits		120	120	
Uniform Construction Code Fees		214,227	214,227	
Department of Public Works				
Fees and Permits		330	330	
Board of Health/Registrar of				
Vital Statistics				
Fees and Permits		20,049	20,049	
Fire Prevention				
Fees and Permits		38,160	38,160	
Municipal Court				
Fines and Costs	\$ 16,692	213,988	214,772	\$ 15,908
Uniform Fire and Safety Act		23,712	23,712	
Interest and Costs on Taxes		151,773	151,773	
Energy Receipts Tax		1,064,978	1,064,978	
Consolidated Municipal Property				
Tax Relief Aid		151,647	151,647	
Parking Meters		30,337	30,337	
Interest on Investments and Deposits		22,468	22,468	
Hotel Fees		226,016	226,016	
Long-Term Lease of Municipal Property				
Hartz Mountain Industries, Inc.				
- Lease Payments	-	585,196	585,196	-
	<u>\$ 16,692</u>	<u>\$ 2,766,676</u>	<u>\$ 2,767,460</u>	<u>\$ 15,908</u>
		Due from Other Trust	30,337	
		Cash Receipts	<u>2,737,123</u>	
			<u>\$ 2,767,460</u>	

VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF MORTGAGES RECEIVABLE - FIRE DEPARTMENT COMPANIES

	<u>Year</u>	<u>Total Amount of Mortgage</u>	<u>Annual Installments</u>	<u>Balance, Dec. 31, 2011</u>	<u>Payments Received</u>	<u>Balance, Dec. 31, 2012</u>
Hook and Ladder Co. No. 1	1971	\$ 20,000				
	2002	12,000	\$ 1,100	\$ 49,650		\$ 49,650
Hose Company No. 1	1983	25,000				
	2000	70,000	2,000	60,535	\$ 2,000	58,535
Hose Company No. 4	1983	40,000				
	1995	35,000	1,650	49,300	5,250	44,050
Hook and Ladder Co. No. 2	1995	70,000	2,000	41,000	2,000	39,000
	2004	75,000	2,143	55,000	2,500	52,500
Hose Company No. 3	1995	70,000	*1,500-2,500	46,550	1,000	45,550
				<u>\$ 302,035</u>	<u>\$ 12,750</u>	<u>\$ 289,285</u>

* \$1,500 through 2024, \$2,500 through 2035

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF 2011 APPROPRIATION RESERVES

	Balance, December 31, 2011	2011 Encumbrances Payable Cancelled	Transfers	Balance After Modification	Expended	Balance Lapsed
Administration of Public Assistance						
Other Expenses	\$ 2,677			\$ 2,677	\$ 78	2,599
Board of Health						
Salaries & Wages	3,624			3,624		3,624
Other Expenses	7,264			7,264	1,155	6,109
Other Expenses - Contractual	3,453		\$ 7,100	10,553	10,549	4
Human Resources (Personnel)						
Labor Negotiations	79,265			79,265		79,265
Dog Regulations						
Other Expenses	10,100			10,100	513	9,587
Planning Board						
Salaries & Wages	1			1		1
Other Expenses	6,984		(1,773)	5,211	1,087	4,124
Special Consultant	5,000			5,000		5,000
Board of Adjustment						
Salaries & Wages	1,275			1,275		1,275
Other Expenses	57		2,240	2,297	2,297	
Land Use Services & Costs						
Salaries & Wages	333			333		333
Other Expenses	1,384			1,384	52	1,332
Citizens' Advisory Committee						
Salaries & Wages	5,656		(5,000)	656		656
Other Expenses	1	\$ 13,843	240	14,084		14,084
Affordable Housing Agency (Rent Control)						
Other Expenses	282			282	75	207
Celebration of Public Events						
Other Expenses	17,165			17,165	60	17,105
Police						
Salaries & Wages	271,425		(98,590)	172,835	6,504	166,331
Other Expenses	6,716		81,985	88,701	50,630	38,071
Municipal Court (Prosecutor)						
Salaries & Wages	3,518			3,518		3,518
Volunteer Ambulance Corps						
Other Expenses	1,985	1,422		3,407		3,407
Rescue Squad						
Other Expenses	548	836		1,384		1,384
Fire						
Other Expenses	-		1,250	1,250	798	452
Emergency Management Services						
Other Expenses	2,520			2,520	1,507	1,013

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF 2011 APPROPRIATION RESERVES

	Balance, December 31, <u>2011</u>	2011 Encumbrances Payable <u>Cancelled</u>	<u>Transfers</u>	Balance After <u>Modification</u>	<u>Expended</u>	Balance <u>Lapsed</u>
Uniform Fire Safety Act						
Fire						
Salaries & Wages	\$ 11		\$ 50	\$ 61	\$ 61	
Other Expenses	363			363	95	\$ 268
Assessment of Taxes						
Salaries & Wages	445			445		445
Other Expenses	3,197			3,197	10	3,187
Tax Appeals	18,231			18,231	10,361	7,870
Collection of Taxes						
Salaries & Wages	9,940		(9,000)	940		940
Other Expenses	10,392			10,392	4,195	6,197
Financial Administration						
Other Expenses	3,638			3,638		3,638
Village Clerk's Office						
Other Expenses	70		36,014	36,084	35,375	709
Xerox Rental and Supplies						
Other Expenses	1,287			1,287		1,287
Election						
Salaries & Wages	1,469			1,469		1,469
Other Expenses	1,691			1,691	160	1,531
Municipal Court						
Salaries & Wages	3,221			3,221		3,221
Other Expenses	4,892			4,892	727	4,165
Legal Services & Costs						
Salaries & Wages	14			14		14
Other Expenses	35,569			35,569	7,287	28,282
Bergen County Litigation	12,500			12,500		12,500
Development of Meadowlands	39,608			39,608	10,969	28,639
New Ordinances	8,000			8,000		8,000
Defense of Tax Appeals	33,602	\$ 1,326		34,928		34,928
Public Defender						
Salaries & Wages	2,872			2,872		2,872
Revision of Ordinances						
Other Expenses	1,723			1,723		1,723
Engineering Services & Costs						
Other Expenses	35,952			35,952	2,206	33,746

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF 2011 APPROPRIATION RESERVES

	Balance, December 31, 2011	2011 Encumbrances Payable Cancelled	Transfers	Balance After Modification	Expended	Balance Lapsed
Public Buildings & Grounds						
Salaries & Wages	\$ 12,234		\$ (12,000)	\$ 234		\$ 234
Other Expenses	20,727	\$ 11,052		31,779		31,779
Garage & General Overhead						
Salaries & Wages	12,349			12,349		12,349
Other Expenses	32,808			32,808	\$ 5,149	27,659
Sanitary Landfill-Contractual Bergen County	76,591			76,591	25,625	50,966
Road Repairs & Maintenance						
Salaries & Wages	400			400		400
Other Expenses	759			759		759
Snow Removal						
Salaries & Wages	1			1		1
Garbage and Trash Removal						
Salaries & Wages	23,850	1,600		25,450		25,450
Other Expenses	333			333		333
Recycling Program						
Salaries & Wages	8,217			8,217		8,217
Other Expenses	2,732			2,732		2,732
Sewer Maintenance						
Salaries & Wages	2,286			2,286		2,286
Other Expenses	1,197			1,197	32	1,165
Parks and Plazas						
Salaries & Wages	5,155		(5,000)	155		155
Other Expenses	3,462	2,475		5,937		5,937
Recreation and Playgrounds						
Salaries & Wages	2,862			2,862		2,862
Other Expenses	1	3,037		3,038	328	2,710
Maintenance of Free Public Library						
Other Expenses	919		220	1,139	1,139	
Construction Code Official						
Salaries & Wages	1,330			1,330	820	510
Other Expenses	123		2,264	2,387	2,018	369
Telephone Service	1,918			1,918	1,271	647
Fire Hydrant Service	40,619			40,619	40,619	
Street Lighting	17,352			17,352	10,307	7,045
Contingent	10,000			10,000		10,000

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF 2011 APPROPRIATION RESERVES

	Balance, December 31, 2011	2011 Encumbrances Payable Cancelled	Transfers	Balance After Modification	Expended	Balance Lapsed
Social Security System	\$ 7,255			\$ 7,255		\$ 7,255
Consolidated PFRS	100			100		100
Pension Adjustment Fund	556			556		556
Police 911 Emergency System	345			345		345
LOSAP	2,300	\$ 400		2,700		2,700
Recycling Tax Appropriation						
Other Expenses	20,000			20,000		20,000
Insurance						
Group Insurance for Employees	59,403	24,843		84,246		84,246
Drunk Driving Enforcement	27,960			27,960	\$ 27,960	
Reserve for Drunk Driving	-	23,167		23,167	23,167	
Clean Communities Program	16,385			16,385	16,385	
Reserve for Emergency Management Grant	4,750			4,750	4,750	
Emergency Management Grant	5,000			5,000	5,000	
Click It or Ticket	2,200			2,200	2,200	
Municipal Alliance Program	7,918			7,918	7,918	
Over the Limit Under Arrest	3,252			3,252	3,252	
Police Body Armor Grant	2,971			2,971	2,971	
Research for Police Body Armor Grant	1,256	-	-	1,256	1,256	-
	<u>\$ 1,099,796</u>	<u>\$ 84,001</u>	<u>\$ -</u>	<u>\$ 1,183,797</u>	<u>\$ 328,918</u>	<u>\$ 854,879</u>
					Cash Disbursements	\$ 267,851
					Transferred to Accounts Payable	7,613
					Transferred to Appropriated Grant Reserves	<u>53,454</u>
						<u>\$ 328,918</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF ENCUMBRANCES PAYABLE**

Balance, December 31, 2011		\$ 389,695
Increased by:		
Charges to 2012 Appropriations		<u>450,168</u>
		839,863
Decreased by:		
Cancelled to Appropriation Reserves	\$ 84,001	
Cash Disbursements	305,694	
		<u>389,695</u>
Balance, December 31, 2012		<u><u>\$ 450,168</u></u>

STATEMENT OF FEES PAYABLE

	<u>Total</u>	<u>State Training Fees</u>	<u>Marriage License Fees</u>
Balance, December 31, 2011	\$ 982	\$ 157	\$ 825
Increased by:			
Collections	<u>12,910</u>	<u>10,585</u>	<u>2,325</u>
	<u>13,892</u>	<u>10,742</u>	<u>3,150</u>
Decreased by:			
Payments	<u>12,661</u>	<u>10,161</u>	<u>2,500</u>
	<u>12,661</u>	<u>10,161</u>	<u>2,500</u>
Balance, December 31, 2012	<u><u>\$ 1,231</u></u>	<u><u>\$ 581</u></u>	<u><u>\$ 650</u></u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DEFERRED CHARGES
N.J.S. 40A:4-53 SPECIAL EMERGENCY**

<u>Purpose</u>	<u>Amount Authorized</u>	<u>1/5 of Amount Authorized</u>	<u>Balance December 31, 2011</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance December 31, 2012</u>
<u>Special Emergency:</u>						
Revaluation Update	\$ 70,000	\$ 14,000	\$ 56,000	-	\$ 14,000	\$ 42,000
			\$ 56,000	-	\$ 14,000	\$ 42,000

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR LIBRARY STATE AID**

Balance, December 31, 2011	\$ 30,535
Increased by:	
State Aid Received	<u>5,633</u>
	36,168
Decreased by:	
State Aid Expenditures	<u>5,966</u>
Balance, December 31, 2012	<u>\$ 30,202</u>

STATEMENT OF PREPAID TAXES

Balance, December 31, 2011	\$ 117,727
Increased by:	
Collection of 2012 Taxes	<u>251,692</u>
	369,419
Decreased by:	
Applied to 2012 Taxes Receivable	<u>117,727</u>
Balance, December 31, 2012	<u>\$ 251,692</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE FROM STATE OF NEW JERSEY
SENIOR CITIZENS' AND VETERANS' DEDUCTIONS**

Balance, December 31, 2011		\$ 60,075
Increased by:		
Senior Citizens'/Veterans' Deductions Per Tax Billings	\$ 95,750	
Senior Citizen/Veterans' Deductions Allowed by Collector	<u>1,750</u>	
		<u>97,500</u>
		157,575
Decreased by:		
Cash Received from State	92,500	
Senior Citizen/Veterans' Deductions Disallowed by Collector	<u>5,250</u>	
		<u>97,750</u>
Balance, December 31, 2012		<u>\$ 59,825</u>

STATEMENT OF TAX OVERPAYMENTS

Balance, December 31, 2011		\$ 184,049
Increased by:		
Tax Overpayments		<u>74,834</u>
		258,883
Decreased by:		
Cancelled to Operations	\$ 56,910	
Refunds	<u>87,783</u>	
		<u>144,693</u>
Balance, December 31, 2012		<u>\$ 114,190</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF COUNTY TAXES PAYABLE**

Balance, December 31, 2011		\$ 762
Increased by:		
2012 Tax Levy		
County Tax (Abstract)	\$ 2,916,862	
County Open Space Tax	34,118	
County Tax for Added Taxes (54:4-63.1)	<u>1,697</u>	
		<u>2,952,677</u>
		2,953,439
Decreased by:		
Payments		<u>2,951,636</u>
Balance, December 31, 2012		<u>\$ 1,803</u>

EXHIBIT A-21

STATEMENT OF LOCAL DISTRICT SCHOOL TAXES

Balance, December 31, 2011		
School Tax Payable	\$ 2,281,781	
School Tax Deferred	<u>8,507,480</u>	
		\$ 10,789,261
Increased by:		
Levy - School Year July 1, 2011 to June 30, 2012		<u>22,362,835</u>
		33,152,096
Decreased by:		
Payments		<u>22,043,484</u>
Balance, December 31, 2012		
School Tax Payable	2,601,132	
School Tax Deferred	<u>8,507,480</u>	
		<u>\$ 11,108,612</u>
2012 Liability for Local School Tax		
Tax Paid		\$ 22,043,484
Taxes Payable December 31, 2012		<u>2,601,132</u>
		24,644,616
Less: Taxes Payable December 31, 2011		<u>2,281,781</u>
Amount Charged to 2012 Operations		<u>\$ 22,362,835</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF GRANTS RECEIVABLE**

	Balance, December 31, <u>2011</u>	<u>Accrued</u>	<u>Decreased</u>	Balance, December 31, <u>2012</u>
Municipal Alliance on Alcoholism and Drug Abuse	\$ 8,882			\$ 8,882
State Forestry Grant		\$ 5,285	\$ 5,285	
Clean Communities Grant		16,416	16,416	
Office of Emergency Management		5,000	5,000	
Click It or Ticket		3,465	3,465	
Body Armor Fund	<u>-</u>	<u>3,040</u>	<u>3,040</u>	<u>-</u>
	<u>\$ 8,882</u>	<u>\$ 33,206</u>	<u>\$ 33,206</u>	<u>\$ 8,882</u>
		Due from Other Trust Fund	\$ 5,285	
		Cash Receipts	<u>27,921</u>	
			<u>33,206</u>	

EXHIBIT A-23

STATEMENT OF RESERVE FOR TAX APPEALS

Balance, December 31, 2011	\$ 237,773
Decreased by:	
Cash Disbursements	<u>29,245</u>
Balance, December 31, 2012	<u>\$ 208,528</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF APPROPRIATED RESERVES FOR GRANTS

	Balance, December 31, <u>2011</u>	Transferred from Appropriation <u>Reserves</u>	<u>Expended</u>	<u>Cancelled</u>	Balance, December 31, <u>2012</u>
Clean Communities Program					
Recycling Program					
Salaries & Wages	\$ 31				\$ 31
Other Expenses	4,900	\$ 5,175			10,075
Reserve for State Recycling Grants					
Recycling Tonnage Program					
Other Expenses					
Reserve for Drunk Driving Enforcement Fund					
Police					
Salaries & Wages	42,360	34,081	\$ 16,057		60,384
Reserve for Alcohol Education and Rehabilitation Fund					
Municipal Court					
Salaries & Wages	47,965				47,965
Municipal Alliance Program	36,425	1,442			37,867
Recycling Assistance Program					
Streets & Roads					
Other Expenses	163				163
Emergency Road Repair Grant					
Streets & Roads					
Other Expenses	1,917				1,917
COPS Grant					
Grant Funds	676				676
Matching Funds	13,673				13,673
Body Armor Grant					
Police					
Other Expenses	4,104	4,227			8,331
Community Stewardship Grant	6,300				6,300
Environmental Grant	1,865				1,865
Click It or Ticket	3,159	2,200			5,359
Emergency Management Grant		3,077			3,077
Over the Limit Under Arrest		3,252			3,252
State Housing Inspection	68				68
Public Health Priority Grant	12,730				12,730
Stormwater Grant	2,500				2,500
State Forestry Grant	385				385
DMV Inspection Grant	7,046	-	-	-	7,046
	<u>\$ 186,267</u>	<u>\$ 53,454</u>	<u>\$ 16,057</u>	<u>\$ -</u>	<u>\$ 223,664</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF UNAPPROPRIATED RESERVES FOR GRANTS**

	Balance, December 31, <u>2011</u>	<u>Received</u>	Anticipated in Current <u>Fund</u>	Balance, December 31, <u>2012</u>
Alcohol Education, Rehabilitation and Rehabilitation Fund Over the Limit Under Arrest	\$ 4,045 <u>3,109</u>	<u>-</u>	\$ 4,045 <u>3,109</u>	<u>-</u>
	<u>\$ 7,154</u>	<u>\$ -</u>	<u>\$ 7,154</u>	<u>\$ -</u>

STATEMENT OF ACCOUNTS PAYABLE

Increased by:	
Transferred from Encumbrances Payable	\$ 7,613
Balance, December 31, 2012	<u>\$ 7,613</u>

STATEMENT OF RESERVE FOR TAX STABILIZATION

Increased by:	
Cash Receipts	\$ 500,000
Balance, December 31, 2012	<u>\$ 500,000</u>

TRUST FUND

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF TRUST CASH AND INVESTMENTS - TREASURER

	Assessment Trust Fund	Animal Control Fund	Other Trust Fund	Unemployment Insurance Fund	Health Benefits Fund
Balance, December 31, 2011	\$ 1,522	\$ 2,167	\$ 910,814	\$ 27,324	\$ 16,799
Increased by Receipts					
Budget Appropriation				55,865	
Village's Share of Licenses		9,080			
State Registration Fees		1,535			
Miscellaneous Deposits			480		
Payroll Deductions			8,599,918		
Employee Contributions				10,121	45,126
Escrow Deposits			28,000		
Reserve for Recycling			102,214		
Reserve for Fire Prevention Penalties			10,639		
Reserve for POAA			1,982		
Reserve for D.A.R.E. Program			50		
Reserve for Off-Duty Police Pay			164,769		
Other Reserves			34,990		
Interest Earnings		29	3,452	40	28
Payments from Current Fund			79,453		
Reserve for Shade Tree			27,426		
Reserve for Premium on Tax Sale			57,700		
Reserve for Excavation Deposits			215		
Reserve for Youth Academy	-	-	572	-	-
	-	10,644	9,111,860	66,026	45,154
Total Balance and Receipts	1,522	12,811	10,022,674	93,350	61,953
Decreased by Disbursements:					
Expenditures Under R.S. 4:19-15.1		600			
State Registration Fees		1,542			
Payments to State of New Jersey -					
Unemployment Insurance Benefits				85,894	
Escrow Deposits			30,874		
Miscellaneous Deposits			774		
Reserve for Premium on Tax Sale			151,200		
Reserve for Recycling			43,959		
Payroll Deductions Payable			8,597,316		
Reserve for Off-Duty Police Pay			165,956		
Reserve for COAH			7,828		
Reserver for Shade Tree			21,120		
Other Reserves			9,908		
Fire Prevention Penalties			11,491		
Encumbrances Payable			188,000		
Reserve for Youth Academy			720		
Payments to Current Fund	1,522				
Payment of Claims-Health	-	-	-	-	36,569
	1,522	2,142	9,229,146	85,894	36,569
Balance, December 31, 2012	\$ -	\$ 10,669	\$ 793,528	\$ 7,456	\$ 25,384

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE TO CURRENT FUND
TRUST ASSESSMENT FUND**

Balance, December 31, 2011	\$ 9
Decreased by:	
Payments to Current Fund	<u>9</u>
Balance, December 31, 2012	<u>\$ -</u>

**STATEMENT OF ESCROW DEPOSITS
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 88,705
Increased by:	
Cash Receipts	<u>28,000</u>
	116,705
Decreased by:	
Cash Disbursements	<u>30,874</u>
Balance, December 31, 2012	<u>\$ 85,831</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR ANIMAL CONTROL EXPENDITURES
ANIMAL CONTROL FUND**

Balance, December 31, 2011	\$ 2,114
Increased by:	
License Fees Collected	<u>9,080</u>
	11,194
Decreased by:	
Expenditures Under R.S. 4:19-15.1	<u>600</u>
Balance, December 31, 2012	<u>\$ 10,594</u>

**STATEMENT OF DUE TO CURRENT FUND
ANIMAL CONTROL FUND**

Balance, December 31, 2011	\$ 44
Increased by:	
Interest Earned on Investments	<u>29</u>
Balance, December 31, 2012	<u>\$ 73</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE TO STATE OF NEW JERSEY
ANIMAL CONTROL FUND**

Balance, December 31, 2011	\$ 9
Increased by:	
State Registration Fees Collected	<u>1,535</u>
	1,544
Decreased by:	
Payments to State of NJ	<u>1,542</u>
Balance, December 31, 2012	<u>\$ 2</u>

EXHIBIT B-9

**STATEMENT OF RESERVE FOR PREMIUM ON TAX SALE
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 244,900
Increased by:	
Cash Receipts	<u>57,700</u>
	302,600
Decreased by:	
Cash Disbursements	<u>151,200</u>
Balance, December 31, 2012	<u>\$ 151,400</u>

EXHIBIT B-10

**STATEMENT OF EXCAVATION DEPOSITS
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 2,444
Increased by:	
Cash Receipts	<u>215</u>
Balance, December 31, 2012	<u>\$ 2,659</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF MISCELLANEOUS DEPOSITS
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 32,129
Increased by:	
Cash Receipts	<u>480</u>
	32,609
Decreased by:	
Cash Disbursements	<u>774</u>
Balance, December 31, 2012	<u>\$ 31,835</u>

**STATEMENT OF RESERVE FOR POOL RENOVATION DEPOSITS
OTHER TRUST FUND**

Balance, December 31, 2011	<u>\$ 12,000</u>
Balance, December 31, 2012	<u>\$ 12,000</u>

**STATEMENT OF RESERVE FOR ELEVATOR INSPECTION FEES
OTHER TRUST FUND**

Balance, December 31, 2011	<u>\$ 4,520</u>
Balance, December 31, 2012	<u>\$ 4,520</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR FIRE PREVENTION PENALTIES
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 8,495
Increased by:	
Cash Receipts	<u>10,639</u>
	19,134
Decreased by:	
Cash Disbursements	<u>11,491</u>
Balance, December 31, 2012	<u>\$ 7,643</u>

**STATEMENT OF RESERVE FOR H1N1 GRANT / FLU CLINIC
OTHER TRUST FUND**

Balance, December 31, 2011	<u>\$ 17,765</u>
Balance, December 31, 2012	<u>\$ 17,765</u>

**STATEMENT OF RESERVE FOR OFF-DUTY MUNICIPAL POLICE PAY
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 1,187
Increased by:	
Cash Receipts	<u>164,769</u>
	165,956
Decreased by:	
Cash Disbursements	<u>165,956</u>
Balance, December 31, 2012	<u>\$ -</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR D.A.R.E. PROGRAM
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 4,972
Increased by:	
Cash Receipts	<u>50</u>
Balance, December 31, 2012	<u>\$ 5,022</u>

**STATEMENT OF DUE TO/FROM CURRENT FUND
OTHER TRUST FUND**

Balance, December 31, 2011 (Due From)	\$ 155,563
Decreased by:	
Interest Earned	\$ 3,452
Payments from Current Fund	79,453
Anticipated Revenue in Current Fund Budget:	
Other Trust Fund Balance	80,000
Parking Meters	30,337
State Forestry Grant - Shade Tree	<u>5,285</u>
	<u>198,527</u>
Balance, December 31, 2012 (Due To)	<u>\$ 42,964</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR RECYCLING
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 8,777
Increased by:	
Cash Receipts	<u>102,214</u>
	110,991
Decreased by:	
Cash Disbursements	<u>43,959</u>
Balance, December 31, 2012	<u>\$ 67,032</u>

**STATEMENT OF RESERVE FOR SIGN ACCOUNT
OTHER TRUST FUND**

Balance, December 31, 2011	<u>\$ 2,475</u>
Balance, December 31, 2012	<u>\$ 2,475</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF PAYROLL DEDUCTIONS PAYABLE
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 19,108
Increased by:	
Payroll Deductions and Withholdings	<u>8,599,918</u>
	8,619,026
Decreased by:	
Payroll Deductions and Withholdings Remitted	<u>8,597,316</u>
Balance, December 31, 2012	<u>\$ 21,710</u>

**STATEMENT OF RESERVE FOR UNEMPLOYMENT INSURANCE EXPENDITURES
UNEMPLOYMENT TRUST FUND**

Balance (Deficit), December 31, 2011	\$ (18,855)
Increased by:	
Interest Earnings	\$ 40
Cancelled Accounts Payable	11,279
Budget Appropriation	55,865
Employee Contributions	<u>10,121</u>
	<u>77,305</u>
	58,450
Decreased by:	
Unemployment Insurance Claims	<u>38,896</u>
Balance, December 31, 2012	<u>\$ 19,554</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR HEALTH BENEFITS EXPENDITURES
HEALTH BENEFITS FUND**

Balance, December 31, 2011	\$ 30,087
Increased by:	
Employee Contributions	<u>45,126</u>
	75,213
Decreased by:	
Cash Disbursements	<u>36,569</u>
Balance, December 31, 2012	<u>\$ 38,644</u>

**STATEMENT OF RESERVE FOR PAYMENT OF OUTSIDE LIENS
OTHER TRUST FUND**

Balance, December 31, 2011	<u>\$ 12,996</u>
Balance, December 31, 2012	<u>\$ 12,996</u>

**STATEMENT OF DUE TO STATE
UNEMPLOYMENT TRUST FUND**

Balance, December 31, 2011	\$ 61,308
Increased by:	
Unemployment Insurance Claims	<u>38,896</u>
	100,204
Decreased by:	
Cancellation	\$ 11,279
Payments to State of New Jersey	<u>85,894</u>
	<u>97,173</u>
Balance, December 31, 2012	<u>\$ 3,031</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR POAA
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 25,092
Increased by:	
Cash Receipts	<u>1,982</u>
Balance, December 31, 2012	<u>\$ 27,074</u>

**STATEMENT OF OTHER RESERVES
OTHER TRUST FUND**

	<u>Total</u>	<u>Parking Meters</u>	<u>Public Defender</u>
Balance, December 31, 2011	\$ 18,062	\$ 24,192	\$ (6,130)
Increased by:			
Cash Receipts	<u>34,990</u>	<u>30,340</u>	<u>4,650</u>
	<u>53,052</u>	<u>54,532</u>	<u>(1,480)</u>
Decreased by:			
Cash Disbursements	9,908	308	9,600
Anticipated Revenue in Current Fund Budget	<u>30,337</u>	<u>30,337</u>	<u>-</u>
	<u>40,245</u>	<u>30,645</u>	<u>9,600</u>
Balance, December 31, 2012	<u>\$ 12,807</u>	<u>\$ 23,887</u>	<u>\$ (11,080)</u>

**STATEMENT OF RESERVE FOR COAH
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 119,588
Decreased by:	
Cash Disbursements	<u>7,828</u>
Balance, December 31, 2012	<u>\$ 111,760</u>

EXHIBIT B-29

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR YOUTH ACADEMY
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 3,341
Increased by:	
Cash Receipts	<u>572</u>
	3,913
Decreased by:	
Cash Disbursements	<u>720</u>
Balance, December 31, 2012	<u>\$ 3,193</u>

EXHIBIT B-30

**STATEMENT OF RESERVE FOR FRENCHIE'S CORNER
OTHER TRUST FUND**

Balance, December 31, 2011	<u>\$ 48,586</u>
Balance, December 31, 2012	<u>\$ 48,586</u>

EXHIBIT B-31

**STATEMENT OF DUE FROM OTHER TRUST - NET PAYROLL
UNEMPLOYMENT TRUST FUND**

Balance, December 31, 2011	<u>\$ 15,129</u>
Balance, December 31, 2012	<u>\$ 15,129</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE FROM CURRENT FUND
HEALTH BENEFITS FUND**

Balance, December 31, 2011	\$ 13,288
Decreased by:	
Interest Earned	<u>28</u>
Balance, December 31, 2012	<u>\$ 13,260</u>

EXHIBIT B-33

**STATEMENT OF RESERVE FOR TERMINAL PAY
OTHER TRUST FUND**

Balance, December 31, 2011	<u>\$ 107,000</u>
Balance, December 31, 2012	<u>\$ 107,000</u>

EXHIBIT B-34

**STATEMENT OF ENCUMBRANCES PAYABLE
OTHER TRUST FUND**

Balance, December 31, 2011	\$ 188,000
Decreased by:	
Cash Disbursements	<u>188,000</u>
Balance, December 31, 2012	<u>\$ -</u>

EXHIBIT B-35

**STATEMENT OF RESERVE FOR SHADE TREE
OTHER TRUST FUND**

Increased by:		
Cash Receipts	\$ 27,426	
Decreased by:		
Cash Disbursements	\$ 21,120	
Anticipated Revenue in Current Fund Budget	<u>5,285</u>	
		<u>26,405</u>
Balance, December 31, 2012		<u>\$ 1,021</u>

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GENERAL CAPITAL FUND

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF GENERAL CAPITAL CASH - TREASURER

Balance, December 31, 2011		\$ 717,254	
Increased by Receipts:			
Interest on Investments and Deposits	\$ 4,729		
Proceeds from Bond Anticipation Notes Issued	1,770,352		
Premium on Sale of Bond Anticipation Notes	20,899		
Grant Receipts	195,366		
Receipts from Current Fund	1,141,836		
Reserve for Debt Service	1,400,000		
Reserve for Future Capital Improvements	1,000,000		
Budget Appropriation:			
Payment of BAN Principal	<u>500,000</u>		
		<u>6,033,182</u>	
			6,750,436
Decreased by Disbursements:			
Improvement Authorizations	1,563,818		
Encumbrances Payable	468,358		
Payments to Current Fund	74		
Payment of Bond Anticipation Notes	630,282		
Swimming Pool Expenditures Paid by Capital	<u>7,600</u>		
		<u>2,670,132</u>	
Balance, December 31, 2012		<u>\$ 4,080,304</u>	

**VILLAGE OF RIDGEFIELD PARK
ANALYSIS OF GENERAL CAPITAL CASH**

	Balance, December 31, <u>2012</u>
Fund Balance	\$ 117,283
Reserve for Bond Sale Costs	9,826
Reserve for Preliminary Expenses	5,916
Reserve for Payment of Debt	181,295
Reserve for Debt Service	1,400,000
Reserve for Future Capital Improvements	1,000,000
Due from Current Fund	817,679
Due from Swim Pool Utility Operating Fund	(15,200)
Capital Improvement Fund	123,900
Contracts Payable	50,797
Excess Proceeds	193,818
Improvement Authorizations:	
Ord.	
<u>No.</u>	
99-3 CSO Control Facilities	(27,027)
99-10/00-1/ Various Capital Improvements	(16,327)
00-18 Curb & Sidewalk Improvements - Teaneck Rd.	1,959
02-09 Acq. of Property, Equipment & Public Impvts.	36,164
05-08/6-22 Various Public Improvements & Acquisitions	144,156
06-08 Resurfacing of Main Street	(12,048)
07-02/11-02 Various Public Improvements & Acquisitions	1,436
08-05 Various Public Improvements	(45,595)
08-12 Acquisition of a Tractor	4,940
09-07 Resurfacing of Various Roads	(16,759)
09-08 Const of Volleyball & Basketball Courts at Veteran's Park	1,780
10-03 Acquisition of Garbage Truck	41,623
10-06 Road Improvement Program	57,092
10-12 Installation of Synthetic Turf Multi- purpose Athletic Field at Veterans Park	34
11-07 Various Public Improvements	1,103
11-13 Refunding Tax Appeals	16,595
12-05 Acquisition of Communications Equipment	5,864
	<u>\$ 4,080,304</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF STATE GRANTS RECEIVABLE**

		<u>D.O.T.</u>			<u>D.E.P.</u>
	<u>Total</u>	<u>Ord. 06-08 Resurfacing of Main Street</u>	<u>Ord. 8-05 Resurfacing of Main Street</u>	<u>Ord. 11-07 Resurfacing of Main St By-Pass</u>	<u>Ord. 07-02 Acquisition of Property</u>
Balance, December 31, 2011	\$ 244,354	\$ 5,584	\$ 26,270	\$ 150,000	\$ 62,500
Increased by: Grant Awards	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>244,354</u>	<u>5,584</u>	<u>26,270</u>	<u>150,000</u>	<u>62,500</u>
Decreased by: Cash Received	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance, December 31, 2012	<u>\$ 244,354</u>	<u>\$ 5,584</u>	<u>\$ 26,270</u>	<u>\$ 150,000</u>	<u>\$ 62,500</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE FROM COUNTY OF BERGEN - COMMUNITY DEVELOPMENT AGENCY

Improvement Authorizations													
		CDBG	CDBG	CDBG	Open Space	Open Space	Open Space	Open Space					
	Ord. 08-05	Imprvts to Park St	Ord. 09-07	Resurfacing of Main & North Ave	Ord. 11-07	Resurfacing of Bergen Avenue	Ord. 07-02	Acq. of Property	Ord. 10-12	Install of Turf at Veterans Park	Ord. 11-7	Lighting Detection System	
Total													
\$	299,634	\$	20,000	\$	21,434	\$	100,000	\$	4,000	\$	141,000	\$	13,200
Balance, December 31, 2011													
Increased by:													
Grants Awarded													
		-		-		-		-		-		-	
299,634		20,000	21,434	100,000	4,000	141,000					13,200		
Decreased by:													
Cash Receipts													
		-		-		100,000		-		95,366		-	
195,366		-		-		100,000		-		95,366		-	
\$	104,268	\$	20,000	\$	21,434	\$	-	\$	4,000	\$	45,634	\$	13,200
Balance, December 31, 2012													

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE FROM (TO) CURRENT FUND**

Balance, December 31, 2011 (Due From)		\$ 277,463
Increased by:		
Budget Appropriations		
Capital Improvement Fund	\$ 50,000	
Payments to Current Fund	74	
General Capital Receipts Deposited in Current Fund	<u>1,349</u>	
		<u>51,423</u>
		328,886
Decreased by:		
Interest on Investments	4,729	
Receipts from Current Fund	<u>1,141,836</u>	
		<u>1,146,565</u>
Balance, December 31, 2012 (Due To)		<u>\$ 817,679</u>

EXHIBIT C-7

STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

Balance, December 31, 2011		\$ 11,222,428
Decreased by:		
Payment of Bond Principal	\$ 695,000	
Payment of Environmental Infrastructure Loan	60,000	
Payment of Green Acres Loan Principal	<u>97,557</u>	
		<u>852,557</u>
Balance, December 31, 2012		<u>\$ 10,369,871</u>

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ord. No.	Improvement Description	Analysis of Balance 12/31/2012				
		Balance, December 31, 2011	Notes Paid by 2012 Budget	Funded by Grants	Balance, December 31, 2012	Financed by BANS
						Expenditures
						Unexpended Improvement Authorization
General Improvements						
99-3	CSO Control Facilities	\$ 27,027			\$ 27,027	
99-10/00-1/ 01-08/05-02	Various Capital Improvements	16,327			16,327	
06-08	Resurfacing of Main Street	41,584			41,584	
07-02	Various Public Improvements & Acquisitions	101,200			101,200	\$ 29,536
08-05	Various Public Improvements	47,692			47,692	-
08-07	Refunding Ordinance for Tax Appeals	385,000	\$ 200,000		185,000	45,595
09-05	Refunding Ordinance for Tax Appeals	1,025,000	300,000		725,000	
09-07	Resurfacing of Various Roads	21,434			21,434	
10-06	2010 Road Improvement Program	107,718			107,718	16,759
10-12	Installation of Synthetic Turf Multi- purpose Athletic Field at Veterans Park	380,000		\$ 95,366	284,634	
11-02	Acquisition of Real Property for Nature Preserve	63,800			63,800	
11-07	Various Public Improvements	361,900		100,000	261,900	
11-13	Refunding Tax Appeals	1,310,000	-	-	1,310,000	-
		<u>\$ 3,888,682</u>	<u>\$ 500,000</u>	<u>\$ 195,366</u>	<u>\$ 3,193,316</u>	<u>\$ 117,756</u>
						<u>\$ 37,508</u>
Bond Anticipation Notes \$ 3,231,870						
Less: Excess Proceeds -Ord 10-12 95,366						
Ord - 11-07 98,452						
						<u>\$ 3,038,052</u>
Improvement Authorizations - Unfunded \$ 113,768						
Less: Unexpended Proceeds						
Ord 10-06 \$ 57,092						
Ord 10-12 34						
Ord 7-02/11-02 1,436						
Ord 11-07 1,103						
Ord 11-13 16,595						
						<u>76,260</u>
						<u>\$ 37,508</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF IMPROVEMENT AUTHORIZATIONS**

Ord. No.	Improvement Description	Ordinance Amount	2012 Authorizations				Balance, December 31, 2012	
			2011		Encumbrances Cancelled	Paid or Charged	Funded	Unfunded
			Funded	Unfunded				
General Improvements								
00-18	Curb & Sidewalk Imprvt. - Teaneck Rd.	300,000	\$ 1,959			\$	1,959	
02-09	Acq. of Property, Equip. & Public Impvts.	2,065,000	40,616			\$	36,164	
05-08/6-22	Various Public Improvements & Acquisitions	2,050,000	299,156	\$ (155,000)			144,156	
06-08	Resurfacing of Main Street	185,000	\$	29,536				\$ 29,536
08-05	Various Public Improvements	330,000		2,097				2,097
08-12	Acquisition of a Tractor	60,000	4,940				4,940	
09-07	Resurfacing of Various Roads	340,000		4,675				4,675
09-08	Const of Volleyball & Basketball Courts at Veteran's Park	187,500	8,004				1,780	
10-03	Acquisition of Garbage Truck	275,000	41,623			6,224	41,623	
10-06	2010 Road Improvement Program	250,000		57,092				57,092
10-12	Installation of Synthetic Turf Multi- purpose Athletic Field at Veterans Park	400,000			\$	34		34
07-02/11-02	Acquisition of Real Property for Nature Preser	67,000		32,835		30,199		2,636
11-07	Various Public Improvements	380,000		121,632		120,529		1,103
11-13	Refunding Tax Appeals	1,310,000		1,310,000		1,293,405		16,595
12-05	Acquisition of Communications Equipment	155,000	-	-	155,000	149,136	5,864	-
			\$ 396,298	\$ 1,557,867	\$ -	\$ 1,603,945	\$ 236,486	\$ 113,768
					Encumbrances Payable	\$ 41,476		
					Due from Current	(1,349)		
					Cash Disbursements	1,563,818		
						\$ 1,603,945		

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR BOND SALE COSTS**

Balance, December 31, 2011	\$ 9,826
Balance, December 31, 2012	<u>\$ 9,826</u>

STATEMENT OF CAPITAL IMPROVEMENT FUND

Balance, December 31, 2011	\$ 73,900
Increased by: 2012 Budget Appropriation	<u>50,000</u>
Balance, December 31, 2012	<u>\$ 123,900</u>

EXHIBIT C-12

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF GREEN ACRES LOAN PAYABLE**

Balance, December 31, 2011	\$ 426,006
Decreased by:	
Paid by Budget Appropriation	<u>42,724</u>
Balance, December 31, 2012	<u>\$ 383,282</u>

EXHIBIT C-13

STATEMENT OF ENVIRONMENTAL INFRASTRUCTURE LOAN PAYABLE

Balance, December 31, 2011	\$ 1,016,422
Decreased by:	
Loan Paid by Budget Appropriation	<u>114,833</u>
Balance, December 31, 2012	<u>\$ 901,589</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF GENERAL SERIAL BONDS**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount Issued</u>	<u>Maturities</u>	<u>Interest Rate</u>	<u>Balance, December 31, 2011</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, December 31, 2012</u>	
General Bonds - 2004	3/1/2004	\$ 5,355,000	\$ 400,000	3/1/2013	3.600%				
			420,000	3/1/2014-15	3.600%				
			420,000	3/1/2016	3.625%				
			420,000	3/1/2017	3.750%				
			450,000	3/1/2018	3.850%				
			450,000	3/1/2019	3.900%				
			450,000	3/1/2020	4.000%				
			450,000	3/1/2021	4.100%	\$ 4,280,000	\$ 400,000	\$ 3,880,000	
BCIA Refunding Bonds - 2009	6/30/2009	2,285,000	220,000	2/15/2013	4.00%				
			225,000	2/15/2014	4.00%				
			230,000	2/15/15-16	4.00%				
			235,000	2/15/2017	5.00%				
			245,000	2/15/2018	5.00%				
			250,000	2/5/2019	4.50%	1,855,000	220,000	1,635,000	
General Bonds - 2010	8/15/2010	3,720,000	75,000	8/15/13-14	2.00%				
			255,000	8/15/2015	2.25%				
			285,000	8/15/2016	3.00%				
			315,000	8/15/2017	3.00%				
			320,000	8/15/2018	3.00%				
			345,000	8/15/2019	3.00%				
			350,000	8/15/2020	3.00%				
			375,000	8/15/2021	3.00%				
			390,000	8/15/22-23	3.00-3.125%				
			395,000	8/15/2024	3.25%				
						3,645,000	-	75,000	3,570,000
						\$ 9,780,000	\$ -	\$ 695,000	\$ 9,085,000
Paid by Budget Appropriation									
\$ 695,000									

VILLAGE OF RIDGEFIELD PARK
STATEMENT OF BOND ANTICIPATION NOTES

Ord. No.	Improvement Description	Original Amount of Note	Original Date of Issue	Date of Issue	Date of Maturity	Interest Rate	Balance, December 31, 2011	Increased	Decreased	Balance, December 31, 2012
08-07	Refunding Ordinance for Tax Appeals	\$ 925,000	11/14/2008	4/21/2011 4/20/2012	4/20/2012 4/19/2013	2.00% 1.50%	\$ 385,000	\$ 185,000	\$ 385,000	\$ 185,000
09-05	Refunding Ordinance for Tax Appeals	1,550,000	8/6/2009	4/21/2011 4/20/2012	4/20/2012 4/19/2013	2.00% 1.50%	1,025,000	725,000	1,025,000	725,000
10-06	2010 Road Improvement Program	238,000	4/21/2011	4/21/2011 4/20/2012	4/20/2012 4/19/2013	2.00% 1.50%	238,000	107,718	238,000	107,718
10-12	Installation of Synthetic Turf Multi- purpose Athletic Field at Veterans Park	380,000	4/21/2011	4/21/2011 4/20/2012	4/20/2012 4/19/2013	2.00% 1.50%	380,000	380,000	380,000	380,000
11-02	Acquisition of Real Property for Nature Preserve	63,800	4/21/2011	4/21/2011 4/20/2012	4/20/2012 4/19/2013	2.00% 1.50%	63,800	63,800	63,800	63,800
07-02	Various Public Improvements & Acquisitions	100,000	4/20/2012	4/20/2012	4/19/2013	1.50%		100,000		100,000
11-07	Various Public Improvements	360,352	4/20/2012	4/20/2012	4/19/2013	1.50%		360,352		360,352
11-13	Refunding Tax Appeals	1,310,000	4/20/2012	4/20/2012	4/19/2013	1.50%	-	1,310,000	-	1,310,000
							\$ 2,091,800	\$ 3,231,870	\$ 2,091,800	\$ 3,231,870
		<div> <div>Paid by Budget</div> <div>\$ 500,000</div> </div> <div> <div>Paid with Capital Cash</div> <div>New Issues \$ 1,770,352</div> <div>Renewals 1,461,518</div> </div>								
							\$ 3,231,870	\$ 2,091,800	\$ 2,091,800	\$ 3,231,870

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF CONTRACTS PAYABLE**

Balance, December 31, 2011		\$ 477,713
Increased by:		
Charges to Improvement Authorizations		<u>41,476</u>
		519,189
Decreased by:		
Cancellations	\$ 34	
Cash Disbursements	<u>468,358</u>	
		<u>468,392</u>
Balance, December 31, 2012		<u>\$ 50,797</u>

STATEMENT OF RESERVE FOR PRELIMINARY EXPENSES

Balance, December 31, 2011	<u>\$ 5,916</u>
Balance, December 31, 2012	<u>\$ 5,916</u>

STATEMENT OF RESERVE FOR PAYMENT OF DEBT

Balance, December 31, 2011	<u>\$ 181,295</u>
Balance, December 31, 2012	<u>\$ 181,295</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR GRANTS RECEIVABLE
GENERAL CAPITAL FUND**

Balance, December 31, 2011	\$ 543,988
Decreased by:	
Transferred to Deferred Charges Unfunded	<u>195,366</u>
Balance, December 31, 2012	<u>\$ 348,622</u>

Analysis of Balance

NJDOT- Ord.06-08	\$ 5,584
NJDOT- Ord.08-05	26,270
NJDOT- Ord.11-07	150,000
NJDEP - Ord. 07-02	62,500
COUNTY OF BERGEN OPEN SPACE - Ord. 07-02	4,000
COUNTY OF BERGEN OPEN SPACE - Ord. 10-12	45,634
COUNTY OF BERGEN OPEN SPACE - Ord. 11-07	13,200
CDBG - Ord. 08-05	20,000
CDBG - Ord. 09-07	<u>21,434</u>
	<u>\$ 348,622</u>

**STATEMENT OF DUE FROM SWIM POOL UTILITY OPERATING FUND
GENERAL CAPITAL FUND**

Balance, December 31, 2011	\$ 7,600
Increased by:	
Swim Pool Utility Operating Fund Expenditures Paid by General Capital Fund	<u>7,600</u>
Balance, December 31, 2012	<u>\$ 15,200</u>

EXHIBIT C-21

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR DEBT SERVICE
GENERAL CAPITAL FUND**

Increased by:

Cash Receipts	\$ 1,400,000
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Balance, December 31, 2012	<u>\$ 1,400,000</u>
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EXHIBIT C-22

**STATEMENT OF RESERVE FOR FUTURE CAPITAL IMPROVEMENTS
GENERAL CAPITAL FUND**

Increased by:

Cash Receipts	\$ 1,000,000
---------------	--------------

Balance, December 31, 2012	<u>\$ 1,000,000</u>
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VILLAGE OF RIDGEFIELD PARK
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
GENERAL CAPITAL FUND

<u>Ord. No.</u>	<u>Improvement Description</u>	<u>Balance, December 31, 2011</u>	<u>BANS Issued</u>	<u>Funded by Grants</u>	<u>Balance, December 31, 2012</u>
99-3	CSO Control Facilities	\$ 27,027			\$ 27,027
99-10 / 00-1	Various Capital Improvements	16,327			16,327
06-08	Resurfacing of Main Street	41,584			41,584
07-02	Various Public Improvements & Acquisitions	101,200	\$ 100,000		1,200
08-05	Various Public Improvements	47,692			47,692
09-07	Resurfacing of Various Roads	21,434			21,434
11-07	Various Public Improvements	361,900	360,352	\$ 1,548	
11-13	Refunding Tax Appeals	<u>1,310,000</u>	<u>1,310,000</u>	<u>-</u>	<u>-</u>
		<u>\$ 1,927,164</u>	<u>\$ 1,770,352</u>	<u>\$ 1,548</u>	<u>\$ 155,264</u>

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SWIMMING POOL UTILITY FUND

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF SWIMMING POOL UTILITY CASH**

	<u>Operating Fund</u>	<u>Capital Fund</u>
Balance, December 31, 2011	\$ 104,574	\$ 9,493
Increased by Receipts:		
Swimming Pool Membership Fees	\$ 122,979	
Miscellaneous Revenues	1,250	
Receipts from Current Fund	22,000	
Anticipated Revenue - Deficit General Budget	47,754	
Interest on Deposits	173	
	<u>194,156</u>	<u>\$ 35</u>
	298,730	9,528
Decreased by Disbursements:		
2012 Budget Appropriations	118,244	
2011 Appropriation Reserves	295	
	<u>118,539</u>	<u>-</u>
Balance, December 31, 2012	<u>\$ 180,191</u>	<u>\$ 9,528</u>

Analysis of Swimming Pool Capital Cash

Due from Swimming Pool Operating Fund	\$ (26,230)
Due to Current Fund	38,000
Capital Improvement Fund	12,000
Ord. 16-87/7-88	(500)
Ord. 02-03	(15,258)
Ord. 06-05	1,516
	<u>\$ 9,528</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE FROM SWIMMING POOL UTILITY OPERATING FUND
SWIMMING POOL UTILITY CAPITAL FUND**

Balance, December 31, 2011		\$ 18,965
Increased by:		
Budget Appropriation -Deferred Charges-Unfunded 02-03	\$ 5,300	
Budget Appropriation -Capital Improvement Fund	<u>2,000</u>	
		<u>7,300</u>
		26,265
Decreased by:		
Interest Earned		<u>35</u>
Balance, December 31, 2012		<u>\$ 26,230</u>

**STATEMENT OF FIXED CAPITAL
SWIMMING POOL UTILITY CAPITAL FUND**

Balance, December 31, 2011	\$ 1,189,244
Balance, December 31, 2012	<u>\$ 1,189,244</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
SWIMMING POOL UTILITY CAPITAL FUND**

Balance, December 31, 2011	\$ 1,658
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Balance, December 31, 2012	\$ 1,658
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Analysis of Balance

Ordinance # 02-03	\$ 142
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Ordinance # 06-05	1,516
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	\$ 1,658
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**STATEMENT OF 2011 APPROPRIATION RESERVES
SWIMMING POOL OPERATING FUND**

	Balance, December 31, 2011	Balance After Transfers	Expended	Balance Lapsed
Operating				
Salaries and Wages	\$ 10,646	\$ 10,646	\$ 78	\$ 10,568
Other Expenses	217	217	217	
Capital Improvements				
Capital Outlay	20,000	20,000		20,000
Statutory Expenditures				
Social Security System	5,700	5,700	-	5,700
	<u>\$ 36,563</u>	<u>\$ 36,563</u>	<u>\$ 295</u>	<u>\$ 36,268</u>
			Lapsed to Operations	\$ 14,268
			Due to Current Fund	22,000
				<u>\$ 36,268</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF RESERVE FOR AMORTIZATION
SWIMMING POOL UTILITY CAPITAL FUND**

Balance, December 31, 2011		\$ 1,117,522
Increased by:		
Bond Anticipation Note Paid by Budget	\$ 7,600	
Capital Outlay by Operating Budget	<u>-</u>	<u>7,600</u>
Balance, December 31, 2012		<u>\$ 1,125,122</u>

**STATEMENT OF RESERVE FOR DEFERRED AMORTIZATION
SWIMMING POOL UTILITY CAPITAL FUND**

Balance, December 31, 2011	\$ 21,450
Increased by:	
Budget Appropriation-Unfunded Ordinance 02-03	<u>5,300</u>
Balance, December 31, 2012	<u>\$ 26,750</u>

**STATEMENT OF DEFERRED CHARGES
SWIMMING POOL UTILITY OPERATING FUND**

Balance, December 31, 2011	\$ 11,477
Decreased By:	
Amount Raised in 2012 Budget	<u>11,477</u>
Balance, December 31, 2012	<u>\$ -</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF ACCRUED INTEREST PAYABLE
SWIMMING POOL UTILITY OPERATING FUND**

Balance, December 31, 2011	\$ 430
Increased by:	
2012 Budget Appropriations	<u>431</u>
	861
Decreased by:	
Due to Current Fund	<u>615</u>
Balance, December 31, 2012	<u>\$ 246</u>

EXHIBIT D-13

**STATEMENT OF DUE TO CURRENT FUND -
SWIMMING POOL UTILITY OPERATING FUND**

Balance, December 31, 2011	\$ 40,387
Increased by:	
2011 Appropriation Reserves Lapsed to Current Fund	\$ 22,000
Receipts from Current Fund	69,754
Swim Pool Utility Operating Expenditures Paid by Current Fund	<u>615</u>
	<u>92,369</u>
	132,756
Decreased by:	
Deficit - General Budget Realized in 2012	<u>25,803</u>
Balance, December 31, 2012	<u>\$ 106,953</u>

EXHIBIT D-14

**STATEMENT OF CAPITAL IMPROVEMENT FUND
SWIMMING POOL UTILITY CAPITAL FUND**

Balance, December 31, 2011	\$ 10,000
Increased by:	
2012 Budget Appropriation	<u>2,000</u>
Balance, December 31, 2012	<u>\$ 12,000</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF IMPROVEMENT AUTHORIZATIONS
SWIMMING POOL UTILITY CAPITAL FUND**

Ord. No.	<u>Improvement Description</u>	<u>Ordinance Amount</u>	Balance, December 31, <u>2011</u> <u>Unfunded</u>	Balance, December 31, <u>2012</u> <u>Unfunded</u>
02-03	Various Swim Club Improvements	\$ 40,000	\$ 142	\$ 142
06-05	Various Swim Club Improvements	45,000	<u>1,516</u>	<u>1,516</u>
			<u>\$ 1,658</u>	<u>\$ 1,658</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF BOND ANTICIPATION NOTES
SWIMMING POOL UTILITY CAPITAL FUND**

<u>Ord. No.</u>	<u>Improvement Description</u>	<u>Original Amount of Note</u>	<u>Original Date of Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance, December 31, 2011</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, December 31, 2012</u>
06-05	Various Swim Club Improvements	\$ 42,850	4/28/2006	4/21/2011 4/20/2012	4/20/2012 4/19/2013	2.00% 1.50%	\$ 30,730 -	\$ 23,130	\$ 30,730 -	\$ 23,130
							<u>\$ 30,730</u>	<u>\$ 23,130</u>	<u>\$ 30,730</u>	<u>\$ 23,130</u>
							Paid by Budget			
							Renewals	\$ 23,130	\$ 7,600	
								<u>\$ 23,130</u>	<u>23,130</u>	
								<u>\$ 23,130</u>	<u>\$ 30,730</u>	

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE TO CURRENT FUND
SWIMMING POOL UTILITY CAPITAL FUND**

Balance, December 31, 2011	\$ <u>38,000</u>
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Balance, December 31, 2012	\$ <u>38,000</u>
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**STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
SWIMMING POOL UTILITY CAPITAL FUND**

Ord. No.	<u>Improvement Description</u>	Balance, December 31, <u>2011</u>	Raised by Budget <u>Appropriation</u>	Balance, December 31, <u>2012</u>
16-87/7-88	Repairs to Swimming Pool - Children's Area	\$ 500		\$ 500
02-03	Various Swim Club Improvements	<u>20,700</u>	<u>\$ 5,300</u>	<u>15,400</u>
		<u>\$ 21,200</u>	<u>\$ 5,300</u>	<u>\$ 15,900</u>

**STATEMENT OF ENCUMBRANCES PAYABLE
SWIMMING POOL UTILITY OPERATING FUND**

Increased by:	
Charges to 2012 Appropriations	\$ 245
Balance, December 31, 2012	<u>\$ 245</u>

**STATEMENT OF DUE TO GENERAL CAPITAL FUND
SWIMMING POOL UTILITY OPERATING FUND**

Balance, December 31, 2011	\$ 7,600
Increased by:	
Swim Pool Utility Operating Expenditures Paid by General Capital Fund	<u>7,600</u>
Balance, December 31, 2012	<u>\$ 15,200</u>

PUBLIC ASSISTANCE FUND

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF PUBLIC ASSISTANCE CASH - TREASURER**

	<u>Total</u>	<u>Account #1</u>	<u>Account #2</u>
Balance, December 31, 2011	\$ 105,181	\$ 7,038	\$ 98,143
Increased by:			
State Aid	126,203		126,203
Supplemental Security Income- Village Share	8,655		8,655
Donations	7,000	7,000	
Interest	36	3	33
	<u>141,894</u>	<u>7,003</u>	<u>134,891</u>
Total Receipts	<u>141,894</u>	<u>7,003</u>	<u>134,891</u>
	<u>247,075</u>	<u>14,041</u>	<u>233,034</u>
Decreased by:			
Public Assistance	149,273		149,273
Miscellaneous Expenses	7,072	7,072	-
	<u>156,345</u>	<u>7,072</u>	<u>149,273</u>
Total Disbursements	<u>156,345</u>	<u>7,072</u>	<u>149,273</u>
Balance, December 31, 2012	\$ 90,730	\$ 6,969	\$ 83,761

STATEMENT OF RESERVE FOR PUBLIC ASSISTANCE EXPENDITURES

	<u>Total</u>	<u>Account #1</u>	<u>Account #2</u>
Balance, December 31, 2011	\$ 105,010	\$ 7,011	\$ 97,999
Increased by:			
Revenues	<u>141,858</u>	<u>7,000</u>	<u>134,858</u>
	<u>246,868</u>	<u>14,011</u>	<u>232,857</u>
Decreased by:			
Expenditures	<u>156,345</u>	<u>7,072</u>	<u>149,273</u>
Balance, December 31, 2012	\$ 90,523	\$ 6,939	\$ 83,584

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF PUBLIC ASSISTANCE REVENUES - ACCOUNT #1**

Donations	\$ <u>7,000</u>
Total Revenues	\$ <u>7,000</u>

STATEMENT OF PUBLIC ASSISTANCE REVENUES - ACCOUNT #2

State Aid Payments	\$ 126,203
Supplemental Security Income: Village Share	<u>8,655</u>
Total Revenues	\$ <u>134,858</u>

STATEMENT OF PUBLIC ASSISTANCE EXPENDITURES - ACCOUNT #2

Current Year Assistance (State Matching):	
Rental Assistance	\$ 96,841
Maintenance Payments	39,868
Security Deposits	5,812
Utilities	50
Transportation	5,220
Work Related Expenses	1,013
Essential House Furnishing	<u>469</u>
Total Assistance Reported	\$ <u>149,273</u>
Total Expenditures/Disbursements	\$ <u>149,273</u>

**VILLAGE OF RIDGEFIELD PARK
STATEMENT OF DUE TO CURRENT FUND
PUBLIC ASSISTANCE FUND**

Balance, December 31, 2011	\$	171
Increased by:		
Interest Earned- Account #1	\$	3
Interest Earned- Account #2	<u>33</u>	<u>36</u>
Balance, December 31, 2012	\$	<u>207</u>

Analysis of Balance

PATF #1	\$	27
PATF #2		<u>144</u>
	\$	<u>171</u>

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VILLAGE OF RIDGEFIELD PARK
COUNTY OF BERGEN
PART II
GOVERNMENT AUDITING STANDARDS



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
GARY W. HIGGINS, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
DONNA L. JAPHET, CPA, PSA
JULIUS B. CONSONI, CPA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA
ANDREW PARENTE, CPA, RMA, PSA
ROBERT W. HAAG, CPA, PSA
DEBORAH K. LERCH, CPA, PSA
RALPH M. PICONE, CPA, RMA, PSA
DEBRA GOLLE, CPA
CINDY JANACEK, CPA, RMA
EDWARD N. KERE, CPA
LORI T. MANUKIAN, CPA, PSA
MARK SACO, CPA

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

Honorable Mayor and Members
of the Village Council
Village of Ridgefield Park
Ridgefield Park, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements – regulatory basis of the Village of Ridgefield Park as of and for the year ended December 31, 2012, and the related notes to the financial statements, and have issued our report thereon dated July 26, 2013. Our report on the financial statements – regulatory basis indicated that the financial statements were not prepared and presented in accordance with accounting principles generally accepted in the United States of America but rather prepared and presented in accordance with the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States, to meet the requirements of the State of New Jersey for municipal government entities as described in Note 1. In addition, our report on the financial statements – regulatory basis was qualified on the regulatory basis of accounting because of the presentation of the unaudited LOSAP Trust Fund financial statements.

Internal Control over Financial Reporting

Management of the Village of Ridgefield Park is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit of the financial statements, we considered the Village of Ridgefield Park's internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Village of Ridgefield Park's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Ridgefield Park'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 Borough's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

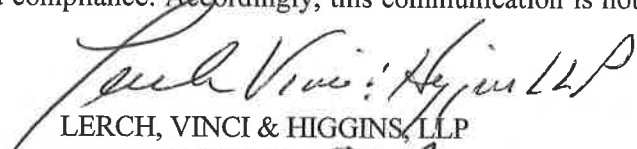
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters


As part of obtaining reasonable assurance about whether the Village of Ridgefield Park's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

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 Village of Ridgefield Park's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Village of Ridgefield Park's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Registered Municipal Accountants



Dieter P. Lerch
Registered Municipal Accountant
RMA Number CR00398

Fair Lawn, New Jersey
July 26, 2013

VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012

CFDA Number	State Account Number	Grant Year	Grant Award	CY 2012 Grant Receipts	Balance, January 1, 2012	Revenue	Expended	Balance, December 31, 2012	Cumulative Expended
U.S. Department of Justice COPS Universal Hiring	Not Available	N/A	\$ 148,704		\$ 676			\$ 676	\$ 148,028
U.S. Department of Homeland Security (Passed through NJ Dept of Law and Public Safety)									
Disaster Grant - Public Assistance-Sever Snowstorm	066-1200-100-A77	2012	41,223	41,223		\$ 41,223	\$ 41,223		41,223
Disaster Grant - Public Assistance-Hurricane Irene	066-1200-100-A70	2012	40,838	40,838		40,838	40,838		40,838
Emergency Management Performance Grant	066-1200-100-726	2012	5,000	5,000		5,000		5,000	
Emergency Management Performance Grant	066-1200-100-726	2011	5,000		4,750		1,673	3,077	1,923
Emergency Management Performance Grant	066-1200-100-726	2010	5,000		5,000		5,000		5,000
Occupant Protection Incentive Grant	066-1160-100-113	2012	3,465	3,465		3,465		3,465	
Occupant Protection Incentive Grant	066-1160-100-113	2011	2,200		2,200			2,200	
Occupant Protection Incentive Grant	066-1160-100-113	2007	3,159		3,159			3,159	
U.S. Department of Environmental Protection (Passed through NJ Dept of Environmental Protection)									
Municipal Stormwater Regulation	Not Available	2008	2,500		2,500			2,500	
State Forestry Services (Wildland Fire Management)	042-4870-100-012	2012	5,285	5,285		5,285	433	4,852	433
State Forestry Services (Wildland Fire Management)	042-4870-100-012	2010	25,000		385			385	24,615
U.S. Highway Planning and Construction (Pass Through N.J. Department of Transportation)	078-6320-480-XXX	2011	150,000		150,000		150,000		150,000
Resurfacing of Main St Bypass - Ord. 11-07									
U.S. Department of Housing and Urban Development (Passed through County Dept. of Community Development)									
Community Development Block Grant	Not Applicable	2011	100,000	100,000	100,000	-	100,000	-	100,000
Resurfacing of Bergen Ave - Ord. 11-07									
					\$ 268,670	\$ 95,811	\$ 339,167	\$ 25,314	

Note: This schedule was not subject to audit requirements of OMB A-133.

VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF EXPENDITURE OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2012

<u>State Grant Program</u>	<u>Account Number</u>	<u>Grant Year</u>	<u>Grant Award</u>	<u>CY 2012 Grant Receipts</u>	<u>Balance, January 1, 2012</u>	<u>Revenue -</u>	<u>Expended</u>	<u>Balance, December 31, 2012</u>	<u>Cumulative Expended</u>
Dept. of Human Services General Assistance	7500-150-158010-60	2012	\$ 126,203	\$ 126,203	\$ 41,187	\$ 126,203	\$ 149,273	\$ 18,117	\$ 149,273
Dept. of Environmental Protection Clean Communities Grant	4900-765-178920	2012	16,416	16,416	16,385	16,416	13,514	2,902	13,514
		2010	19,257		50		6,279	10,106	9,151
		2009	17,074		24		24		17,074
		2008	11,799		3,359		3,359		11,799
		2006	3,359		357		357		3,359
		2005	357		95		95		357
		2004	95		714		714		95
		2003	714		170		170		714
		2002	170		60		60		170
		2000	60		65		65		60
		1999	65		37		37		65
		1998	52						52
Municipal Recycling Assistance Program (Passed Through County of Bergen)	4910-759-690-50	2008	4,884		163			163	4,721
Drunk Driving Enforcement Fund	1110-448-031020-22	2011	34,884		27,960			27,960	6,924
		2010	15,245		12,899			12,899	2,346
		2008	26,978		12,213			12,213	14,765
		2007	3,300		3,300			3,300	
		2006	7,353		7,353		3,341	4,012	3,341
		2005	10,427		6,595		6,595		10,427

**VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF EXPENDITURE OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2012**

<u>State Grant Program</u>	<u>Account Number</u>	<u>Grant Year</u>	<u>Grant Award</u>	<u>CY 2012 Grant Receipts</u>	<u>Balance, January 1, 2012</u>	<u>Revenue</u>	<u>Expended</u>	<u>Balance, December 31, 2012</u>	<u>Cumulative Expended</u>
State Library Aid	N/A	Various	\$ 5,866	\$	\$ 30,535	\$ 5,633	\$ 5,966	\$ 30,202	
Alcohol Education and Rehabilitation Fund	4250-760-050000-63	2012	4,045	\$ 4,045		4,045		4,045	
		2010	6,662		6,662			6,662	
		2007	8,414		8,414			8,414	
		2006	2,158		2,158			2,158	
		2005	1,623		1,623			1,623	
		2004	2,005		2,005			2,005	
		2002	570		570			570	
		2001	1,937		1,937			1,937	
		2000	487		487			487	
		1999	1,114		1,114			1,114	
		1998	858		858			858	
		1997	2,328		2,328			2,328	
		1996	3,981		3,981			3,981	
		Prior Yrs.	15,828		15,828			15,828	
Municipal Alliance Program	4910-759-690-50	2011	10,356		7,918		6,476	1,442	\$ 8,914
		2008	11,500		11,619			11,619	
		2007	11,500		11,500			11,500	
		2006	11,500		9,974			9,974	1,526
		2005	11,500		3,332			3,332	8,168
Body Armor Fund	718-066-1020	2012	3,040	3,040		3,040		3,040	
		2011	2,971		2,971			2,971	
		2010	1,256		1,256			1,256	
		2006	1,203		1,203			1,203	
		2005	2,904		2,901			2,901	3
State Housing Inspection Program	N/A	2008	2,527		68			68	2,459

VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF EXPENDITURE OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2012

<u>State Grant Program</u>	<u>Account Number</u>	<u>Grant Year</u>	<u>Grant Award</u>	<u>CY 2012 Grant Receipts</u>	<u>Balance, January 1, 2012</u>	<u>Revenue</u>	<u>Expended</u>	<u>Balance, December 31, 2012</u>	<u>Cumulative Expended</u>
Environmental Grant	4800-150-993130-60	2005 2004	\$ 59 2,350	59	\$ 59 1,806			\$ 59 1,806	\$ 544
Emergency Road Repair Grant	N/A	1996 Prior Yrs.	386 1,531	386 1,531	386 1,531			386 1,531	
Community Stewardship Grant	N/A	2002	9,000	6,300	6,300			6,300	2,700
DMV Inspection Grant	N/A	2010 2008	4,040 3,006	4,040 3,006	4,040 3,006			4,040 3,006	
Public Health Priority Grant	N/A	2010 2008	6,522 6,208	6,522 6,208	6,522 6,208			6,522 6,208	
Over the Limit Under Arrest	N/A	2012 2011	3,109 3,252	3,109 3,252	\$ 3,109 3,252	\$ 840	-	2,269 3,252	840
					\$ 297,338	\$ 158,446	\$ 197,215	\$ 258,569	

Note: This schedule was not subject to audit requirements by NJ OMB 04-04.

**NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE**

**VILLAGE OF RIDGEFIELD PARK
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2012**

NOTE 1 GENERAL

The accompanying schedules present the activity of all federal awards and state financial assistance programs of the Village of Ridgefield Park. The Village is defined in Note 1(A) to the Village's financial statements. All federal financial assistance received directly from federal agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedules are prepared and presented using the regulatory basis of accounting as prescribed for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey which differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. This basis of accounting is described in Note 1 to the Village's financial statements.

NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules agree with amounts reported in the Village's financial statements. Financial assistance revenues are reported in the Village's financial statements on a basis of accounting described above as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current Fund	\$ 95,811	\$ 32,243	\$ 128,054
Public Assistance Fund	<u>-</u>	<u>126,203</u>	<u>126,203</u>
	<u>\$ 95,811</u>	<u>\$ 158,446</u>	<u>\$ 254,257</u>

NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the Village's fiscal year and grant program year.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
YEAR ENDED DECEMBER 31, 2012**

NOTE 5 STATE LOANS OUTSTANDING

The Village's state loans outstanding at December 31, 2012, which are not required to be reported on the schedules of expenditures of state financial assistance, are as follows:

<u>Loan Program</u>	<u>State Account Number</u>	<u>Total</u>
Department of Environmental Protection Green Acres Program	4800-533-85000-60	\$ <u>383,282</u>
Environmental Infrastructure Trust Loan	4860-150-09350-60	\$ <u>901,589</u>

**VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2012**

Part 2 – 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 Chapter 5.18-5.20 of *Government Auditing Standards*

THERE ARE NONE.

**VILLAGE OF RIDGEFIELD PARK
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2012**

This section identifies the status of prior-year findings related to the financial statements are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*.

STATUS OF PRIOR YEAR FINDINGS

There were none.

**VILLAGE OF RIDGEFIELD PARK
BERGEN COUNTY, NEW JERSEY**

PART III

SUPPLEMENTARY DATA

LETTER OF COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2012

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY DATA**

**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE -
CURRENT FUND**

	<u>Year 2012</u>			<u>Year 2011</u>	
	<u>Amount</u>	<u>Percent</u>		<u>Amount</u>	<u>Percent</u>
REVENUE AND OTHER INCOME REALIZED					
Fund Balance Utilized	\$ 1,429,400	3.11 %	\$	950,000	2.09 %
Miscellaneous - From Other Than Local					
Property Tax Levies	3,322,956	7.24		3,932,586	8.64
Collection of Delinquent Taxes					
and Tax Title Liens	756,365	1.65		723,135	1.59
Collection of Current Tax Levy	39,457,108	85.96		39,143,116	86.02
Other Credits to Income	<u>933,789</u>	<u>2.03</u>		<u>754,211</u>	<u>1.66</u>
 Total Income	 <u>45,899,618</u>	 <u>100.00 %</u>		 <u>45,503,048</u>	 <u>100.00 %</u>
EXPENDITURES					
Budget Expenditures					
Municipal Purposes	19,528,945	42.60 %		19,157,525	43.62 %
County Taxes	2,952,677	6.44		2,726,992	6.21
Local School Taxes	22,362,835	48.79		22,027,948	50.16
Other Expenditures	<u>993,213</u>	<u>2.17</u>		<u>5,231</u>	<u>0.01</u>
 Total Expenditures	 <u>45,837,670</u>	 <u>100.00 %</u>		 <u>43,917,696</u>	 <u>100.00 %</u>
 Excess in Revenue to Fund Balance	 61,948			 1,585,352	
 Fund Balance, January 1	 <u>2,439,487</u>			 <u>1,804,135</u>	
	2,501,435			3,389,487	
 Less Utilization as Anticipated Revenue	 <u>1,429,400</u>			 <u>950,000</u>	
 Fund Balance, December 31	 <u>\$ 1,072,035</u>			 <u>\$ 2,439,487</u>	

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY DATA**

**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE -
SWIMMING POOL UTILITY OPERATING FUND**

	<u>Year 2012</u>			<u>Year 2011</u>	
	<u>Amount</u>	<u>Percent</u>		<u>Amount</u>	<u>Percent</u>
REVENUE AND OTHER INCOME REALIZED					
Swimming Pool Membership Fees	\$ 122,979	88.66 %	\$	105,936	88.79
Miscellaneous Revenues	<u>15,726</u>	<u>11.34</u>		<u>13,369</u>	<u>11.21</u>
Total Income	<u>138,705</u>	<u>100.00 %</u>		<u>119,305</u>	<u>100.00 %</u>
EXPENDITURES					
Budget Expenditures					
Operating	112,000	68.08 %		112,000	73.31 %
Capital Improvements	22,000	13.37		22,000	14.40
Debt Service	8,031	4.88		7,778	5.09
Deferred Charges and Statutory Expenditures	<u>22,477</u>	<u>13.66</u>		<u>11,004</u>	<u>7.20</u>
Total Expenditures	<u>164,508</u>	<u>100.00 %</u>		<u>152,782</u>	<u>100.00 %</u>
Excess (Deficit) in Revenue	(25,803)			(33,477)	
Adjustments to Income Before Fund Balance:					
Realized from General Budget for Anticipated Deficit	<u>25,803</u>			<u>22,000</u>	
Statutory Deficit in Operations to be Raised in Budget of Succeeding Year	<u>\$ -</u>			<u>\$ (11,477)</u>	
Fund Balance, January 1	<u>\$ 12,106</u>			<u>\$ 12,106</u>	
Fund Balance, December 31	<u>\$ 12,106</u>			<u>\$ 12,106</u>	

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY DATA**

Comparative Schedule of Tax Rate Information

	<u>2012</u>	<u>2011</u>	<u>2010</u>
<u>Tax Rate</u>	<u>\$3.341</u>	<u>\$3.255</u>	<u>\$2.509</u>
<u>Apportionment of Tax Rate</u>			
Municipal	1.241	1.215	.949
County	.238	.218	.173
County Open Space	.003	.003	.003
Local School	1.822	1.780	1.384
Library	.037	.039	

Assessed Valuation

2012	<u>\$1,227,786,634</u>	
2011		<u>\$1,237,816,172</u>
2010		<u>\$1,562,721,331</u>

Comparison of Tax Levies and Collection

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

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collection</u>
2012	\$ 41,043,972	\$ 39,457,108	96.13%
2011	40,300,582	39,293,116	97.50%
2010	39,395,170	38,071,965	96.64%

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY DATA**

Delinquent Taxes and Tax Title Liens

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

<u>December 31 Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2012	\$ 26,371	\$ 1,456,696	\$ 1,483,067	3.61%
2011	24,139	756,365	780,504	1.94%
2010	21,965	794,206	816,171	2.07%

Property Acquired by Tax Title Lien Liquidation

No properties have been acquired in 2010 by foreclosure or deed, as a result of liquidation of tax title liens.

The value of property acquired by liquidation of tax title liens at December 31, on the basis of the last assessed valuation of such properties, was as follows:

<u>Year</u>	<u>Amount</u>
2012	\$69,840
2011	69,840
2010	69,840

Comparative Schedule of Fund Balances

<u>Year</u>	<u>Balance, December 31</u>	<u>Utilized In Budget of Succeeding Year</u>
<u>Current Fund</u>		
2012	\$1,072,035	\$781,729
2011	2,439,487	1,429,400
2010	1,804,135	950,000
 <u>Swimming Pool Utility Fund</u>		
2012	\$12,106	\$ -0-
2011	12,106	-0-
2010	12,106	-0-

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY DATA**

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 Bond</u>
George D. Fosdick	Mayor/ Commissioner of Public Safety	
Hugo Poli	Commissioner of Public Works	
Margaret Boyd	Commissioner of Revenue and Finance	
John H. Anlian	Commissioner of Public Affairs	
Adam MacNeill	Commissioner of Parks and Public Property	
Vince Buono	Collector of Taxes	\$1,000,000 (A)
Deborah Fehre	Interim Village Clerk (1/1/12-8/9/12)	
Tara O'Grady	Acting Village Clerk (8/10/12-12/31/12)	
Roslyn Reilly	Deputy Village Clerk, Deputy Tax Collector Principal	
	Assistant, Registrar of Vital Statistics and	
Courtney Fitzpatrick	Tax Search Officer	
	Deputy Village Clerk, Deputy Tax Collector Principal	
	Assistant, Registrar of Vital Statistics and Tax Search Officer (7/2/12-12/31/12)	
Joe Iannaconi	Certified Municipal Finance Officer	
Tara O'Grady	Secretary – Bookkeeper (1/1/12-8/9/12)	
Sandra Bognatz	Secretary – Bookkeeper (7/2/12-12/31/12)	
Courtney Fitzpatrick	Secretary – Bookkeeper (1/1/12-6/29/12)	
Arthur Carlson	Assessor	
Linda Quinn	Tax Assessor - Secretary	
Doug Hansen	Fire Official	
William Muro	Plumbing Sub-Code Official	
Michael Landolfi	Construction Official	
Charles Batch	Fire Protection - Sub-Code Official	
Edward Rose, Jr.	Chief of Police	
Francis Terrence Perna	Judge of Municipal Court	50,000 (B)
Susana Vargas	Court Administrator	
Rocio Medina	Deputy Court Administrator	50,000 (B)
Eunkyong Lee	Violations Clerk	25,000 (C)
Thomas Quirico	Prosecutor	
Joseph Monaghan	Public Defender	
Boswell Engineering	Village Engineer	
Eileen MacKesy-Karpoff	Library Director	
Alan O'Grady	D.P.W. Supervisor	
Albert Knaub	Housing Inspector	
Kathy Tobin	Secretary Board of Health, Secretary Rent	
	Stabilization, Board Welfare Director	
Philip Boggia	Village Attorney	

(A) The Tax Collector was covered by a policy in the amount of \$1,000,000 under the Municipal Excess Liability Joint Insurance Fund.

(B) The Judge, Court Administrator and Deputy Court Clerk were each covered by a separate surety bond issued by the Western Surety Co.

(C) There is a policy with the South Bergen Municipal Joint Insurance Fund for Public Employees Blanket Bonds for \$25,000 for other Court Personnel.

There is a policy with the South Bergen Municipal Joint Insurance Fund for Public Employees Blanket Bonds for \$25,000 for all other personnel.

**VILLAGE OF RIDGEFIELD PARK
LETTER OF COMMENTS AND RECOMMENDATIONS**

GENERAL COMMENTS

Our comments with respect to the appropriation and any error, omission, irregularity, violation of law, discrepancy or other nonconformity to the law or regulation found during the examination are herewith set forth.

Prior Year Comments Repeated in the Current Year

Finding:

Our audit revealed wire transfer receipts, interest income, and BAN renewals were not posted to the subsidiary revenue reports.

Recommendation:

It is recommended that all cash receipts be posted to the Current and General Capital Fund subsidiary revenue reports.

Finding:

Our audit indicated the Village maintained certain reserves in the Other Trust Fund; however, a dedication by rider was not sought from the Division of Local Government Services.

Recommendation:

It is recommended that the reserves in the Other Trust Fund with no approved dedication by rider be cleared of record or approval of a dedication by rider be requested from the Division of Local Government Services.

Current Year Comments

Finding:

The appropriation reserve report was not in agreement with the general ledger balance.

Recommendation:

The appropriation reserve report be reconciled to agree with the general ledger balance.

Finding:

Prior years grants receivable in the General Capital Fund remain uncollected.

Recommendation:

Prior years grants receivable in the General Capital Fund be reviewed and cleared of record.

Finding:

The audit of payroll revealed that the salary ordinance was incorrect with respect to the Construction Code Official salary calculation. Furthermore the ordinance does not refer to those contractual employees entitled to receive additional compensation as "straight time".

Recommendation:

The salary ordinance be reviewed to ensure all salaries are properly calculated. Also the salary ordinance should reflect those employees entitled to additional compensation over and above the approved contractual amount.

**VILLAGE OF RIDGEFIELD PARK
LETTER OF COMMENTS AND RECOMMENDATIONS**

GENERAL COMMENTS (Continued)

Current Year Comments (Continued)

Finding:

Change orders were made to contracts with Dakota Excavating and English Paving that were not approved in the minutes.

Recommendation:

All contract change orders be submitted to the Village Commissioners for formal approval.

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

NJS 40A:11-4 states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate \$29,000, except by contract or agreement." As of July 1, 2011 the bidding threshold was increased to \$36,000.

If the Village's purchasing agent is qualified pursuant to subsection b. of Section 9 of P.L. 1971, C.198 (C.40A:11-9), the Village may establish the bid threshold up to \$36,000. The Village's Purchasing Agent is qualified and the Village, by resolution, has increased the bid threshold to \$36,000.

The Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where a question arises as to whether any contract agreement might result in violation of the statute, the Village Counsel's opinion should be sought before a commitment is made.

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

Acquisition of DPW Vehicle
Acquisition of Police Equipment

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S. 40A:11-5.

Our examination of expenditures did not reveal any instances where payments exceeded \$36,000 "for the performance of any work, or the furnishing or hiring of any materials or supplies," where bids had not been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of NJS 40A:11-6.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

**VILLAGE OF RIDGEFIELD PARK
LETTER OF COMMENTS AND RECOMMENDATIONS**

GENERAL COMMENTS (Continued)

Collection of Interest on Delinquent Taxes and Assessments

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

The Governing Body on January 10, 2012 adopted the following resolution authorizing interest to be charged on delinquent taxes:

WHEREAS, R.S. 54:4-67 permits the governing body of each municipality to fix the rate of interest to be charged for nonpayment of taxes or assessments subject to any abatement or discount for the late payment of taxes as provided by law; and

Collection of Interest on Delinquent Taxes and Assessments (Continued)

WHEREAS, R.S. 54:4-67 has been amended to permit the fixing of said rate of 8% per annum on the first \$1,500 of the delinquency and 18% per annum on the amount in excess of \$1,500.

NOW, THEREFORE, BE IT RESOLVED, that:

1. The Tax Collector is hereby authorized and directed to charge 8% per annum on the first \$1,500 of taxes becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500 becoming delinquent after due date, subject to any abatement or discount for the late payment of taxes as provided by law.
2. There shall be a grace period of ten (10) days for each quarterly tax payment.

It appears from our examination of the Collector's record that interest was collected in accordance with the foregoing resolution.

Delinquent Taxes and Tax Title Liens

The last tax sale was held on December 12, 2012 and was complete.

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

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

<u>Year</u>	<u>Number of Liens</u>
2012	1
2011	1
2010	1

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

Appreciation

We desire to express our appreciation to the Village staff who assisted us during the course of our audit.

**VILLAGE OF RIDGEFIELD PARK
LETTER OF COMMENTS AND RECOMMENDATIONS**

RECOMMENDATIONS

It is recommended that:


- * 1. All cash receipts be posted to the Current and General Capital Fund subsidiary revenue reports.
- * 2. The reserves in the Other Trust Fund with no approved dedication by rider be cleared of record or approval of a dedication by rider be requested from the Division of Local Government Services.
- 3. The appropriation reserve report be reconciled to agree with the general ledger balance.
- 4. Prior years grants receivable in the General Capital Fund be reviewed and cleared of record.
- 5. The salary ordinance be reviewed to ensure all salaries are properly calculated. Also the salary ordinance should reflect those employees entitled to additional compensation over and above the approved contractual amount.
- 6. All contract change orders be submitted to the Village Commissioners for formal approval.


A review was performed on all prior year's recommendations. Corrective action was taken on all prior year recommendations with the exception of those recommendations denoted with an asterisk (*).

* * * * *

The recommendations noted in our review were not of such magnitude that they would affect our ability to express an opinion on the financial statements taken as a whole.

Should any questions arise as to our comments or recommendations, or should you desire assistance in implementing our recommendations, please do not hesitate to call us.


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Registered Municipal Accountants


Dieter P. Lerch
Registered Municipal Accountant
RMA Number CR00398

