

VILLAGE OF RIDGEFIELD PARK
BERGEN COUNTY, NEW JERSEY
REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2016

VILLAGE OF RIDGEFIELD PARK

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>Part I</u>		
Independent Auditor's Report		1 - 4
Statements of Assets, Liabilities, Reserves and Fund Balance - Current Fund	A	
Comparative Statements of Operations and Changes in Fund Balance - Current Fund	A-1	
Statement of Revenues - Current Fund	A-2	
Statement of Expenditures - Current Fund	A-3	
Statements of Assets, Liabilities and Reserves - Trust Funds	B	
Statements of Assets, Liabilities, Reserves and Fund Balance - General Capital Fund	C	
Statements of Capital Fund Balance - General Capital Fund	C-1	
Statements of Assets, Liabilities, Reserves and Fund Balance - Swimming Pool Utility Fund – Operating and Capital	D	
Comparative Statements of Operations and Change in Operating Fund Balance - Swimming Pool Utility Operating Fund	D-1	
Statement of Revenues - Swimming Pool Utility Operating Fund	D-2	
Statement of Expenditures - Swimming Pool Utility Operating Fund	D-3	
Statements of Assets, Liabilities and Reserves - Public Assistance Fund	E	
Comparative Statements of Assets, Liabilities and Reserves - General Fixed Assets Account Group	F	
Notes to Financial Statements		5 - 49

Current Fund

Schedule of Cash – Treasurer	A-4
Schedule of Change Fund	A-5
Schedule of Petty Cash Funds	A-6
Schedule of Taxes Receivable	A-7
Schedule of Tax Title Liens	A-8
Schedule of Property Acquired for Taxes (At Assessed Valuation)	A-9
Schedule of Revenue Accounts Receivable	A-10
Schedule of Interfunds Receivable/(Payable)	A-11
Schedule of Due from State of New Jersey for Senior Citizens' and Veterans' Deductions	A-12
Schedule of Mortgages Receivable - Fire Department Companies	A-13
Schedule of Deferred Charges	A-14
Statement of Appropriation Reserves	A-15
Schedule of Encumbrances Payable	A-16
Schedule of Fees Payable	A-17
Schedule of Prepaid Taxes	A-18
Schedule of Tax Overpayments	A-19
Schedule of Local District School Taxes	A-20
Schedule of County Taxes Payable	A-21
Schedule of Reserve for Sale of Municipal Asset	A-22
Schedule of Grants Receivable	A-23
Schedule of Reserve for Grants - Unappropriated	A-24
Schedule of Reserve for Grants Appropriated	A-25

VILLAGE OF RIDGEFIELD PARK

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
<u>Trust Fund</u>		
Schedule of Cash - Animal Control Fund	B-1	
Schedule of Due to the State of New Jersey - Animal Control Fund	B-2	
Schedule of Reserve for Animal Control Fund Expenditures	B-3	
Schedule of Due To Current Fund - Animal Control Fund	B-4	
Schedule of Cash - Unemployment Trust Fund	B-5	
Schedule of Reserve for Unemployment Trust Fund	B-6	
Schedule of Cash - Other Trust Fund	B-7	
Schedule of Fund Balance - Other Trust Fund	B-8	
Schedule of Due from Swimming Pool Utility Operating Fund - Other Trust Fund	B-9	
Schedule of Due to General Capital Fund - Other Trust Fund	B-10	
Schedule of Due to Current Fund - Other Trust Fund	B-11	
Schedule of Reserve for Other Trust Fund Activity	B-12	
Schedule of Cash - Health Benefits Self-Insurance Fund	B-13	
Schedule of Reserve for Health Benefits Self-Insurance Fund	B-14	
Schedule of Investments - Length of Service Awards Program Fund (Unaudited)	B-15	
Schedule of Reserve for Length of Service Awards Program Fund (Unaudited)	B-16	
<u>General Capital Fund</u>		
Schedule of General Capital Cash - Treasurer	C-2	
Analysis of General Capital Cash	C-3	
Schedule of State Grants Receivable	C-4	
Schedule of Due from County of Bergen - Community Development Agency	C-5	
Schedule of Due from Other Trust Fund	C-6	
Schedule of Due from Current Fund	C-7	
Schedule of Deferred Charges to Future Taxation - Funded	C-8	
Schedule of Deferred Charged to Future Taxation - Unfunded	C-9	
Schedule of Improvement Authorizations	C-10	
Schedule of Reserve for Bond Sale Costs	C-11	
Schedule of Capital Improvement Fund	C-12	
Schedule of Green Acres Loan Payable	C-13	
Schedule of Environmental Infrastructure Loan Payable	C-14	
Schedule of General Serial Bonds	C-15	
Schedule of Bond Anticipation Notes	C-16	
Schedule of Reserve for Encumbrances	C-17	
Schedule of Reserve for Preliminary Expenses	C-18	
Schedule of Reserve for Future Capital Improvements	C-19	
Schedule of Due from Swimming Pool Utility Operating Fund	C-20	
<u>Swimming Pool Utility Operating Fund</u>		
Schedule of Cash	D-4	
Schedule of Deferred Charges	D-5	
Schedule of Due to Swimming Pool Utility Capital Fund	D-6	
Schedule of Due from Current Fund	D-7	
Schedule of Due to Other Trust Fund	D-8	
Schedule of Encumbrances Payable	D-9	

VILLAGE OF RIDGEFIELD PARK

TABLE OF CONTENTS

	Exhibit	Page
<u>Swimming Pool Utility Capital Fund</u>		
Schedule of Cash	D-10	
Schedule of Due from Swimming Pool Utility Operating Fund	D-11	
Schedule of Fixed Capital	D-12	
Schedule of Fixed Capital Authorized and Uncompleted	D-13	
Schedule of Reserve for Amortization	D-14	
Schedule of Reserve for Deferred Amortization	D-15	
Schedule of Capital Improvement Fund	D-16	
Schedule of Improvement Authorizations	D-17	
Schedule of Due to/(from) Current Fund	D-18	
Schedule of Due to General Capital Fund	D-19	
 <u>Public Assistance Fund</u>		
Schedule of Public Assistance Cash - Treasurer	E-1	
Statement of Public Assistance Revenues	E-2	
Statement of Public Assistance Expenditures	E-3	
Schedule of Reserve for Public Assistance Expenditures	E-4	
Schedule of Due to Current Fund	E-5	
	Schedule	Page
 <u>Part II</u>		
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		50 - 52
Schedule of Expenditure of Federal Awards	1	
Schedule of Expenditure of State Financial Assistance	2	
Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance		53 - 54
Schedule of Findings and Responses		55 - 56
Summary Schedule of Prior Year Audit Finding		57
 <u>Part III</u>		
Supplementary Information and General Comments and Recommendations - Current Fund		58
Supplementary Information and General Comments and Recommendations - Swimming Pool Utility Operating Fund		59
Comparative Tax Rate Information		60
Comparison of Tax Levies and Collection		60
Delinquent Taxes and Tax Title Liens		61
Property Acquired by Tax Title Liquidation		61
Comparative Schedule of Fund Balances		62
Officials in Office and Surety Bonds		63
General Comments		63 - 68
Comments and Recommendations		69 - 71

VILLAGE OF RIDGEFIELD PARK
BERGEN COUNTY, NEW JERSEY

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2016

DONOHUE, GIRONDA, DORIA, TOMKINS, LLC

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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 financial statements – regulatory basis of the Village of Ridgefield Park, New Jersey (the “Village”), which comprise the combined balance sheets – regulatory basis and statement of revenues, expenditures and changes in fund balance – regulatory basis, of each fund and General Fixed Assets, and the statement of revenues, expenditures and changes in fund balance – regulatory basis – budgetary comparison, as of and for the year ended December 31, 2016 (with comparative totals for December 31, 2015), 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 reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the “Division”). Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village'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 Village'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 A, the financial statements are prepared by the Village on the basis of the financial reporting provisions of the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Division.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Village, as of December 31, 2016, and the respective changes in financial position for the year then ended.

Basis for Qualified Opinion on Other Post-Employment Benefits Obligation Disclosure

As explained in Finding 2016-001 of the schedule of findings and responses, the Village has not obtained an actuarial valuation of other post-employment benefits (OPEB) obligation since December 31, 2011. GASB Statement No. 45 requires that local units obtain an actuarially calculated OPEB obligation on a periodic basis of every three years. Such OPEB obligation is required to be disclosed in the notes to the financial statements as per the N.J.A.C. 5:30-6.1. The OPEB obligation disclosed in the notes to the financial statements calculated for the fifth year using assumptions from the December 31, 2011 actuarial calculation may differ from an actuarially recalculated OPEB obligation at December 31, 2016.

Qualified Opinion

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinion on Other-Post Employment Benefit Obligation Note Disclosure” paragraph, the financial statements referred to above present fairly, in all material respects, the notes to the financial statements as of and for the year ended December 31, 2016 in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion on Regulatory Basis Accounting

In our opinion, other than the OPEB obligation note disclosure, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of each fund and General Fixed Assets of the Village, as of December 31, 2016, and their respective revenues, expenditures and changes in fund balance and the respective budgetary comparison schedule for the year then ended, in accordance with the financial reporting provisions of the Division as described in Note A.

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 opinions on the financial statements that collectively comprise the Village’s financial statements. The schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying supplementary information section, general comments and comments and recommendations are presented for purposes of additional analysis as required by the Division.

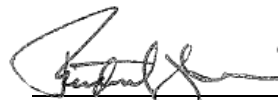
The supplementary information section, general comments and comments and recommendations are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and the Division. In our opinion, the supplementary information section, general comments and comments and recommendations are fairly stated in all material respects in relation to the financial statements taken as a whole.

The schedule of expenditures of federal awards and schedule of expenditures of state financial assistance have not been subjected to the auditing procedures as applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated May 12, 2017, on our consideration of the Village's internal control over financial reporting and 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's internal control over financial reporting and compliance.


DONOHUE, GIRONDA, DORIA
& TOMKINS, LLC


FREDERICK J. TOMKINS
Registered Municipal Accountant # 327

Bayonne, New Jersey
May 12, 2017

EXHIBIT A

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>			
Regular Fund:			
Cash and Cash Equivalents	A-4	\$ 12,403,728	\$ 13,267,768
Change Fund	A-5	225	225
Petty Cash	A-6	-	-
Due from State of New Jersey - Senior Citizen and Veterans' Deductions	A-12	2,023	-
Grants Receivable	A-23	96,301	14,887
		<u>12,502,277</u>	<u>13,282,880</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Taxes Receivable	A-7	563,818	481,054
Tax Title Liens Receivable	A-8	39,847	37,484
Property Acquired for Taxes at Assessed Valuation	A-9	69,840	69,840
Revenue Accounts Receivable	A-10	18,570	17,329
Interfunds Receivable:			
Due from Other Trust Fund	A-11	18,694	198,174
Due from Animal Control Trust Fund	A-11	5,141	7,384
Due from Public Assistant Trust Fund	A-11	238	238
Mortgage Receivables - Fire Department Companies	A-13	249,285	260,085
	A	<u>965,433</u>	<u>1,071,588</u>
Deferred Charges			
	A-14	9,861	-
		<u>9,861</u>	<u>-</u>
Total Assets		<u>\$ 13,477,571</u>	<u>\$ 14,354,468</u>

See Accompanying Notes to the Financial Statements

EXHIBIT A

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Appropriation Reserves	A-3, A-15	\$ 1,430,061	\$ 989,639
Due to State of New Jersey -			
Senior Citizen and Veterans' Deductions	A-12	-	3,819
Reserve for Encumbrances	A-16	480,149	404,350
Fees Payable	A-17	306	3,121
Prepaid Taxes	A-18	162,880	195,095
Tax Overpayments	A-19	18,826	11,894
Local School District Taxes Payable	A-20	3,454,733	3,496,374
County Taxes Payable	A-21	3,324	1,551
Reserve for Sale of Municipal Asset	A-22	2,710,459	4,755,124
Reserve for Unappropriated Grants	A-24	14,147	4,504
Reserve for Appropriated Grants	A-25	200,425	174,355
Interfunds Payable:			
Due to General Capital Fund	A-11	1,589,711	208,732
Due to Swimming Pool Utility Operating Fund	A-11	6,670	1,424
Due to Swimming Pool Utility Capital Fund Fund	A-11	69,948	-
		<u>10,141,639</u>	<u>10,249,982</u>
Reserve for Receivables	Above	<u>965,433</u>	<u>1,071,588</u>
Total Liabilities		11,107,072	11,321,570
Fund Balance	A-1	<u>2,370,499</u>	<u>3,032,898</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 13,477,571</u>	<u>\$ 14,354,468</u>

See Accompanying Notes to the Financial Statements

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**

**COMPARATIVE STATEMENTS OF OPERATIONS
AND CHANGE IN FUND BALANCE**

	Ref.	2016	2015
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	A-1, A-2	\$ 1,650,000	\$ 1,350,000
Miscellaneous Revenue Anticipated	A-2	5,647,006	5,210,331
Receipts from Delinquent Taxes	A-2	481,054	445,704
Receipts from Current Taxes	A-2	43,106,909	42,301,533
Non-Budget Revenues	A-2	316,398	326,853
Unexpended Balances of Appropriations Cancelled	A-3	15,962	503,828
Other Credits to Income:			
Dog License Fund - Statutory Excess	A-11	5,213	7,376
Interfunds Returned	A-11	181,723	398,436
Mortgage Receivable Collected	A-13	10,800	10,600
Unexpended Balance of Appropriation Reserves	A-15	724,526	1,186,341
Prior Year Encumbrances Cancelled		-	2,011
Total Income		<u>52,139,591</u>	<u>51,743,013</u>
<u>EXPENDITURES</u>			
Budget Appropriations	A-3	22,553,183	22,072,201
Appropriation by 40A:4-87	A-3	84,217	4,691
Overexpenditure of Budget Appropriation	A-3	9,861	-
Refund of Prior Year Taxes	A-7	418,315	490,530
Local School District Taxes	A-20	25,130,586	24,331,438
County Taxes	A-2, A-21	2,965,689	2,934,076
Interfund Advances Originating in Current Year		-	195,269
Total Expenditures		<u>51,161,851</u>	<u>50,028,205</u>
Excess in Revenue		<u>977,740</u>	<u>1,714,808</u>
Adjustment to Income before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budget of Succeeding Year:			
Overexpenditures	A-14	<u>9,861</u>	<u>-</u>
Statutory Excess to Fund Balance		987,601	1,714,808
Fund Balance, Beginning of Year	A	<u>3,032,898</u>	<u>2,668,090</u>
		4,020,499	4,382,898
Decreased by:			
Utilized as Anticipated Revenue	A-1, A-2	<u>1,650,000</u>	<u>1,350,000</u>
Fund Balance, End of Year	A	<u>\$ 2,370,499</u>	<u>\$ 3,032,898</u>

See Accompanying Notes to the Financial Statements

EXHIBIT A-2

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF REVENUES

	Ref.	Budget	Realized	Excess or (Deficit)
FUND BALANCE	A-1	\$ 1,650,000	\$ 1,650,000	\$ -
MISCELLANEOUS REVENUES:				
Local Revenues:				
Licenses:				
Alcoholic Beverages	A-10	\$ 5,500	\$ 5,027	\$ (473)
Other - Village Clerk	A-10	7,000	5,880	(1,120)
Fees and Permits	A-10	55,000	59,876	4,876
Fines and Costs:				
Municipal Court	A-10	250,000	262,273	12,273
Interest and Costs on Taxes	A-10	90,000	143,959	53,959
Parking Meters	A-10	82,927	72,700	(10,227)
Interest on Investments and Deposits	A-10	15,000	29,827	14,827
Total Local Revenues		<u>505,427</u>	<u>579,542</u>	<u>74,115</u>
State Aid Without Offsetting Appropriations				
Consolidated Municipal Property Tax Relief Aid	A-10	101,165	101,165	-
Energy Receipts Taxes	A-10	1,115,460	1,115,460	-
Total State Aid Without Offsetting Appropriations		<u>1,216,625</u>	<u>1,216,625</u>	<u>-</u>
Dedicated Uniform Construction Code Fees Offset with Appropriations				
Uniform Construction Code Fees	A-10	<u>250,000</u>	<u>297,048</u>	<u>47,048</u>
Special Items of Revenue - Public and Private Revenues				
Clean Communities Program		25,116	25,116	-
Reserve for Body Armor Replacement Fund		3,031	3,031	-
Reserve for Alcohol Education		1,473	1,473	-
Municipal Alliance		6,414	6,414	-
History Grant		565	565	-
Drive Sober or Get Pulled Over		2,810	2,810	-
F.E.M.A. - Fire Department Equipment Grant		75,000	75,000	-
Office of Emergency Management		5,000	5,000	-
Total Special Items of Revenue - Public and Private Revenues	A-23	<u>119,409</u>	<u>119,409</u>	<u>-</u>
Special Items of Revenue - Other				
Uniform Fire Safety	A-10	17,000	18,318	1,318
Hotel Fees	A-10	250,000	257,519	7,519
Cell Tower Rents	A-10	40,000	47,109	7,109
Franchise Fee/Cable	A-10	140,000	156,762	16,762
Movie Theater Rent and Concession	A-10	125,000	204,674	79,674
Sale of Municipal Asset	A-10	2,750,000	2,750,000	-
Total Special Items of Revenue - Other		<u>3,322,000</u>	<u>3,434,382</u>	<u>112,382</u>
Total Miscellaneous Revenues	A-1	5,413,461	5,647,006	233,545
Receipts From Delinquent Taxes	A-1, A-7	<u>481,000</u>	<u>481,054</u>	<u>54</u>
Subtotal General Revenues and Fund Balance Anticipated		<u>7,544,461</u>	<u>7,778,060</u>	<u>233,599</u>
Amount to Be Raised by Taxes for Support of Municipal Budget				
Local Tax for Municipal Purposes		\$ 14,684,869	\$ 14,544,343	\$ (140,526)
Minimum Library Tax		<u>408,070</u>	<u>466,291</u>	<u>(58,221)</u>
Total Amount to Be Raised by Taxes for Support of Municipal Budget	Below, A-7	<u>15,092,939</u>	<u>15,010,634</u>	<u>(198,747)</u>
Non-Budget Revenues	Below, A-1, A-4	<u>-</u>	<u>316,398</u>	<u>316,398</u>
Total General Revenues	Below	<u>\$ 22,637,400</u>	<u>\$ 23,105,092</u>	<u>\$ 467,692</u>
			Below	
Budget	A-3	\$ 22,553,183		
Appropriation by 40A:4-87 (Chapter 159 Amendment)	A-3	<u>84,217</u>		
	Above	<u>\$ 22,637,400</u>		

EXHIBIT A-2

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF REVENUES

	Ref.	Budget	Realized	Excess or (Deficit)
ANALYSIS OF REALIZED REVENUE				
Allocation of Current Taxes				
Revenue from Collections	A-7	\$ 42,584,699		
Add: Reserve for Uncollected Taxes	A-3	<u>522,210</u>		
	A-1	43,106,909		
Less:				
Allocated to School Taxes	A-19	25,130,586		
Allocated to County Taxes	A-1, A-20	<u>2,965,689</u>		
Amount for Support of Municipal Budget	Above		\$ 15,010,634	
Receipts from Delinquent Taxes				
Delinquent Tax Collections	A-1, A-7		481,054	
Miscellaneous Revenues Anticipated	A-10	5,528,838		
Public and Private Revenues	A-23	<u>119,409</u>		
	A-1		5,648,247	
Fund Balance	A-1		1,650,000	
ANALYSIS OF NON-BUDGET REVENUE				
Hartz Mountain Lease Rent		18,000		
Maintenance of Liens Property		2,675		
Prior Year Payments for 70 Challenger Road		128,020		
Ground Rent for Challenger Road		40,971		
Open Public Records Requests Fees		2,621		
Click-it or Ticket Grant		200		
Police Services		44,259		
Planning Board Variance Fees		8,930		
Board of Adjustment Variance fees		3,860		
Summer Recreation Registration Fees		39,564		
Senior Citizens Building Tax		15,750		
Fines for Dogs and Cat Licenses Late Fees		440		
Senior Citizen and Veteran's Deduction Admin Fee		1,445		
Other Miscellaneous Receipts		<u>9,663</u>		
	Above, A-1		<u>316,398</u>	
	Above		<u>\$ 23,106,333</u>	

EXHIBIT A-3

VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Paid or Charged	Expended		Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification		Encumbered	Reserved		
OPERATIONS - WITHIN "CAPS"								
GENERAL GOVERNMENT								
Administration of Public Assistance								
Salaries & Wages		\$ 18,776	\$ 20,395	\$ 20,096	\$ -	\$ 299	\$ -	\$ -
Other Expenses		2,500	2,500	997	-	1,503	-	-
Board of Health								
Salaries & Wages		96,910	96,910	86,146	-	10,764	-	-
Other Expenses		14,675	14,675	6,629	235	7,811	-	-
Other Expenses - Contractual		29,830	29,830	26,927	535	2,368	-	-
Human Resources (Personnel)								
Labor Negotiations		80,000	20,000	1,266	-	18,734	-	-
Dog Regulation								
Other Expenses		20,000	20,000	17,184	-	2,816	-	-
Mayor & Board of Commissioners								
Salaries & Wages		16,501	18,112	18,112	-	-	-	-
Municipal Land Use Law (N.J.S.A. 40:55D-1) Planning Board								
Salaries & Wages		8,951	9,784	9,784	-	-	-	-
Other Expenses		21,200	21,565	2,649	-	18,916	-	-
Special Consultant		5,000	5,000	4,150	-	850	-	-
Board of Adjustment								
Salaries & Wages		9,851	9,894	9,894	-	-	-	-
Other Expenses		12,500	12,500	7,184	21	5,295	-	-
Land Use Services & Costs								
Salaries & Wages		2,133	2,133	1,830	-	303	-	-
Other Expenses		1,500	1,500	609	-	891	-	-
Citizens Advisory Committee								
Salaries & Wages		11,730	14,180	14,180	-	-	-	-
Other Expenses		136,100	136,100	73,469	38,124	24,507	-	-

See Accompanying Notes to the Financial Statements

EXHIBIT A-3

VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Paid or Charged	Expended		Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification		Encumbered	Reserved		
OPERATIONS - WITHIN "CAPS" (Continued)								
Affordable Housing Agency (Rent Control)								
Salaries & Wages		\$ 2,724	\$ 2,724	\$ 2,517	\$ -	\$ 207	\$ -	\$ -
Other Expenses		1,100	1,100	493	-	607	-	-
Celebration of Public Event, Anniversary or Holiday								
Other Expenses		60,100	60,100	51,641	-	8,459	-	-
Public Safety								
Police								
Salaries & Wages		4,754,620	4,754,620	4,722,114	-	32,506	-	-
Other Expenses		436,100	436,100	297,071	131,695	7,334	-	-
Meter Enforcement		25,000	25,000	20,260	-	4,740	-	-
Municipal Court								
Salaries & Wages (Prosecutor)		20,000	24,936	24,847	-	89	-	-
Dr. Charles A. Knox Memorial Volunteer Ambulance Corps.								
Other Expenses		64,000	64,000	44,450	19,494	56	-	-
Rescue Squad								
Other Expenses		25,000	25,000	9,997	7,253	7,750	-	-
Fire								
Other Expenses		190,750	190,750	180,027	6,866	3,857	-	-
Emergency Management Services								
Salaries & Wages		11,219	11,245	11,245	-	-	-	-
Other Expenses		10,500	10,500	6,153	435	3,912	-	-
Uniform Fire Safety Act								
Fire								
Salaries & Wages		49,468	50,657	50,657	-	-	-	-
Other Expenses		10,000	10,000	9,696	250	54	-	-

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Paid or Charged	Expended		Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification		Encumbered	Reserved		
OPERATIONS - WITHIN "CAPS" (Continued)								
Assessment of Taxes								
Salaries & Wages		\$ 71,404	\$ 71,404	\$ 64,546	\$ -	\$ 6,858	\$ -	\$ -
Other Expenses		9,150	9,150	5,958	-	3,192	-	-
Tax Appeals		100,000	100,000	100,000	-	-	-	-
Collection of Taxes								
Salaries & Wages		199,096	144,460	141,073	-	3,387	-	-
Other Expenses		23,100	23,100	22,733	-	367	-	-
Financial Administration								
Chief Financial Officer								
Salaries & Wages		29,580	29,580	29,006	-	574	-	-
Other Expenses		30,000	39,637	39,637	-	-	-	-
Audit Services		36,000	36,000	36,000	-	-	-	-
Village Clerk's Office								
Salaries & Wages		85,170	85,170	83,511	-	1,659	-	-
Other Expenses		170,300	135,300	64,981	1	70,318	-	-
Election								
Salaries & Wages		6,000	2,888	2,888	-	-	-	-
Other Expenses		22,000	24,295	34,156	-	-	-	9,861
Xerox Rental & Supplies								
Other Expenses		5,000	5,000	805	-	4,195	-	-
Legal Services & Costs								
Salaries & Wages		51,524	51,615	51,615	-	-	-	-
Other Expenses		80,000	50,000	40,593	-	9,407	-	-
Bergen County Litigation		17,500	17,500	-	-	17,500	-	-
Development of Meadowlands		75,000	65,000	38,176	-	26,824	-	-
New Ordinances		8,000	8,000	1,072	-	6,928	-	-
Defense of Tax Appeals		125,000	217,605	217,605	-	-	-	-

EXHIBIT A-3

VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Paid or Charged	Expended		Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification		Encumbered	Reserved		
OPERATIONS - WITHIN "CAPS" (Continued)								
Municipal Court								
Salaries & Wages		\$ 231,421	\$ 231,421	\$ 226,512	\$ -	\$ 4,909	\$ -	\$ -
Other Expenses		33,600	33,600	28,426	-	5,174	-	-
Public Defender (P.L. 1997, C.256)								
Salaries and Wages		15,000	16,675	10,585	-	6,090	-	-
Codification of Ordinances								
Other Expenses		7,500	7,500	2,039	-	5,461	-	-
Revision of Ordinances								
Other Expenses		2,000	2,000	184	-	1,816	-	-
Engineering Services & Costs								
Other Expenses		25,000	25,000	3,006	-	21,994	-	-
Public Buildings & Grounds								
Salaries & Wages		64,820	64,820	57,276	-	7,544	-	-
Other Expenses		226,250	226,250	207,954	9,257	9,039	-	-
Vehicle Maintenance(Garage and General Overhead)								
Salaries & Wages		648,720	648,720	601,418	-	47,302	-	-
Other Expenses		110,000	130,000	83,014	40,608	6,378	-	-
Sanitary Landfill Contractual - Bergen County		600,000	580,000	483,117	49,407	47,476	-	-
Road Repairs & Maintenance								
Salaries & Wages		260,508	260,508	238,154	-	22,354	-	-
Other Expenses		36,000	36,000	34,070	-	1,930	-	-
Snow Removal								
Salaries & Wages		70,000	70,000	56,995	-	13,005	-	-
Other Expenses		60,000	60,000	43,084	13,500	3,416	-	-
Garbage & Trash Removal								
Salaries & Wages		702,270	702,270	690,480	-	11,790	-	-
Other Expenses		115,000	115,000	101,550	13,250	200	-	-

See Accompanying Notes to the Financial Statements

EXHIBIT A-3

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Expended			Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved		
OPERATIONS - WITHIN "CAPS" (Continued)								
Recycling Program								
Salaries & Wages		\$ 146,780	\$ 146,780	\$ 144,192	\$ -	\$ 2,588	\$ -	\$ -
Other Expenses		60,000	60,000	46,538	9,308	4,154	-	-
Sewer Maintenance								
Salaries & Wages		137,580	137,580	136,438	-	1,142	-	-
Other Expenses		70,000	70,000	57,558	8,700	3,742	-	-
Department of Parks & Public Property								
Maintenance of Parks (Parks & Plazas)								
Salaries & Wages		370,280	370,280	370,195	-	85	-	-
Other Expenses		145,000	145,000	143,677	320	1,003	-	-
Recreation & Playgrounds								
Salaries & Wages		46,500	71,968	71,968	-	-	-	-
Other Expenses		44,500	58,721	46,546	9,865	2,310	-	-
Insurance (N.J.S.A. 40A-4-45.3(00))								
General Liability		665,000	665,000	622,788	-	42,212	-	-
Employee Group Health		2,257,200	2,257,200	1,618,120	-	639,080	-	-
Health Insurance Deductible		7,200	7,200	6,964	-	236	-	-
Salary Wage Adjustment		20,000	20,000	-	-	20,000	-	-
CONSTRUCTION CODE OFFICIAL								
Salaries & Wages		257,901	276,606	273,309	-	3,297	-	-
Other Expenses - Miscellaneous		83,500	83,500	43,312	185	40,003	-	-
UNCLASSIFIED								
Utilities:								
Street Lighting		125,000	125,000	100,427	-	24,573	-	-
Fire Hydrant Service		130,000	130,000	128,334	-	1,666	-	-
Telephone Expense		3,000	3,000	1,004	-	1,996	-	-
Total Operations within "CAPS"		15,070,092	15,055,113	13,385,863	359,309	1,319,802	-	9,861

See Accompanying Notes to the Financial Statements

EXHIBIT A-3

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Expended		Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - WITHIN "CAPS" (Continued)							
CONTINGENT							
Total Operations Including Contingent - within "CAPS"		\$ 25,000	\$ 25,000	\$ -	\$ 16,540	\$ 8,460	\$ -
		15,095,092	15,080,113	13,385,863	375,849	1,328,262	9,861
Detail:							
Salaries & Wages		8,417,437	8,418,335	8,221,583	-	196,752	-
Other Expenses (Including Contingent)		6,677,655	6,661,778	5,164,280	375,849	1,497,498	9,861
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"							
Anticipated Deficit in Swimming Pool Utility Operations		45,416	45,416	29,662	-	-	-
Statutory Expenditures							
Social Security System (O.A.S.I.)		434,000	434,000	402,378	-	31,622	-
Police & Fireman's Retirement System of NJ		775,000	775,000	765,963	-	9,037	-
State Unemployment Insurance		150,000	150,000	150,000	-	-	-
Pension Adjustment Fund		15,000	15,000	-	-	15,000	-
Public Employees Retirement System of NJ		448,545	463,524	463,524	-	-	-
Total Deferred Charges & Statutory Expenditures - Municipal within "CAPS"		1,867,961	1,882,940	1,811,527	-	55,659	-
Total General Appropriations for Municipal Purposes within "CAPS"		16,963,053	16,963,053	15,197,390	375,849	1,383,921	9,861
OPERATIONS - EXCLUDED FROM "CAPS"							
Maintenance of Free Public Library (Ch. 82 & 541, P.L. 1985)		532,556	532,556	494,361	4,577	33,618	-
Bergen County Utilities Authority Sewer Service Charges - Contractual		1,398,498	1,398,498	1,398,497	-	1	-
Police 9-1-1 Emergency System							
Other Expenses		10,000	10,000	7,390	-	2,610	-
Length of Service Award Program (LOSAP)		140,000	139,861	129,950	-	9,911	-
Recycling Tax Appropriation		20,000	20,139	9,195	10,944	-	-

See Accompanying Notes to the Financial Statements

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Expended		Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS - EXCLUDED FROM "CAPS" (Continued)							
Public and Private Programs Offset by Revenues							
Clean Communities Program		\$ 19,274	\$ 25,116	\$ 25,116	\$ -	\$ -	\$ -
Reserve for Body Armor Replacement Fund		3,031	3,031	3,031	-	-	-
Reserve for Alcohol Education		1,473	1,473	1,473	-	-	-
Municipal Alliance		6,414	6,414	6,414	-	-	-
Municipal Alliance - Matching		5,000	5,000	5,000	-	-	-
History Grant		-	565	565	-	-	-
Drive Sober or Get Pulled Over		-	2,810	2,810	-	-	-
F.E.M.A. - Fire Department Equipment Grant		-	75,000	75,000	-	-	-
Office of Emergency Management		5,000	5,000	5,000	-	-	-
Total Operations Excluded from "CAPS"		2,141,246	2,225,463	2,163,802	15,521	46,140	-
Detail:							
Salaries & Wages		-	-	-	-	-	-
Other Expenses (Including Contingent)		2,141,246	2,225,463	2,163,802	15,521	46,140	-
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"							
Capital Improvement Fund		1,100,000	1,100,000	1,100,000	-	-	-
Total Capital Improvements - Excluded from "CAPS"		1,100,000	1,100,000	1,100,000	-	-	-
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"							
Payment of Bond Principal		935,000	935,000	935,000	-	-	-
Payment of Bond Anticipation Notes & Capital Notes		454,000	454,000	454,000	-	-	-
Interest on Bonds		230,963	230,963	230,962	-	1	-
Interest on Notes		15,443	15,443	15,443	-	-	-
Green Trust Loan Repayments Principal and Interest		47,500	47,500	47,293	-	207	-
Environmental Infrastructure Trust							
Loan Repayments for Principal and Interest		143,768	143,768	143,768	-	-	-
Total Municipal Debt Service - Excluded from "CAPS"		1,826,674	1,826,674	1,826,466	-	208	-
Total General Appropriations for Municipal Purposes Excluded from "CAPS"		5,067,920	5,152,137	5,090,268	15,521	46,140	208
Subtotal General Appropriations		22,030,973	22,115,190	20,287,658	391,370	1,430,061	9,861

See Accompanying Notes to the Financial Statements

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Expended		Unexpended Balance Cancelled	Overexpended
		Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
Reserve for Uncollected Taxes		\$ 522,210	\$ 522,210	\$ 522,210	\$ -	\$ -	\$ -
TOTAL GENERAL APPROPRIATIONS		<u>\$ 22,553,183</u>	<u>\$ 22,637,400</u>	<u>\$ 20,809,868</u>	<u>\$ 391,370</u>	<u>\$ 1,430,061</u>	<u>\$ 9,861</u>
		A-2	Below	Below	A-16	A	A-1
Budget	A-1, A-2		\$ 22,553,183				
Appropriation by 40A:4-87 (Chapter 159 Amendment)	A-1, A-2		84,217				
Emergency Appropriation 40A:4-47	A-14		9,861				
	Above		<u>\$ 22,647,261</u>				
Reserve for Uncollected Taxes	A-2			\$ 522,210			
Cash Disbursements	A-4			20,033,587			
Prior Year Tax Appeals	A-7			100,000			
Due to Swimming Pool Utility - Operating Fund	A-11			29,662			
Grants Appropriated	A-25			35,192			
Grants Appropriated - City Match	A-25			5,000			
Grants Appropriated 40A:4-87	A-25			84,217			
	Above			<u>\$ 20,809,868</u>			

EXHIBIT B

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>			
ANIMAL CONTROL FUND			
Cash and Cash Equivalents	B-1	\$ 22,621	\$ 24,314
Total Animal Control Fund		<u>22,621</u>	<u>24,314</u>
UNEMPLOYMENT INSURANCE FUND			
Cash	B-5	229,383	3
Total Unemployment Insurance Fund		<u>229,383</u>	<u>3</u>
OTHER TRUST FUND			
Cash	B-7	710,515	1,048,525
Due from Swimming Pool Utility Operating Fund	B-9	12,000	12,000
Total Other Trust Fund		<u>722,515</u>	<u>1,060,525</u>
HEALTH BENEFITS SELF-INSURANCE FUND			
Cash	B-13	1,580	18,392
Total Health Benefits Self-Insurance Fund		<u>1,580</u>	<u>18,392</u>
LENGTH OF SERVICE AWARDS PROGRAM FUND (Unaudited)			
Investments	B-15	1,244,307	1,976,352
Total Length Of Service Awards Program Fund (Unaudited)		<u>1,244,307</u>	<u>1,976,352</u>
Total Assets		<u><u>\$ 2,220,406</u></u>	<u><u>\$ 3,079,586</u></u>

EXHIBIT B

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
ANIMAL CONTROL FUND			
Due to State of New Jersey	B-2	\$ 326	\$ -
Reserve for Dog License Expenditures	B-3	17,480	16,930
Due to Current Fund	B-4	4,815	7,384
Total Animal Control Fund		<u>22,621</u>	<u>24,314</u>
UNEMPLOYMENT INSURANCE FUND			
Reserve for Unemployment Trust	B-6	229,383	3
Total Unemployment Insurance Fund		<u>229,383</u>	<u>3</u>
OTHER TRUST FUND			
Due to General Capital Fund	B-10	-	148,858
Due to Current Fund	B-11	18,694	198,174
Reserve for Other Trust Activities	B-12	702,714	712,386
Fund Balance	B-8	1,107	1,107
Total Other Trust Fund		<u>722,515</u>	<u>1,060,525</u>
HEALTH BENEFITS SELF-INSURANCE FUND			
Reserve for Health Benefits Expenditures	B-14	1,580	18,392
Total Health Benefits Self-Insurance Fund		<u>1,580</u>	<u>18,392</u>
LENGTH OF SERVICE AWARDS PROGRAM FUND (Unaudited)			
Reserve for Length of Service Awards Program	B-16	1,244,307	1,976,352
Total Length Of Service Awards Program Fund (Unaudited)		<u>1,244,307</u>	<u>1,976,352</u>
Total Liabilities, Reserves and Fund Balance		<u><u>\$ 2,220,406</u></u>	<u><u>\$ 3,079,586</u></u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

	Ref.	2016	2015
<u>ASSETS</u>			
Cash	C-2, C-3	\$ 2,068,292	\$ 1,106,479
Grants Receivable:			
State of New Jersey	C-4	171,773	40,773
County of Bergen	C-5	136,068	91,068
Due from Trust Fund	C-6	-	148,858
Due from Current Fund	C-7	1,589,711	208,732
Due from Swimming Pool Utility Capital Fund	C-20	41,994	-
Deferred Charges to Future Taxation			
Funded	C-8	6,643,606	7,734,371
Unfunded	C-9	2,850,000	3,304,000
Total Assets		<u>\$ 13,501,444</u>	<u>\$ 12,634,281</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Improvement Authorizations:			
Funded	C-10	\$ 1,824,946	\$ 509,114
Unfunded	C-10	118,558	190,753
Reserve for Bond Sale Costs	C-11	9,826	9,826
Capital Improvement Fund	C-12	1,230,928	130,928
Green Acres Loan Payable	C-13	406,397	431,888
Environmental Infrastructure Loan Payable	C-14	407,209	537,483
Serial Bonds Payable	C-15	5,830,000	6,765,000
Bond Anticipation Notes	C-16	2,850,000	3,304,000
Reserve for Encumbrances	C-17	9,645	185
Reserve for Preliminary Expenses	C-18	5,838	5,838
Reserve for Future Capital Improvements	C-19	622,983	631,983
Fund Balance	C-1	185,114	117,283
Total Liabilities, Reserves and Fund Balance		<u>\$ 13,501,444</u>	<u>\$ 12,634,281</u>
Bonds and Notes Authorized but Note Issued	C-21	<u>\$ -</u>	<u>\$ -</u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**

STATEMENTS OF CAPITAL FUND BALANCE

	<u>Ref.</u>		
Fund Balance, Beginning of Year	C		\$ 117,283
Increased by:			
Premium on Sale of Serial Bonds	C-2	\$ 21,434	
Improvement Authorizations Cancelled	C-10	<u>156,397</u>	
			<u>177,831</u>
			295,114
Decreased by:			
Improvement Authorizations	C-10		<u>110,000</u>
Fund Balance, End of Year	C		<u><u>\$ 185,114</u></u>

See Accompanying Notes to Financial Statements

EXHIBIT D

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY FUND - OPERATING AND CAPITAL
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>			
Operating Fund:			
Cash	D-4	\$ 52,507	\$ 18,196
Deferred Charges	D-5	-	24,416
Due from Current Fund	D-7	<u>6,670</u>	<u>1,424</u>
Total Operating Fund		<u>59,177</u>	<u>44,036</u>
Capital Fund:			
Cash	D-10	19,710	17,658
Due from Swimming Pool Utility Capital Fund	D-11	-	2,000
Due from Current Fund	D-18	69,948	-
Fixed Capital	D-12	1,125,622	1,125,622
Fixed Capital Authorized and Uncompleted	D-13	<u>65,280</u>	<u>65,280</u>
Total Capital Fund		<u>1,280,560</u>	<u>1,210,560</u>
Total Assets		<u><u>\$ 1,339,737</u></u>	<u><u>\$ 1,254,596</u></u>

EXHIBIT D

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY FUND - OPERATING AND CAPITAL
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3	\$ 18,513	\$ -
Due to Swimming Pool Utility Capital Fund	D-6	-	2,000
Due to Other Trust Fund	D-8	12,000	12,000
Encumbrances Payable	D-9	1,214	2,586
		<u>31,727</u>	<u>16,586</u>
 Fund Balance	 D-1	 <u>27,450</u>	 <u>27,450</u>
 Total Operating Fund		 <u>59,177</u>	 <u>44,036</u>
 Capital Fund:			
Reserve for Amortization	D-14	1,125,622	1,125,622
Reserve for Deferred Amortization	D-15	65,280	65,280
Capital Improvement Fund	D-16	18,000	18,000
Improvement Authorizations - Funded	D-17	28,006	1,658
Improvement Authorizations - Unfunded	D-17	1,658	1,658
Due to General Capital Fund	D-19	41,994	-
 Total Capital Fund		 <u>1,280,560</u>	 <u>1,212,218</u>
 Total Liabilities, Reserves and Fund Balance		 <u>\$ 1,339,737</u>	 <u>\$ 1,256,254</u>
 Bonds and Notes Authorized but Note Issued		 <u>\$ -</u>	 <u>\$ -</u>

See Accompanying Notes to Financial Statements

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN OPERATING FUND BALANCE

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Swimming Pool Membership Fees	D-2	\$ 126,754	\$ 111,027
Total Income		<u>126,754</u>	<u>111,027</u>
<u>EXPENDITURES</u>			
Operating	D-3	130,000	120,000
Capital Improvements	D-3	2,000	2,000
Deferred Charges and Statutory Expenditures	D-3	24,416	13,443
Total Expenditures		<u>156,416</u>	<u>135,443</u>
(Deficit) Excess in Revenue		<u>\$ (29,662)</u>	<u>\$ (24,416)</u>
Adjustment to Income (Loss) Before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budget of Succeeding Year:			
Overexpenditures	D-5	-	12,655
Expenditures without Appropriations	D-5	-	788
Realized from General Budget for Anticipated Deficit	D-2	29,662	-
Deficit in Operations to be Raised in Budget of Succeeding Year	D-5	-	10,973
Fund Balance, Beginning of Year	D	<u>27,450</u>	<u>27,450</u>
Fund Balance, End of Year	D	<u><u>\$ 27,450</u></u>	<u><u>\$ 27,450</u></u>

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF REVENUES

		<u>Anticipated</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
REVENUES:				
Membership Fees	D-1, D-4	\$ 111,000	\$ 126,754	\$ 15,754
		<u>111,000</u>	<u>126,754</u>	<u>15,754</u>
Deficit - General Budget	D, D-7	45,416	29,662	(15,754)
		<u>45,416</u>	<u>29,662</u>	<u>(15,754)</u>
Total Revenues		<u>\$ 156,416</u>	<u>\$ 156,416</u>	<u>\$ -</u>
	<u>Ref.</u>	<u>D-3</u>	<u>Below</u>	
Cash Disbursements	D-4		\$ 126,754	
Due from Current Fund	D-7		<u>29,662</u>	
	Above		<u>\$ 156,416</u>	

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF EXPENDITURES

Expenditures	Ref.	Appropriations		Expended	
		Budget	Budget After Modification	Paid or Charged	Reserved
Operating					
Salaries and Wages		\$ 70,000	\$ 70,000	\$ 66,358	\$ 3,642
Other Expenses		60,000	60,000	45,129	14,871
Total Operating		130,000	130,000	111,487	18,513
Capital Improvements					
Capital Improvement Fund		2,000	2,000	2,000	-
Total Capital Improvements		2,000	2,000	2,000	-
Deferred Charges and Statutory Expenditures					
Deferred Charges					
Expenditure without Appropriation		788	788	788	-
Overexpenditures		12,655	12,655	12,655	-
Deficit in Prior Year Operations		10,973	10,973	10,973	-
Total Deferred Charges & Statutory Expenditures		24,416	24,416	24,416	-
Total Appropriations		\$ 156,416	\$ 156,416	\$ 137,903	\$ 18,513
	Ref.	D-2	D-2	Below	D
Cash Disbursed	D-4			\$ 112,273	
Deferred Charges	D-5			24,416	
Encumbrances Payable	D-9			1,214	
	Above			\$ 137,903	

**VILLAGE OF RIDGEFIELD PARK
PUBLIC ASSISTANCE FUND
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES AND RESERVES

	<u>Ref.</u>	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>			
Cash	E-1	\$ 27,525	\$ 43,902
Total Assets		<u>\$ 27,525</u>	<u>\$ 43,902</u>
<u>LIABILITIES AND RESERVES</u>			
Reserve for Public Assistance Expenditures	E-2	\$ 27,287	\$ 43,664
Due to Current Fund	E-5	<u>238</u>	<u>238</u>
Total Liabilities and Reserves		<u>\$ 27,525</u>	<u>\$ 43,902</u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL FIXED ASSETS ACCOUNT GROUP
DECEMBER 31, 2016 AND 2015**

STATEMENTS OF ASSETS, LIABILITIES AND RESERVES

	<u>2016</u>	<u>2015</u>
<u>ASSETS</u>		
Land	\$ 34,337,500	\$ 34,337,500
Buildings and Building Improvements	6,529,192	6,514,517
Machinery and Equipment	<u>8,931,208</u>	<u>8,633,952</u>
Total Assets	<u><u>\$ 49,797,900</u></u>	<u><u>\$ 49,485,969</u></u>
<u>LIABILITIES AND RESERVES</u>		
Investment in General Fixed Assets	<u>\$ 49,797,900</u>	<u>\$ 49,485,969</u>
Total Liabilities and Reserves	<u><u>\$ 49,797,900</u></u>	<u><u>\$ 49,485,969</u></u>

NOTES TO FINANCIAL STATEMENTS

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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, which is considered a component unit under GAAP. Complete financial statements of the above component units can be obtained by contacting the Treasurer of the respective entity.

BASIS OF PRESENTATION

GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes three fund categories to be used by general purpose 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 financial statements of the Village have been prepared in conformity with accounting principles and practices prescribed by the Division, which differs from GAAP. Such principles and practices prescribed by the Division 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 the following separate funds and account group, which differ from the fund structure required by GAAP.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

DESCRIPTION OF FUNDS

Current Fund – is used to account for all resources and expenditures for governmental operations of a general nature, including state and federal grants, for which the Village has not created a separate fund.

Trust Funds – are used to account for receipts, custodianship and disbursement of dedicated revenues in accordance with the purpose for which each reserve was created, subject to available cash in each individual trust fund reserve established pursuant to applicable statutes or as an agent for individuals and other governmental agencies. The Village has the following Trust Funds:

Animal Control Trust Fund – is used to account for fees collected from dog and cat licenses and expenditures which are regulated by N.J.S.A 4:19-15.11.

Municipal Alliance Trust Fund – is used to account for revenues and disbursements from programs administered by the Municipal Alliance Committee as regulated by N.J.S.A.40A:5-29.

Private Duty Trust Fund – is used to account for the outside employment of off-duty police officers. Fees are charged contractors for the use of police officers and vehicles. Police overtime is then paid from these contractor's fees.

Unemployment Trust Fund – is used to account for employee and employer contributions and obligations resulting from the administration of unemployment benefits.

Public Assistance Trust Fund – is used to account for the administration of welfare benefits to citizens of the Village.

Other Trust Fund – is used to account for the assets and resources held by the Village in a trustee or agent capacity. Included in this fund are monies collected and disbursed for the purposes of: developer escrow accounts, firehouse rental deposits, the parking offenses adjudication act, public defender fees, recreation program proceeds, Council on Affordable Housing fees, tax sale redemption and premiums, the municipal open space program and occasionally donations of various sorts.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

DESCRIPTION OF FUNDS (Continued)

General Capital Fund – is used to account for the receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund or other funds. Also included in this fund are bonds and notes payable offset by deferred charges to future taxation.

General Fixed Assets – is not a separate fund type, but is used to account for all fixed assets of the Village.

The accounts of the Village are maintained in accordance with the Division's principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The Division's principles of fund accounting require that resources be classified for accounting and reporting purposes into funds in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues and expenditures. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The General Fixed Assets account group, on the other hand, is a financial reporting device designed to provide accountability for certain fixed assets and the investment in those fixed assets that are not recorded in the funds because they do not directly affect net expendable available financial resources.

BASIS OF ACCOUNTING

The accounting principles and practices prescribed for municipalities by the Division, which is a form of modified accrual basis and is considered an Other Comprehensive Basis of Accounting (OCBOA), differ in certain respects from GAAP applicable to local governments units. The current financial resources focus and modified accrual basis of accounting is generally followed with exceptions, the more significant of which are explained in the paragraphs that follow:

Revenues – Revenues are realized when received in cash except for certain amounts which are due from other governmental units. Receipts from federal revenue sharing funds and other federal and state grants are realized as revenue when anticipated in the budget. Receivables for property taxes and other amounts that are due the Village are recorded with offsetting reserves on the balance sheet of the Current Fund. Such amounts are not recorded as revenue until collected. Accordingly, no provision has been made to estimate that portion of receivables that are uncollectible. GAAP requires such revenue to be recognized in the accounting period in which they become measurable and available and in certain instances reduced by an allowance for doubtful accounts.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (Continued)

Reserve for Uncollected Taxes – Reserve for Uncollected Taxes is the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Expenditures – Expenditures are recorded on the “budgetary” basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Appropriation reserves covering unexpended appropriation balances are automatically created at the end of each year and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriations for principal and interest payments on general capital indebtedness are provided on the cash basis. GAAP requires expenditures in the current (or general) fund, to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for un-matured interest on general long-term debt, which should be recognized when due.

Encumbrances – Encumbrances are contractual orders outstanding at year end reported as expenditures through the establishment of an encumbrance payable. Outstanding encumbrances at year end are reported as a cash liability in the financial statements. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves – Appropriations are available until lapsed at the close of the succeeding year to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Transfers are allowed between certain line items during the first three months of the fiscal year. Lapsed appropriation reserves are recorded as other credits to income. Appropriation Reserves do not exist under GAAP.

Interfunds – Advances from the current fund are reported as interfunds receivable with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfunds receivable in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time the individual items are purchased. The costs of inventories are not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (Continued)

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 subsequently updated for revaluations of such property. The value of such property is fully reserved. GAAP requires such property to be recorded as a fixed asset at market value on the date of acquisition.

Deferred Charges to Future Taxation, Funded and Unfunded - Upon the authorization of capital projects, the Village establishes deferred charges for the costs of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized costs of capital projects. The Village may levy taxes on all taxable property within the Village to repay the debt. Annually, the Village raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced. GAAP does not require the establishment of deferred charges to future taxation.

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

Improvement Authorizations - in the general capital fund represent the unexpended balance of an ordinance appropriation and is similar to the unexpended portion of the budget in the current fund. GAAP does not recognize these amounts as liabilities.

General Fixed Assets - Accounting for Governmental Fixed Assets as promulgated by the Division differs in certain respects from GAAP, and requires the inclusion of a statement of general fixed assets as part of the Village's basic financial statements.

Fixed assets used in governmental operations (general fixed assets) are accounted for in an account group identified as "General Fixed Assets" and are not included within the records of any fund types. Purchases from these funds for fixed assets are recorded as expenditures within the fund. Public domain (infrastructure) general fixed assets consisting of certain improvements, other than improvements to buildings, such as improvements to roads, bridges, curbs and gutters, streets and sidewalks and drainage systems, are not capitalized.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (Continued)

General Fixed Assets (Continued)

All fixed assets are valued at historical cost or, if purchased prior to December 31, 1985 and historical cost is not available, estimated historical cost. Expenditures for construction in progress are recorded in the Capital Fund against the authorizations under which the project was approved until such time as the construction is completed and put into operation. No depreciation has been provided for in the financial statements.

The Village is required to maintain a subsidiary ledger of detailed records of fixed assets and to provide property management standards to control fixed assets. General fixed assets are defined as non-expendable personal property having a physical existence, a useful life of more than five years and an acquisition cost of \$5,000 or more per unit.

When acquired in a purchase separate from the building it is attached, fixed equipment is generally recorded as machinery and equipment.

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

GAAP requires the recording of infrastructure assets and requires capital assets be depreciated over their estimated useful life unless they are either inexhaustible or are infrastructure assets reported using the modified approach.

Use of Estimates - The preparation of financial statements requires management to make estimates and assumptions that affect: the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Cash and Investments - New Jersey governmental units are required to deposit public funds in a public depository. Public depositories are defined by statutes as any state or federally chartered bank, savings bank or an association located in New Jersey or a state or federally chartered bank, savings bank or an association located in another state with a branch office in New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation ("FDIC") and which receives or holds public funds on deposit, but does not include deposits held by the State of New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey local units.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (Continued)

Cash and Investments (Continued)

The Village is also required to annually adopt a cash management plan and to deposit or invest its funds pursuant to the cash management plan. The cash management plan adopted by the Village requires it to deposit funds as permitted in N.J.S.A 40:5-15.1, so long as the funds are deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey and requires all public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units.

In 2009, legislation revised GUDPA to provide higher levels of security and oversight appropriate to contemporary banking conditions. Among the increased protections and oversight, the revised GUDPA ensures a common level of deposit risk by each bank choosing to accept local government deposits, requires banks to fully collateralize deposits over \$200 million, implements enforcement protocol which allows the Department of Banking and Insurance to institute risk-based collateral requirements promptly when a bank shows signs of stress, provides enhanced oversight by the Department of banking and insurance and permits GUDPA certificates to be provided through an online system.

Cash Equivalents include certificate of deposits with a maturity date of less than three (3) months.

Also see Note B - Cash and Cash Equivalents

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 Division in accordance with the Local Budget Law. Budgets are adopted on the same basis of accounting utilized for the preparation of the Village's financial statements. The budgetary requirements herein outlined are applicable to only the Current Fund, and not the Trust Fund, Capital Fund and General Fixed Assets account group. However, statutes require the Village to adopt annually a three-year capital plan. This plan allows the governing body to expend or incur obligations for capital purposes only. Such projects under the plan must be adopted through capital ordinance.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (Continued)

Budgets and Budgetary Accounting (Continued)

The Village must adhere to procedures for adoption of its annual budget as established by the Division. These procedures include statutory deadlines of: February 10 for introduction and approval and March 20 for adoption. These dates are subject to extension by the Division by approval of the Local Finance Board. Appropriations within the adopted budget cannot be modified until the final two months of the year, at which time transfers between certain line items are allowed. Transfers from appropriations excluded from “CAPS” are prohibited unless they are between debt service appropriations. Under certain circumstances, emergency authorizations and insertions of items of revenue and appropriation are allowed by authorization of the governing body, subject to approval of the Division.

The Village must prepare its budgets in compliance with applicable laws capping the amounts by which it can increase the budgeted appropriations and tax levy. A description of both “CAPS” follows:

1977 Appropriation “CAP”: The 1977 Appropriation Cap is calculated using the formulas and provisions of N.J.S.A. 40A:4-45.1 through 4-45.43a. The law was originally adopted in 1976 and was most recently amended in 2003. Under this law, the Village is permitted to increase its overall appropriations (with certain exceptions) by 2.5% or the “cost of living adjustment” (COLA), whichever is less. The COLA is calculated based on the traditional federal government inflation calculation. The Village can, when the COLA is less than or equal to 2.5%, increase its allowable inside-the-cap spending to 3.5% upon passage of a COLA Rate Ordinance.

2010 Levy “CAP”: The 2010 Levy Cap is calculated using the formulas and provisions of N.J.S.A. 40A:4-45.44 through 45.47. It establishes limits on the increase in the total Village amount to be raised by taxation (tax levy). The core of the levy cap formula is a 2% increase to the previous year’s amount to be raised by taxation, net of any applicable cap base adjustments and emergency or special emergency appropriations.

Long-Term Obligations – General long-term debt is recognized as a liability of the General Capital Fund for the full amount.

Reserves (Other than Reserve for Receivables) – Reserves, other than the reserve for receivables, are considered liabilities, and not as a reservation of fund balance.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIS OF ACCOUNTING (Continued)

Reserve for Receivables – Receivables of the Village, with the exception of certain intergovernmental receivables, are offset on the balance sheet with a credit that is created to preserve the cash basis revenue recognition required by the Division’s accounting principles. The reserve delays the recognition of these revenues until they are received in cash.

Advertising Costs - advertising costs are charged against the appropriate budget line as they occur. The City does not engage in direct-response advertising.

Sale of Municipal Assets - The proceeds of the sale of municipal assets can be held until made available through a future budget appropriation. GAAP requires such proceeds to be recorded as revenue in the year of sale.

Fund Balance – Fund equity represented on the financial statements consists solely of fund balance, which is not further categorized with respect to reservations (portions of fund equity not available for appropriation or expenditure or legally segregated for a specific future use) or designations (plans for future use of financial resources).

BASIC FINANCIAL STATEMENTS

The GASB Codification also requires the financial statements of a governmental unit presented in the general purpose financial statements to be in accordance with GAAP. The Village presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP.

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

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

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BASIC FINANCIAL STATEMENTS (Continued)

Reclassifications - Certain reclassifications have been made to the prior year financial statement presentation to correspond to the current year's format. These reclassifications had no effect on fund balance and changes in fund balance.

Reconciliation of Accounting Basis - As described throughout Note A, substantial differences exist between GAAP and the OCBOA basis prescribed by the Division. Reconciliation between the two would not be meaningful or informative and therefore is not provided herein.

COMPREHENSIVE ANNUAL FINANCIAL REPORT

The Village has elected to utilize the New Jersey Comprehensive Annual Financial Report (NJ-CAFR) format for presentation of its audited financial statements. Where necessary, this format was modified to comply with reporting requirements prescribed by the Division. Some of the differences not already noted in the previous sections are described as follows:

All funds are reported as major. No distinction between major and non-major funds is required by the Division, therefore related information such as combining statements are not required. GAAP requires this distinction. No government-wide statements as required under GAAP are presented, instead, combined statements of fund types and account groups are presented which better present the basis of accounting prescribed by the Division.

Certain information, including pension and other post-employment benefits, typically required by GAAP to be included in a "Required Supplementary Information" section is instead included in the Notes to Financial Statements.

The Village's NJ-CAFR includes a section titled supplementary information. This section incorporates budgetary comparison schedules similar to those required by GAAP, but also includes other detailed schedules which comply with accounting practices prescribed by the Division.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE B. CASH, CASH EQUIVALENTS AND INVESTMENTS

DEPOSITS

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Village will not be able to recover deposits or collateral securities that are in the possession of an outside party. The Village does not have a deposit policy for custodial credit risk. Deposits are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are:

- a. Uncollateralized.
- b. Collateralized with securities held by the pledging financial institution.
- c. Collateralized with securities held by the pledging financial institution's trust department or agent but not in the Village's name.

All cash and cash equivalents on deposit as of the years ended December 31, 2016 are partially insured by the FDIC up to \$250,000 for each depository. Deposits in excess of FDIC limits, as noted below, are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the GUDPA (see Note A - Cash and Investments) or are on deposit with the New Jersey Cash Management Fund. Under GUDPA, financial institutions are not required to pledge collateral amounts covered by FDIC insurance.

The Village's deposits of cash and cash equivalents at December 31, 2016 and 2015 are summarized in the following table.

	December 31, 2016	December 31, 2015
Insured - FDIC	\$ 440,064	\$ 500,000
Insured - GUDPA	<u>15,541,061</u>	<u>13,985,274</u>
	<u><u>\$ 15,981,125</u></u>	<u><u>\$ 14,485,274</u></u>

Concentration of Credit Risk - The Village places no formal limit on the amount the Village may invest in any one financial institution. The vast majority, nearly 97%, of the Village's deposits are with one financial institution.

Foreign Currency Risk - Foreign currency risk is the risk that changes in exchange rates will adversely affect deposits. None of the Village's deposits as of December 31, 2016 are held in foreign currency.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE B. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

INVESTMENTS

New Jersey statutes permit the Village to purchase the following types of securities when authorized by the cash management plan (described in note A):

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America.
- Government money market mutual funds.
- Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor.
- Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located.
- Bonds or other obligations having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of the Treasury for investment by local units.
- Local government investment pools.
- Deposits with the State of New Jersey Cash Management Fund.
- Agreements for the repurchase of fully collateralized securities if (a) the underlying securities are permitted investments pursuant to the first and third bullets of this section, (b) the custody of collateral is transferred to a third party, (c) the maturity of the agreement is not more than 30 days, (d) the underlying securities are purchased through a public depository and (e) a master repurchase agreement providing for the custody and security of collateral is executed.

Custodial Credit Risk - In the case of investments, custodial credit risk is the risk that, in the event of failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities in the possession of an outside party. Investments are exposed to custodial credit risk if they are uninsured, are not registered in the Village's name and are held by either the counterparty or its trust department or agent, but not in the Village's name. The Village does not have a policy for custodial risk. As of December 31, 2016, all \$2,144,307 of the Village's investments (LOSAP), described below, were exposed to custodial risk.

Foreign Currency Risk - Investments are also exposed to the same foreign currency risk as deposits. It is the risk that changes in exchange rates will adversely affect investments. The Village does not have any investments denominated in foreign currency as of December 31, 2016.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE B. CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

INVESTMENTS (Continued)

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Village does not have an investment policy regarding the management of credit risk. As of December 31, 2016 and 2015, the Village’s investment in Lincoln Financial Group was rated Baa2 by Moody’s Investors Services.

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. 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

Concentration of Credit Risk - The Village places no formal limit on the amount the Village may invest in any one issuer. New Jersey Statutes limit municipal investments to those specified and summarily identified in the first paragraph of the “Investments” section of this Note. More than five (5) percent of the Village’s investments are in Lincoln Financial Group. As of December 31, 2016 and 2015, these investments are and were 100% of the Village’s total investments.

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.

As of December 31, 2016 and 2015, the Village had the following investments:

	December 31, 2016	December 31, 2015
	(Unaudited)	(Unaudited)
Investment Type	Fair Value	Fair Value
Length of Service Awards Program	\$ 2,144,307	\$ 1,976,352

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE C. PROPERTY TAXES

PROPERTY TAX CALENDAR

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1 and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with State statutes. The amount of tax levied includes not only the amount required in support of the Village's annual budget, but also the amounts required in support of the budget of the entities that follow:

County Taxes - The Village is responsible for levying, collecting and remitting county and county open space taxes for the County of Bergen. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. Monies are forwarded to the County on a quarterly basis. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year, and due to be paid to the County by February 15 of the following year. For the year ended December 31, 2016 the Village had \$3,324 in County taxes payable for added taxes and for the year ended December 31, 2015, the Village had no County taxes payable.

School Taxes - The Village is responsible for levying, collecting and remitting school taxes for the local school district. Monies are forwarded to the school district on a monthly basis. Operations is charged for the full amount due to operate the local school district, and is based upon the annual County certification of apportionment of levies. However, regulations allow for the deferral of not more than 50% of the annual school levy when school taxes are raised for a school year and have not been requisitioned by the school district. The amounts deferred and payable are as follows:

	<u>December 31, 2016</u>	<u>December 31, 2015</u>
Balance of Tax	\$ 12,562,213	\$ 12,603,854
Deferred Taxes	<u>9,107,480</u>	<u>9,107,480</u>
Tax Payable	<u><u>\$ 3,454,733</u></u>	<u><u>\$ 3,496,374</u></u>

See also Note R – Contingent Liabilities.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE C. PROPERTY TAXES (Continued)

PROPERTY TAXES RECEIVABLE

Reserve for Uncollected Taxes - Reserve for Uncollected Taxes is a non-spending item of appropriation required by statute to be included in the Village's annual budget. This appropriation protects the Village from taxes not paid currently by providing assurance that cash collected in the current year will provide sufficient cash flow to meet obligations as they become due. The minimum amount required to be appropriated in the budget is determined by the percentage of collections experienced in the immediate preceding year, unless the three-year average option is chosen. For the years ended December 31, 2016 and 2015 respectively, the budgeted reserve for uncollected taxes was \$522,210 and \$455,236.

Delinquent Taxes and Tax Title Liens - As described in Note A, taxes receivable and tax title liens are realized as revenue when collected. Uncollected receivables are fully reserved, so no provision is made for the uncollectible portions of these taxes. For the years ended December 31, 2016 and 2015, property taxes receivable were \$563,818 and \$481,054 respectively and tax title liens receivable were \$39,847 and \$37,484, respectively. In 2016 and 2015, respectively, the Village collected \$481,054 and \$445,704 from delinquent taxes, which represented 100% and 100%, respectively.

Prepaid Taxes - Taxes collected in advance are recorded as cash liabilities in the financial statements. Prepaid taxes as of December 31, 2016 and 2015 were \$162,880 and \$195,095, respectively.

Tax Overpayments - Overpaid taxes collected during the year and due to taxpayers either as a refund or tax credit are recorded as cash liabilities in the financial statements. Tax overpayments as of December 31, 2016 and 2015 were \$18,826 and \$11,894, respectively.

NOTE D. MUNICIPAL DEBT

SUMMARY OF 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.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE D. MUNICIPAL DEBT (Continued)

SUMMARY OF MUNICIPAL DEBT (Continued)

The Village's debt is summarized as follows:

SUMMARY OF MUNICIPAL DEBT		
	December 31, 2016	December 31, 2015
Statutory Debt		
<u>Issued:</u>		
General:		
Serial Bonds	\$ 5,830,000	\$ 6,765,000
Loans-Environmental and Green Acres	813,606	969,371
Bond Anticipation Notes	2,850,000	3,304,000
School Bonds	750,000	1,140,000
Gross Statutory Debt Issued	10,243,606	12,178,371
 Less Statutory Deductions:		
Bonds and Notes for School Purposes	750,000	1,140,000
 Net Statutory Debt Issued	\$ 9,493,606	\$ 11,038,371
 <u>Authorized but not Issued:</u>		
General Bonds and Notes	-	-
Net Bonds and Notes Issued and Authorized but not Issued	\$ 9,493,606	\$ 11,038,371

School Debt – The Village of Ridgefield Park Board of Education is a Type II School District. As such, statutes require bonds and notes issued and authorized by the Board of Education to be included in the Village's statutory gross debt, but are not obligations of the Village. Only the amount of school district debt exceeding the school district's debt limit, if any, is included in the net debt of the Village.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE D. MUNICIPAL DEBT (Continued)

SUMMARY OF MUNICIPAL DEBT (Continued)

A summary of Long-term liability activity for the year ended is as follows. Additional detailed information is available on the following pages.

Description	Balance December 31, 2015	Retirements	Balance December 31, 2016	Due by December 31, 2017
Green Acres Trust Loan	\$ 431,888	\$ 34,604	\$ 397,284	\$ 35,300
New Jersey Environmental Infrastructure Trust Loan	537,483	130,274	407,209	135,825
	<u>\$ 969,371</u>	<u>\$ 164,878</u>	<u>\$ 804,493</u>	<u>\$ 171,125</u>

LOANS PAYABLE

The Village has outstanding at December 31, 2016 a New Jersey Environmental Infrastructure Trust Loan and 4 Green Acres Trust Loans. The following table is a summary of the activity for such debt as of and for the year ended December 31, 2016, as well as the short term liability:

Description	Balance December 31, 2015	Prior Year Adjustment	Decrease	Balance December 31, 2016	Due by December 31, 2017
Loan for Combined Sewerage Overflow projects required by U.S. D.E.P. Issued during 1999 Total Loan of \$2,133,780, consisting of:					
Trust Loan of \$1,070,000 Maturing annually on August 1, from 2014 to 2019 bearing interest rates of 4.75% to 5.70%	\$ 320,000	\$ -	\$ 75,000	\$ 245,000	\$ 80,000
Fund Loan of \$1,063,780 Maturing annually on February and August 1, from 2014 to 2019 bearing no interest	217,483	-	55,274	162,209	55,825
	<u>537,483</u>	<u>-</u>	<u>130,274</u>	<u>407,209</u>	<u>135,825</u>

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE D. MUNICIPAL DEBT (Continued)

LOANS PAYABLE (Continued)

Description	Balance December 31, 2015	Prior Year Adjustment	Decrease	Balance December 31, 2016	Due by December 31, 2017
Green Acres Trust Loans for various purposes:					
\$195,000 Green Acres Loan issued in 2000 due in semi-annual installments of \$10,602 to \$11,946 through November, 2019 at 2% interest	\$ 46,391	\$ -	\$ 11,254	\$ 35,137	\$ 11,480
\$113,750 Green Acres Loan issued in 2009 due in semi-annual installments of \$4,024 to \$7,928 through April, 2027 at 2% interest	76,860	6,273	6,498	76,635	6,628
\$221,548 Green Acres Loan issued in 2010 due in semi-annual installments of \$6,820 to \$13,439 through January, 2030 at 2% interest	172,659	1	10,375	162,285	10,584
\$148,295 Green Acres Loan issued in 2013 due in semi-annual installments of \$5,608 to \$9,445 through January, 2033 at 2% interest	135,978	2,839	6,345	132,472	6,608
	<u>431,888</u>	<u>9,113</u>	<u>34,472</u>	<u>406,529</u>	<u>35,300</u>
Total Loans Payable	<u>\$ 969,371</u>	<u>\$ 9,113</u>	<u>\$ 164,746</u>	<u>\$ 813,738</u>	<u>\$ 171,125</u>

DEBT SERVICE REQUIREMENTS TO MATURITY

The repayment schedule of annual debt service principal and interest for the next five years, and five-year increments there-after, for the Village's total outstanding debt is as follows:

Year Ended December 31,	Total		General Bonds		NJEIT and Green Acres Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2017	\$ 1,141,125	\$ 218,208	\$ 970,000	\$ 196,450	\$ 171,125	\$ 21,758
2018	1,184,062	175,110	1,015,000	158,463	169,062	16,647
2019	1,220,064	131,039	1,045,000	119,675	175,064	11,364
2020	825,285	91,766	800,000	85,925	25,285	5,841
2021	850,792	62,532	825,000	57,200	25,792	5,332
2022-2026	1,311,953	93,267	1,175,000	74,588	136,953	18,679
2027-2031	92,334	6,054	-	-	92,334	6,054
2032-2033	17,991	453	-	-	17,991	453
	<u>\$ 6,643,606</u>	<u>\$ 778,429</u>	<u>\$ 5,830,000</u>	<u>\$ 692,301</u>	<u>\$ 813,606</u>	<u>\$ 86,128</u>

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE D. MUNICIPAL DEBT (Continued)

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 750,000	\$ 750,000	\$ -
General Debt	<u>9,493,606</u>	<u>-</u>	<u>9,493,606</u>
	<u><u>\$ 10,243,606</u></u>	<u><u>\$ 750,000</u></u>	<u><u>\$ 9,493,606</u></u>

Net Debt of \$9,493,606 divided by the equalized valuation basis per N.J.S.A. 40A:2-2 as amended, \$1,272,020,254 = a percentage of net debt of equalized valuation basis of 0.75%.

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

3.5% of Equalized Valuation Basis	\$ 44,520,709
Less: Net Debt	<u>9,493,606</u>
Remaining Borrowing Power	<u><u>\$ 35,027,103</u></u>

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

There were no bonds and notes authorized but not issued at December 31, 2016 and 2015.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE E. FUND BALANCES APPROPRIATED

Fund Balance of the Village consists of cash surplus and non-cash surplus. The Village can anticipate Fund Balance to support its budget of the succeeding year, however, the use of non-cash surplus is subject to the prior written consent of the Division. Fund balances at December 31, 2016 and 2015 which were appropriated and included as anticipated revenue in the current fund budget of the succeeding year are as follows:

	Fund Balance December 31, 2015	Utilized in 2016 Budget	Fund Balance December 31, 2016	Utilized in 2017 Budget
Current Fund:				
Cash Surplus	\$ 1,946,198	\$ 1,650,000	\$ 1,007,690	\$ 1,709,861
Non-Cash Surplus	<u>1,086,700</u>	<u>-</u>	<u>1,217,810</u>	<u>-</u>
	<u><u>\$ 3,032,898</u></u>	<u><u>\$ 1,650,000</u></u>	<u><u>\$ 2,225,500</u></u>	<u><u>\$ 1,709,861</u></u>
Swim Pool Utility Op. Fund:				
Cash Surplus	\$ 1,610	\$ -	\$ 20,780	\$ -
Non-Cash Surplus	<u>25,840</u>	<u>-</u>	<u>6,670</u>	<u>-</u>
	<u><u>\$ 27,450</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 27,450</u></u>	<u><u>\$ -</u></u>

* Fund balance utilized per the Village budget as adopted on April 13, 2016.

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS

Substantially all Village employees participate in the Public Employees Retirement System (PERS), Police and Fireman's Retirement System of New Jersey (PFRS) or the Defined Contribution Retirement Program (DCRP), all of which are multiple employer plans sponsored and administered by the State of New Jersey. The PERS and PFRS are cost sharing contributory defined benefit public employee retirement systems. The DCRP is a defined contribution plan.

In addition, certain employees participate in the Village's Deferred Compensation Plan.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PERS DESCRIPTION

The PERS was established in January, 1955 under provisions of N.J.S.A. 43:15A and provides retirement, death, disability and post-retirement medical benefits to certain qualifying Plan members and beneficiaries. Membership is mandatory to substantially all full time employees and vesting occurs after 8 to 10 years of service for pension benefits.

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 64. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age of their respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

STATE-MANAGED PENSION PLANS – PFRS DESCRIPTION

The PFRS was 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 firefighters and state police appointed after June 30, 1944. Membership is mandatory and all benefits vest after ten years of service, except disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

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

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PFRS DESCRIPTION (continued)

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

STATE-MANAGED PENSION PLANS - GENERAL

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

The State also administers the Pension Adjustment Fund (PAF) which provides cost of living increases, equal to 60 percent of the change in the average consumer price index, to eligible retirees in all State-sponsored pension systems except SACT. The cost of living increases for PFRS and PERS are funded directly by each of the respective systems and are considered in the annual actuarial calculation of the required State contribution for that system.

According to state statutes, all obligations of PERS and PFRS will be assumed by the State of New Jersey should the PERS and PFRS be terminated.

The State of New Jersey issues publicly available financial reports that include the financial statements and required supplementary information of the PERS and PFRS. The financial reports may be accessed via New Jersey Division of Pension and Benefits website at www.state.nj.us/treasury/pensions.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PERS CONTRIBUTIONS AND LIABILITY

The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in fiscal year 2012. The member contribution rate is 7.06% in state fiscal year 2016, 6.92% in the State fiscal year 2015, and 6.78% in state fiscal year 2014. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. Employers' contribution amounts are based on an actuarially determined rate. The annual employer contributions include funding for basic retirement allowances and non-contributory death benefits. The employee contributions include funding for basic retirement allowances and contributory death benefits.

Pursuant to the provision of Chapter 78, P.L. 2011, COLA increases were suspended for all current and future retirees of all retirement systems.

The Village's and employees' contributions to PERS for the past three years were as follows:

Year Ended December 31,	Village Contribution			Employee Contributions	
	Pension and NCGI Contribution	Early Retirement Incentive	Percentage of Covered Payroll	Pension and CLI Contribution	Pensionable Employee Salaries
2016	\$ 431,586	\$ 39,994	13.10%	\$ 257,511	\$ 3,294,123
2015	409,716	38,829	12.49%	249,612	3,294,123
2014	388,043	37,698	11.94%	243,047	3,279,562

At June 30, 2016 and 2015, the Village's net pension liability for PERS was \$14,388,277 and \$10,697,875, respectively.

The net pension liability was measured as of June 30, 2016 and June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Village's proportion of the net pension liability was based on a projection of the Village's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2016, Villages PERS proportion was 0.0486%, which was 0.0009% of 0.0471% from its proportion measured as of June 30, 2015. At June 30, 2015, Villages PERS proportion was 0.0477%, which was 0.0006% of from its proportion measured as of June 30, 2014.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PERS CONTRIBUTIONS AND LIABILITY
(Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015, which was rolled forward to June 30, 2016. The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. These actuarial valuations used the following actuarial assumptions, applied to all periods in the measurement:

	<u>July 1, 2014</u>	July 1, 2014
Inflation rate	3.08%	3.04%
Salary increases:		
2012-2021	1.65 – 4.15%	2.15 - 4.40%
	Based on age	Based on age
Thereafter	2.65 – 5.15%	3.15 - 5.40%
	Based on age	Based on age
Investment rate of return	7.65%	7.90%

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

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PERS CONTRIBUTIONS AND LIABILITY
(Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PER's target asset allocations as of June 30, 2016 and 2015 are summarized in the following table:

Asset Class	June 30, 2016		June 30, 2015	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	0.87%	5.00%	1.04%
Core Bonds	1.50%	1.74%	1.75%	1.64%
Intermediate-Term Bonds	8.00%	1.79%	10.00%	1.79%
Mortgages	2.00%	1.67%	2.10%	1.62%
High Yield Bonds	2.00%	4.56%	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.44%	1.5%	3.25%
Broad US Equities	26.00%	8.53%	27.25%	8.52%
Developed Foreign Equities	13.25%	6.83%	12.00%	6.88%
Emerging Market Equities	6.50%	9.95%	6.40%	10.00%
Private Equity	9.00%	12.40%	9.25%	12.41%
Hedge Funds / Absolute Return	12.50%	4.68%	12.00%	4.72%
Real Estate (Property)	2.00%	6.91%	2.00%	6.83%
Commodities	0.50%	5.45%	1.00%	5.32%
Global Debt ex US	5.00%	-0.25%	3.05%	-0.40%
REIT	5.25%	5.63%	4.25%	5.12%

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PERS CONTRIBUTIONS AND LIABILITY
(Continued)

Discount Rate

The discount rate used to measure the total pension liability was 3.98% and 4.90% as of June 30, 2016 and 2015, respectively. This single blend discount rate was based on the long-term expected rate of return on pension plan investments of 7.65% and 7.9% and a municipal bond rate of 2.85% and 3.80% as of June 30, 2016 and 2015, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made based on the average of the last five years of condition made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2034 and 2034, respectively. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2034 and 2033, respectively, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PERS CONTRIBUTIONS AND LIABILITY
(Continued)

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

The following presents the Village's proportionate share of the net pension liability of the as of June 30, 2015 and 2014, respectively, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% lower or 1% higher than the current rate:

	June 30, 2016		
	1% Decrease (3.90%)	Current Discount Rate (4.90%)	1% Increase (5.90%)
Village's proportionate share of PERS net pension liability	\$ 17,631,154	\$ 14,388,277	\$ 11,711,000
	June 30, 2015		
	1% Decrease (4.39%)	Current Discount Rate (5.39%)	1% Increase (6.39%)
Village's proportionate share of PERS net pension liability	\$ 13,296,149	\$ 10,697,875	\$ 8,519,500

Pension Plan fiduciary net position

Detailed information about the pension plans' fiduciary net position are available in the separately issued financial reports. These reports may be accessed via the New Jersey Division of Pension and Benefits website at www.state.nj.us/treasury/pensions.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PFRS CONTRIBUTIONS AND LIABILITY

The contribution policy is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 8.5% to 10% in October 2011. Employers' contributions are based on an actuarially determined amount which includes the normal cost and unfunded accrued liability. The annual employer contributions include funding for basic retirement allowances and non-contributory death benefits.

Pursuant to the provision of Chapter 78, P.L. 2011, COLA increases were suspended for all current and future retirees of all retirement systems.

The Village's and employees' contributions to PFRS for the past three years were as follows:

Year Ended December 31,	State	Village		Em
	Pension Contribution	Pension and NCGI Contribution	Percentage of Covered Payroll	Pension Contribution
2016	\$ 60,507	\$ 802,616	25.46%	\$ 332,737
2015	71,652	765,963	24.14%	326,051
2014	55,375	756,195	24.74%	310,964

Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the Village under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the Village does not contribute under this legislation directly to the plan (except for employer specified financed amounts), there is no net pension liability to report in the financial statements of the Village related to this legislation. However, the notes to the financial statements of the Village must disclose the portion of the State's total proportionate share of the collective net pension liability that is associated with the Village.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PFRS CONTRIBUTIONS AND LIABILITY
(Continued)

At June 30, 2016 and 2015, the Village's net pension liability for PFRS was as follows:

Year Ended December 31,	PFRS Proportionate Share		
	Employer	Nonemployer	Total
	Village	State of New Jersey	
2016	\$ 18,804,434	\$ 1,579,106	\$ 20,383,540
2015	15,695,713	1,376,461	17,072,174

The net pension liability was measured as of June 30, 2015 and 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Village's proportion of the net pension liability was based on a projection of the Village's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At June 30, 2016, Villages PERS proportion was which was 0.0985% of 0.0942% from its proportion measured as of June 30, 2015. At June 30, 2015, Villages PERS proportion was 0.0984% which was of from its proportion measured as of June 30, 2014.

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015, which was rolled forward to June 30, 2016. The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014, which was rolled forward to June 30, 2015. These actuarial valuations used the following actuarial assumptions, applied to all periods in the measurement:

	July 1, 2015	July 1, 2014
Inflation rate	3.08%	3.04%
Salary increases: 2012-2021	2.10 – 8.98% Based on age	2.60 – 9.48% Based on age
Thereafter	3.10 – 9.98% Based on age	3.60 – 10.48% Based on age
Investment rate of return	7.65%	7.90%

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PFRS CONTRIBUTIONS AND LIABILITY
(Continued)

For the valuation at July 1, 2015 and 2014, mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and one year using Projection Scale BB for male service retirements with adjustments for mortality improvements from the base year based on Projection Scale BB. Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service retirements and beneficiaries with adjustments for mortality improvements from the base year of 2014 based on Projection Scale BB. The actuarial assumptions used in the July 1, 2015 and 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.65% and 7.90% at June 30, 2016 and 2015) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PFRS CONTRIBUTIONS AND LIABILITY
(Continued)

Long-Term Expected Rate of Return (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2016 and 2015 are summarized in the following table:

Asset Class	June 30, 2015		June 30, 2015	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Cash	5.00%	0.87%	5.00%	1.04%
Core Bonds	1.50%	1.74%	1.75%	1.64%
Intermediate-Term Bonds	8.00%	1.79%	10.00%	1.79%
Mortgages	2.00%	1.67%	2.10%	1.62%
High Yield Bonds	2.00%	4.56%	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.44%	1.50%	3.25%
Broad US Equities	26.00%	8.53%	27.25%	8.52%
Developed Foreign Equities	13.25%	6.83%	12.00%	6.88%
Emerging Market Equities	6.50%	9.95%	6.40%	10.00%
Private Equity	9.00%	12.40%	9.25%	12.41%
Hedge Funds / Absolute Return	12.50%	4.68%	12.00%	4.72%
Real Estate (Property)	2.00%	6.91%	2.00%	6.83%
Commodities	0.50%	5.45%	1.00%	5.32%
Global Debt ex US	5.00%	-0.25%	3.50%	-0.40%
REIT	5.25%	5.63%	4.25%	5.12%

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PFRS CONTRIBUTIONS AND LIABILITY
(Continued)

Discount Rate

The discount rate used to measure the total pension liability was 5.55% and 5.79% as of June 30, 2016 and 2015, respectively. This single blend discount rate was based on the long-term expected rate of return on pension plan investments of 7.65% and 7.9%, and a municipal bond rate of 2.85% and 3.80% as of June 30, 2016 and 2015, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made based on the average of the last five years of condition made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2050 and 2045, respectively. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2050 and 2045, respectively, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

STATE-MANAGED PENSION PLANS – PFRS CONTRIBUTIONS AND LIABILITY
(Continued)

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

The following presents the Village's proportionate share of the net pension liability of the as of June 30, 2016 and 2015, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% lower or 1% higher than the current rate:

	June 30, 2016		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	(4.55%)	(5.55%)	(6.55%)
Village's proportionate share of PFRS net pension liability	\$ 26,283,081	\$ 20,383,540	\$ 15,572,820
	June 30, 2015		
	1%	Current	1%
	Decrease	Discount Rate	Increase
	(5.32%)	(6.32%)	(7.32%)
Village's proportionate share of PFRS net pension liability	\$ 22,506,546	\$ 17,072,174	\$ 12,640,935

Pension Plan fiduciary net position

Detailed information about the pension plans' fiduciary net position are available in the separately issued financial reports. These reports may be accessed via the New Jersey Division of Pension and Benefits website at www.state.nj.us/treasury/pensions.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

DEFINED CONTRIBUTION RETIREMENT PROGRAM

The DCRP was established under the provisions of P.L. 2007, Chapters 92 and 103 and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. It provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Individuals eligible for membership in the DCRP include (a) state or local officials elected or appointed to new office on or after July 1, 2007, (b) employees enrolled in PERS on or after July 1, 2007 or PFRS after May 21, 2010 who earn salary in excess of established maximum compensation limit and (c) employees otherwise eligible for PERS on or after November 2, 2008 or PFRS after May 21, 2010 that earn below the minimum PERS or PFRS salary but more than \$5,000 annually.

Vesting occurs upon commencement of the third year of membership. Should the vesting period not be reached, contributions will be refunded to the appropriate contributing parties. Employer matching contributions and earnings are only available after the age of 55. Distributions render the member retired and ineligible for future participation in any State-administered plans. Otherwise, distributions are available at any time as lump sum, fixed term or life annuity.

Members are covered by employer-paid life insurance in the amount of 1 ½ times the annual base salary on which DCRP contributions were based. Members are also eligible for employer-paid long-term disability coverage after one year of participation. Eligibility occurs after six consecutive months of total disability. Members would receive a regular monthly income benefit up to 60% of the base salary on which DCRP contributions were based during the 12 months preceding the onset of the disability, offset by any other periodic benefit the member may be receiving. Benefits will be paid until the age of 70 so long as the member remains disabled and has not begun receiving retirement annuity payments.

The following table represents the Village and employee contributions during the previous three years:

Year Ended December 31,	Number of Employees	Employee Contributions		Village Contributions	
		Amount	As a Percentage of Base Payroll	Amount	As a Percentage of Base Payroll
2016	4	\$ 5,847	3.59%	\$ 1,264	1.96%
2015	4	\$ 4,499	3.59%	\$ 2,423	1.96%
2014	1	1,793	3.59%	978	1.96%

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

DEFERRED COMPENSATION PLAN (unaudited)

The Village has established a deferred compensation program for its employees under Section 457 of the Internal Revenue Code. The program is comprised a separate plan which is a Public Employees' Deferred Compensation Plans, covering employees and elected officials who perform services for the Village. The plan is underwritten by Nationwide Retirement Solutions.

The Plans are a tax-deferred supplemental retirement program that allows Village employees to contribute a portion of their salaries, before federal taxes, to a retirement account. Contributions, or deferrals, are made through payroll deductions. Individuals are 100% vested. Distributions are not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely property and rights of the individual contributors and are not subject to the claims of the Village's general creditors.

Assets of the plans are invested in various mutual funds at the discretion of the participants.

During the year ended December 31, 2016, the plan had the following activity:

Plan Assets, December 31, 2015	\$ 6,241,187
Add:	
Investment Income	402,255
Transfers	-
Contributions	354,984
	<u>6,998,426</u>
Less:	
Withdrawals	323,406
Distributions	-
Fees and Other	34,954
	<u><u>\$ 6,640,066</u></u>
Plan Assets, December 31, 2016	

LENGTH OF SERVICE AWARDS PROGRAM

The Village has established a Length of Service Awards Program ("LOSAP") for all members of the Volunteer Fire Department and Volunteer Ambulance Corps of the Village that are deemed eligible through a points system that represents the individual volunteer's level of service to the Village. Volunteers earn points through attendance at dispatched emergencies, training courses and drills and other miscellaneous required activities and meetings as well as their officer status.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE F. RETIREMENT SYSTEMS AND DEFERRED INCOME PLANS (Continued)

LENGTH OF SERVICE AWARDS PROGRAM (Continued)

The LOSAP is a deferred income benefit plan established pursuant to P.L. 1997, c.388 and Section 457 of the Internal Revenue Code (IRC) of 1986. 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. Contributions to the plan are made solely by the Village, on behalf of those volunteers deemed eligible. The Village has elected to contribute \$1,150 per each eligible volunteer, the maximum amount allowed by P.L. 1997, c.388.

Individuals are vested after five years of service. Distributions are not available to volunteers until termination, retirement, death, or unforeseeable emergency. All amounts of income benefits deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely property and rights of the individual contributors and are not subject to the claims of the Village's general creditors.

Assets of the plans are invested in various mutual funds at the discretion of the participants. Lincoln Financial Group is the Administrator of the plan.

During the year ended December 31, 2016, the activity for the plan is as follows:

Plan Assets, December 31, 2015	\$ 1,976,352
Add:	
Contributions	128,800
Appreciation in Investments	142,976
	<u>2,248,128</u>
Less:	
Distributions	\$ 99,371
Fees and Other	4,450
	<u><u>\$ 2,144,307</u></u>
Plan Assets, December 31, 2016	

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE G. OTHER POST-EMPLOYMENT BENEFITS

OTHER POST-EMPLOYMENT BENEFITS PLAN

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. The Village's health insurance is through the Bergen Municipal Employee Benefits Fund.

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 years ended December 31, 2016 and 2015, the Village contributed \$847,776 and \$903,335, respectively, 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.

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 for the For the years ended December 31, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Annual Required Contribution (ARC)	\$ 2,385,137	\$ 2,385,137
Interest on Net OPEB Obligation	496,978	383,039
Adjustment to ARC	<u>807,865</u>	<u>667,127</u>
Total (Annual OPEB Cost Expense)	3,689,981	3,435,304
Less: Contributions Made	<u>(847,776)</u>	<u>(903,335)</u>
Increase in Net OPEB Obligation	2,842,205	2,531,969
Net OPEB Obligation, Beginning of Year	<u>11,043,957</u>	<u>8,511,988</u>
Net OPEB Obligation, End of Year	<u><u>\$ 13,886,161</u></u>	<u><u>\$ 11,043,957</u></u>

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE G. POST-EMPLOYMENT BENEFITS (Continued)

The Village's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year 2011, the most recent actuarial valuation date, through 2016, are as follows:

Year Ended December 31,	Annual OPEB Cost	Percentage of Annual OPEB cost Contributed	Net OPEB Obligation
2011	\$ 2,537,201	24.4%	\$ 1,917,201
2012	2,651,823	24.5%	3,920,676
2013	2,909,808	23.5%	6,145,135
2014	3,175,401	25.5%	8,511,988
2015	3,435,304	26.30%	11,043,957
2016	3,689,981	22.98%	13,886,161

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.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE G. POST-EMPLOYMENT BENEFITS (Continued)

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.

NOTE H. 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 \$480,419 and \$475,801 at December 31, 2016 and 2015, respectively. These amounts which are considered material to the financial statements, are not reported either as an expenditure or liability.

As of December 31, 2016 and 2015, the Village has not reserved any funds in the Other Trust Fund to fund compensated absences in accordance with NJSA 40A:4-39.

NOTE I. RISK MANAGEMENT

Insurance Coverage

The Village is exposed to various property and casualty risks including: property damage caused to any of the Village's property, motor vehicles, equipment or apparatus; liability resulting from the use or operation of such motor vehicles, equipment apparatus; liability from the Village's negligence, including that of its officers, employees and servants; and workers' compensation obligations.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE I. RISK MANAGEMENT (Continued)

Insurance Coverage (Continued)

The Village has authorized participation in the 23 member South Bergen Municipal Joint Insurance Fund (JIF) and the Municipal Excess Liability Joint Insurance Fund (MEL), which is composed of 19 Joint Insurance Funds.

The Village has also obtained additional property insurance coverage through Zurich North America. Insurance obtained through the JIF, MEL and Zurich has a limit of liability shared by all member entities of the JIF / MEL and is reinstated after every occurrence. Certain sub-limits apply to certain coverages which are not noted in the schedule below. Coverage amounts are subject to deductibles. Further information can be obtained from the Village.

The Village has obtained the following Limits of Liability through the JIF, MEL and Zurich:

	<u>JIF Layer</u>		<u>MEL Layer</u>		<u>Zurich</u>	
Property Insurance	\$	50,000 (1)	\$	300,000 (1)	\$	125,000,000 (2)
Crime Policy Declarations		50,000 (1)		1,950,000 (4)		n/a
Excess Public Officials Bond		-		8,000,000 (4)		n/a
Statutory Position Bond		-		1,000,000 (4)		n/a
Casualty Policy Declarations		300,000 (2)		4,700,000 (4)		n/a
Auto Policy Declarations		300,000 (4)		4,700,000 (4)		n/a
Workers' Compensation		2,000,000 (5)		4,700,000 (5)		n/a
Environmental Legal Liability Insurance		various		various		n/a
Underground Storage Tanks		-		1,000,000 (2)		n/a

(1) Per Occurrence

(2) Annual Aggregate Limit

(3) Per Occurrence, Combined Single Limit

(4) Per Occurrence, Aggregate Combined Single Limit

(5) Per Each Accident or Each Employee for Disease

(6) Per Loss, 80/20 copay

Settled claims have not exceeded the commercial coverage in any of the past three fiscal years and there has not been a significant reduction in coverage during the year ended December 31, 2016.

Disaster Recovery

The Village backs up its financial data nightly with alternating tapes which are stored in a fire-proof safe.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE J. INTERFUND BALANCES AND TRANSFERS

As of December 31, 2016 and 2015 interfund receivables and payables that resulted from various interfund transactions were as follows:

	Due From/ Receivable December 31, 2016	Due To/ Payable	Due From/ Receivable December 31, 2015	Due To/ Payable
Current Fund:				
Trust Funds	\$ 154,777	\$ -	\$ 205,558	\$ -
General Capital Fund	-	1,589,711	-	208,732
Swimming Pool Utility Operating Fund	-	6,670	-	1,424
Swimming Pool Utility Capital Fund	-	69,948	-	-
Public Assistance Fund	238	-	238	-
Total Current Fund	<u>155,015</u>	<u>1,666,329</u>	<u>205,796</u>	<u>210,156</u>
Trust Funds				
Current Fund	-	154,777	-	205,558
General Capital Fund	-	-	-	148,858
Swimming Pool Utility Operating Fund	12,000	-	12,000	-
Total Trust Funds	<u>12,000</u>	<u>154,777</u>	<u>12,000</u>	<u>354,416</u>
Capital Fund				
Current Fund	1,589,711	-	208,732	-
Trust Funds	-	-	148,858	-
Swimming Pool Utility Operating Fund	41,994	-	-	-
Total Capital Fund	<u>1,631,705</u>	<u>-</u>	<u>357,590</u>	<u>-</u>
Swimming Pool Utility Operating Fund				
Current Fund	6,670	-	1,424	-
Trust Funds	-	12,000	-	12,000
Swimming Pool Utility Capital Fund	-	-	-	2,000
Total Swimming Pool Utility Operating Fund	<u>6,670</u>	<u>12,000</u>	<u>1,424</u>	<u>14,000</u>
Swimming Pool Utility Capital Fund				
Current Fund	69,948	-	-	-
General Capital Fund	-	41,994	-	-
Swimming Pool Utility Operating Fund	-	-	2,000	-
Total Swimming Pool Utility Capital Fund	<u>69,948</u>	<u>41,994</u>	<u>2,000</u>	<u>-</u>
Public Assistance Fund				
Current Fund	-	238	-	238
	<u>\$ 1,875,338</u>	<u>\$ 1,875,338</u>	<u>\$ 578,810</u>	<u>\$ 578,810</u>

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.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE K. FIXED ASSETS

The Village had the following investment balance and activity in general fixed assets as of and for the year ended December 31, 2016:

	Balance, December 31, 2015	Activity During Current Year		Balance, December 31, 2016
		Acquisitions	Dispositions	
Land	\$ 34,337,500	\$ -	\$ -	\$ 34,337,500
Buildings and Building Improvements	6,514,517	14,675	-	6,529,192
Machinery and Equipment	8,633,952	297,256	-	8,931,208
	<u>\$ 49,485,969</u>	<u>\$ 311,931</u>	<u>\$ -</u>	<u>\$ 49,797,900</u>

In accordance with accounting practices prescribed by the Division of Local Government Services, and as further detailed in Note A, no depreciation has been provided for and fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

NOTE L. ECONOMIC DEPENDENCY

The Village does not have significant economic dependence on any one taxpayer. However, the ten largest taxpayers of the Village as listed in the following table comprise 14.81% of the Village's tax levy and assessed valuation taxable:

Tax Payer	2016	
	Assessed Valuation	Tax Levy
55 Challenger, LLC	\$ 28,889,400	\$ 365,740
85 Chall Rd LLC	28,533,000	361,228
65 Challenger LLC	18,000,000	227,880
Marlboro Apt Corp	17,760,900	224,853
100 Chall Partners LLC	16,500,000	208,890
Daekyo America, Inc.	16,000,000	202,560
Ridgefield Park Lodging Assoc LLP	14,203,600	179,818
Pitcairn Skymark	13,351,000	169,024
United Rentals	12,321,500	155,990
Starplex Operating LLC	10,888,600	137,850
	<u>\$ 176,448,000</u>	<u>\$ 2,233,832</u>

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE M. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2016 the following deferred charges are reported on the balance sheets of the following funds:

	Balance, December 31, 2016	Budget Appropriation
Current Fund:		
Overexpenditures	\$ 9,861	\$ 9,861

At December 31, 2015 the following deferred charges are reported on the balance sheets of the following funds:

	Balance, December 31, 2015	Budget Appropriation
Swimming Pool Utility Operating Fund:		
Overexpenditures	\$ 788	\$ 788
Expenditures without Appropriations	12,655	12,655
Deficit in Operations	10,973	10,973

NOTE N. CONTINGENT LIABILITIES

Redevelopment Agreement

On September 9, 2014 the Village approved the terms of a redevelopment agreement with Matrix Development Group, including a financial agreement with a long term tax exemption, to implement the redevelopment plan for the remaining parcels of the Challenger Road redevelopment area. The redevelopment of the remaining parcels includes office, hotel, retail, residential, restaurant and health club uses. The key terms of the financial agreement for the long term tax exemption includes a 30 year term with annual service charges that are pledged and unpledged. The pledged annual service charges are pledged to the issuance of Redevelopment Area Bonds in an amount to be determined by the Redeveloper and are non-recourse to the Village. The pledged annual service charges commence with the debt service of the Redevelopment Area Bonds issued and are equal to the debt service payments of such bonds. The unpledged annual service charges are senior to pledged annual service charges obligations. The unpledged annual service charges will be over 30 years commencing at 6.0% and phasing in to 10.5% of gross revenues. As of December 31, 2016 the financial agreement has not commenced.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE N. CONTINGENT LIABILITIES (Continued)

Grant Programs

The Village participates in several federal award and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes.

The Village has, at December 31, 2016, \$200,425 of appropriated grant reserves. All of this amount has been received in cash. Should the Village not utilize these funds within the allowable grant periods, the Village may be required to return the unused funds received in cash.

As of December 31, 2016, the Village does not believe that any material liabilities will result from such audits.

Tax Appeals

The Village is a defendant in various tax appeals that they are defending vigorously. The tax appeals it is defending are not unusual for a municipality of its size. In the past, the Village has paid for such appeals through budget appropriations or its reserve for tax appeals pending. As of the year ended December 31, 2016, the Village estimates no potential exposure for tax appeals and has reserved no amount in its reserve for tax appeals account.

Deferred School Tax

As discussed in Note C, regulations allow for the deferral of not more than 50% of the school levy. The Village has deferred school taxes of \$9,107,480 as of the years ended December 31, 2016 and 2015. In accordance with financial reporting provisions of the Division, the amount of this deferral is not shown as a liability on the balance sheets of the Village, but was a credit to operations in the year of deferral. Although not expected, a change in legislation requiring this deferral to be recorded as a liability could significantly impact the Village's fund balance.

Litigation

The Village is a defendant in various lawsuits, none of which is unusual for a municipality of its size and should be adequately covered by the Village's insurance program, defense program or by the Village directly and which may be settled in a manner satisfactory to the financial stability of the Village.

**VILLAGE OF RIDGEFIELD PARK
NOTES TO FINANCIAL STATEMENTS**

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE O. SUBSEQUENT EVENTS

Subsequent events were evaluated through May 12, 2017, which is the date the financial statements were available to be issued. There are no material events noted.

CURRENT FUND

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>		
Balance, December 31, 2015	A		\$ 13,267,768
Increased by Receipts:			
Miscellaneous Revenues Not Anticipated	A-2	316,398	
Petty Cash	A-6	750	
Taxes Receivable	A-7	42,833,950	
Revenue Accounts Receivable	A-10	2,756,455	
Interfunds	A-11	457,456	
State of New Jersey - Veterans and Senior Citizens Deductions	A-12	72,250	
Mortgages Receivable - Fire Department Companies	A-13	10,800	
Prepaid Taxes	A-18	162,880	
Tax Overpayments	A-19	18,826	
Reserve for Sale of Municipal Asset	A-22	2,930,163	
Grants Receivable	A-23	33,491	
Reserve for Grants - Unappropriated	A-24	<u>14,147</u>	
			<u>49,607,566</u>
			62,875,334
Decreased by Disbursements:			
Appropriations	A-3	20,033,587	
Petty Cash	A-6	750	
Tax Refunds	A-7	559,699	
Interfunds	A-11	276,867	
Appropriation Reserves	A-15	582,929	
Reserve for Encumbrances	A-16	1,553	
Fees Payable	A-17	2,815	
Tax Overpayments	A-19	11,894	
Local School District Taxes Payable	A-20	25,172,227	
County Taxes Payable	A-21	2,963,916	
Reserve for Sale of Municipal Asset	A-22	770,828	
Grants Appropriated	A-25	<u>94,541</u>	
			<u>50,471,606</u>
Balance, December 31, 2016	A		<u><u>\$ 12,403,728</u></u>

EXHIBIT A-5

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CHANGE FUND

	<u>Ref.</u>	
Balance, December 31, 2015	A	<u>\$ 225</u>
Balance, December 31, 2016	A	<u><u>\$ 225</u></u>

EXHIBIT A-6

SCHEDULE OF PETTY CASH FUNDS

	<u>Ref.</u>	
Balance, December 31, 2015	A	\$ -
Increased by:		
Cash Receipts	A-4	<u>750</u>
		750
Decreased by:		
Cash Disbursements	A-4	<u>750</u>
Balance, December 31, 2016	A	<u><u>\$ -</u></u>

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF TAXES RECEIVABLE

Year	Balance December 31, 2015	Added Taxes	2016 Tax Levy	2015 Collections	2016 Collections	2016 (Refunds)	Senior Citizens and Veterans Deductions	Transferred to Tax Title Liens	Adjustments/ Cancellations	Balance 31, 2016
2015	\$ 481,054	\$ -	\$ -	\$ -	\$ 481,054	\$ (518,315)	\$ -	\$ -	\$ 518,315	\$ -
2016	-	43,093	43,184,546	195,095	42,352,896	(41,384)	78,092	2,363	76,759	563,818
Ref.	<u>\$ 481,054</u>	<u>\$ 43,093</u>	<u>\$ 43,184,546</u>	<u>\$ 195,095</u>	<u>\$ 42,833,950</u>	<u>\$ (559,699)</u>	<u>\$ 78,092</u>	<u>\$ 2,363</u>	<u>\$ 595,074</u>	<u>\$ 563,818</u>
	A	Below	Below	A-18	A-4	A-4	A-12	A-8	Reserve	A
Levy 2016		Ref.							Delinquent	Current
Added Taxes		Above	\$ 43,184,546							
		Above	43,093							
Total Municipal Levy		Below	<u>\$ 43,227,639</u>						\$ -	\$ 195,095
									(37,261)	42,311,512
Tax Levy										
Local District School Tax		A-20	\$ 25,130,586							
County Taxes		A-21	2,962,365							
Due to County for Added Taxes		A-21	<u>3,324</u>						-	78,092
				\$ 28,096,275						
Amount to be Raised by Taxes		A-2	15,092,939					Ref.	\$ (37,261)	\$ 42,584,699
Adjustment to Added Assessments			<u>38,425</u>						Below	A-2
				15,131,364				A-1	\$ (418,315)	
								A-2	481,054	
								A-3	(100,000)	
		Above		<u>\$ 43,227,639</u>				Above	\$ (37,261)	

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF TAX TITLE LIENS RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2015	A	\$ 37,484
Increased by:		
Transfer from Taxes Receivable	A-7	<u>2,363</u>
Balance, December 31, 2016	A	<u><u>\$ 39,847</u></u>

EXHIBIT A-9

**SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATIONS)**

	<u>Ref.</u>	
Balance, December 31, 2015	A	<u><u>\$ 69,840</u></u>
Balance, December 31, 2016	A	<u><u>\$ 69,840</u></u>

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE**

	Ref.	Balance December 31, 2015	Accrued in 2016	Cash Receipts	Interfund Receivable Interest on Investments	Sale of Municipal Asset	Balance December 31, 2016
Local Revenues:							
Licenses:							
Alcoholic Beverages	A-2	\$ -	\$ 5,027	\$ 5,027	\$ -	\$ -	\$ -
Other - Village Clerk	A-2	-	5,880	5,880	-	-	-
Fees and Permits	A-2	-	59,876	59,876	-	-	-
Fines and Costs:							
Municipal Court	A-2	17,329	263,514	262,273	-	-	18,570
Interest and Costs on Taxes	A-2	-	143,959	143,959	-	-	-
Parking Meters	A-2	-	72,700	72,700	-	-	-
Interest on Investments and Deposits	A-2	-	29,827	8,685	21,142	-	-
State Aid Without Offsetting Appropriations							
Consolidated Municipal Property Tax Relief Aid	A-2	-	101,165	101,165	-	-	-
Energy Receipts Taxes	A-2	-	1,115,460	1,115,460	-	-	-
Dedicated Uniform Construction Code Fees Offset with Appropriations							
Uniform Construction Code Fees	A-2	-	297,048	297,048	-	-	-
Special Items of Revenue - Other							
Uniform Fire Safety	A-2	-	18,318	18,318	-	-	-
Hotel Fees	A-2	-	257,519	257,519	-	-	-
Cell Tower Rents	A-2	-	47,109	47,109	-	-	-
Franchise Fee/Cable	A-2	-	156,762	156,762	-	-	-
Movie Theater Rent and Concession	A-2	-	204,674	204,674	-	-	-
Sale of Municipal Asset	A-2	-	2,750,000	-	-	2,750,000	-
		<u>\$ 17,329</u>	<u>\$ 5,528,838</u>	<u>\$ 2,756,455</u>	<u>\$ 21,142</u>	<u>\$ 2,750,000</u>	<u>\$ 18,570</u>
	Ref.	<u>A</u>		<u>A-4</u>	<u>A-11</u>	<u>A-22</u>	<u>A</u>

VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016
SCHEDULE OF INTERFUNDS RECEIVABLE/(PAYABLE)

	Ref.	Total	General Capital Fund	Other Trust Fund	Animal Control Trust Fund	Public Assistance Trust Fund	Swimming Pool Utility - Operating Fund	Swimming Pool Utility - Capital Fund
Balance, December 31, 2015								
Receivable	A	\$ 205,796	\$ -	\$ 198,174	\$ 7,384	\$ 238	\$ -	\$ -
Payable	A	(210,156)	(208,732)	-	-	-	(1,424)	-
		<u>(4,360)</u>	<u>(208,732)</u>	<u>198,174</u>	<u>7,384</u>	<u>238</u>	<u>(1,424)</u>	<u>-</u>
Increased by:								
Animal Control Trust Fund Statutory Excess	A-1	5,213	-	-	5,213	-	-	-
Cash Disbursements	A-4	276,867	-	2,451	-	-	24,416	-
Interest on Investments and Deposits	A-10	21,142	3,021	18,069	-	-	-	52
		<u>303,222</u>	<u>3,021</u>	<u>20,520</u>	<u>5,213</u>	<u>-</u>	<u>24,416</u>	<u>52</u>
Decreased by:								
Charges to 2016 Appropriations	A-3	29,662	-	-	-	-	29,662	-
Cash Receipts	A-4	457,456	-	200,000	7,456	-	-	-
Reserve for Sale of Municipal Asset	A-22	1,454,000	1,384,000	-	-	-	-	70,000
		<u>1,941,118</u>	<u>1,384,000</u>	<u>200,000</u>	<u>7,456</u>	<u>-</u>	<u>29,662</u>	<u>70,000</u>
Balance, December 31, 2016								
Receivable	A	24,073	-	18,694	5,141	238	-	-
Payable	A	(1,666,329)	(1,589,711)	-	-	-	(6,670)	(69,948)
		<u>\$ (1,642,256)</u>	<u>\$ (1,589,711)</u>	<u>\$ 18,694</u>	<u>\$ 5,141</u>	<u>\$ 238</u>	<u>\$ (6,670)</u>	<u>\$ (69,948)</u>
Interfund Returned	A-1	\$ (181,723)	\$ -	\$ (179,480)	\$ (2,243)	\$ -	\$ -	\$ -

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

**SCHEDULE OF DUE TO/(FROM) THE STATE OF NEW JERSEY
FOR SENIOR CITIZENS' AND VETERANS' DEDUCTIONS**

	<u>Ref.</u>		
Balance, December 31, 2015, Due to	A		\$ 3,819
Increased by:			
Senior Citizens' and Veterans' Deductions			
Disallowed by Tax Collector (Net)	Below	3,022	
Cash Receipts	A-4	<u>72,250</u>	
			<u>75,272</u>
			79,091
Decreased by:			
Senior Citizens' and Veterans' Deductions			
Per Tax Billings (Net)	Below	\$ 72,250	
Senior Citizens' and Veterans' Deductions			
Allowed by Tax Collector (Net)	Below	<u>8,864</u>	
			<u>81,114</u>
Balance, December 31, 2016, Due (from)	A		<u>\$ 2,023</u>

Analysis of State's Share of Senior Citizens' and Veterans' Deductions

Senior Citizens' and Veterans' Deductions (Net):			
Per Tax Billings	Above	\$ 72,250	
Allowed by Tax Collector	Above	8,864	
Disallowed by Tax Collector	Above	<u>(3,022)</u>	
	A-7		<u>\$ 78,092</u>

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF MORTGAGES RECEIVABLE - FIRE DEPARTMENT COMPANIES

	<u>Year</u>	<u>Total Amount of Mortgage</u>	<u>Annual Installments</u>	<u>Balance, December 31, 2015</u>	<u>Cash Receipts</u>	<u>Balance, December 31, 2016</u>
Hook and Ladder Co. No. 1	1971	\$ 20,000				
	2002	12,000	\$ 1,100	\$ 46,350	\$ -	\$ 46,350
Hose Company No. 1	1983	25,000				
	2000	70,000	2,000	52,535	2,000	50,535
Hose Company No. 4	1983	40,000				
	1995	35,000	1,650	40,750	3,300	37,450
Hook and Ladder Co. No. 2	1995	70,000	2,000	33,000	2,000	31,000
Hose Company No. 2	2004	75,000	2,143	45,400	2,500	42,900
Hose Company No. 3	1995	70,000	*1,500-2,500	<u>42,050</u>	<u>1,000</u>	<u>41,050</u>
				<u>\$ 260,085</u>	<u>\$ 10,800</u>	<u>\$ 249,285</u>
			<u>Ref.</u>	<u>A</u>	<u>A-4</u>	<u>A</u>
Mortgage Receivable Returned			A-1		\$ 10,800	

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

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DEFERRED CHARGES

	Balance December 31, 2015	Budget Appropriations	Balance December 31, 2016
Overexpenditures	\$ -	\$ 9,861	\$ 9,861
	\$ -	\$ 9,861	\$ 9,861
<u>Ref.</u>	<u>A</u>	<u>A-1</u>	<u>A</u>

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF APPROPRIATION RESERVES

Expenditures	Ref.	Balance December 31, 2015	Balance After Transfers	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT					
Administration of Public Assistance					
Other Expenses		\$ 2,525	\$ 2,525	\$ -	\$ 2,525
Board of Health					
Other Expenses		771	771	(7,644)	8,415
Other Expenses - Contractual		1,884	2,984	1,070	1,914
Human Resources (Personnel)					
Labor Negotiations		37,851	37,851	-	37,851
Dog Regulation					
Other Expenses		12,501	12,501	8,368	4,133
Mayor & Board of Commissioners					
Salaries & Wages		93	93	-	93
Municipal Land Use Law (N.J.S.A. 40:55D-1) Planning Board					
Other Expenses		21,678	21,678	-	21,678
Special Consultant		475	475	-	475
Board of Adjustment					
Salaries & Wages		109	109	-	109
Other Expenses		7,184	7,184	5,261	1,923
Land Use Services & Costs					
Other Expenses		927	927	64	863
Citizens Advisory Committee					
Salaries & Wages		1,368	1,368	-	1,368
Other Expenses		86,239	86,239	53,605	32,634
Affordable Housing Agency (Rent Control)					
Salaries & Wages		37	37	-	37
Other Expenses		160	160	75	85
Celebration of Public Event, Anniversary or Holiday					
Other Expenses		22,331	22,331	495	21,836
Public Safety					
Police					
Salaries & Wages		83,851	83,851	-	83,851
Other Expenses		120,827	120,827	120,827	-
Meter Enforcement		22,440	22,440	-	22,440
Municipal Court					
Salaries & Wages (Prosecutor)		1,200	1,200	1,200	-
Dr. Charles A. Knox Memorial Volunteer Ambulance Corps.					
Other Expenses		534	534	-	534

See Accompanying Notes to the Financial Statements.

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF APPROPRIATION RESERVES

Expenditures	Ref.	Balance December 31, 2015	Balance After Transfers	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS" (Continued)					
Rescue Squad					
Other Expenses		\$ 16,001	\$ 16,001	\$ 11,933	\$ 4,068
Fire					
Other Expenses		13,721	16,021	15,878	143
Emergency Management Services					
Other Expenses		6,013	3,713	1,447	2,266
Uniform Fire Safety Act					
Fire					
Salaries & Wages		256	256	167	89
Other Expenses		217	217	149	68
Assessment of Taxes					
Salaries & Wages		3,062	3,062	-	3,062
Other Expenses		587	587	2	585
Collection of Taxes					
Salaries & Wages		29,541	29,541	-	29,541
Other Expenses		10,593	10,593	-	10,593
Financial Administration					
Village Clerk's Office					
Salaries & Wages		2,757	2,757	-	2,757
Other Expenses		20,834	20,834	13,041	7,793
Election					
Salaries & Wages		2,585	2,585	-	2,585
Xerox Rental & Supplies					
Legal Services & Costs					
Other Expenses		37,859	(141)	(141)	-
Bergen County Litigation		7,500	7,500	141	7,359
Development of Meadowlands		29,108	29,108	-	29,108
New Ordinances		7,278	7,278	338	6,940
Defense of Tax Appeals		-	38,000	36,089	1,911
Municipal Court					
Other Expenses		6,774	6,774	2,195	4,579
Public Defender (P.L. 1997, C.256)					
Codification of Ordinances					
Other Expenses		5,362	5,362	-	5,362
Revision of Ordinances					
Engineering Services & Costs					
Other Expenses		34,208	34,208	-	34,208

See Accompanying Notes to the Financial Statements.

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF APPROPRIATION RESERVES

Expenditures	Ref.	Balance December 31, 2015	Balance After Transfers	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS" (Continued)					
Public Buildings & Grounds					
Salaries & Wages		\$ 9,429	\$ 9,429	\$ -	\$ 9,429
Other Expenses		54,322	54,322	20,848	33,474
Vehicle Maintenance(Garage and General Overhead)					
Salaries & Wages		725	725	-	725
Other Expenses		27,523	26,423	21,658	4,765
Sanitary Landfill Contractual - Bergen County		83,328	83,328	80,406	2,922
Road Repairs & Maintenance					
Salaries & Wages		15,439	15,439	14,897	542
Other Expenses		60	60	-	60
Snow Removal					
Salaries & Wages		30,090	30,090	30,090	-
Other Expenses		8,581	8,581	4,000	4,581
Garbage & Trash Removal					
Salaries & Wages		43	43	-	43
Other Expenses		13,078	13,078	9,820	3,258
Recycling Program					
Salaries & Wages		2,279	2,279	-	2,279
Other Expenses		16,090	16,090	14,603	1,487
Sewer Maintenance					
Salaries & Wages		1,807	1,807	-	1,807
Other Expenses		8,803	8,803	7,373	1,430
Department of Parks & Public Property					
Maintenance of Parks (Parks & Plazas)					
Salaries & Wages		8,743	8,743	-	8,743
Other Expenses		33,796	33,796	33,028	768
Recreation & Playgrounds					
Salaries & Wages		1,631	1,631	-	1,631
Other Expenses		22,225	22,225	-	22,225
Insurance (N.J.S.A. 40A-4-45.3(00))					
General Liability		34,788	34,788	1,000	33,788
Employee Group Health		26,485	26,485	1,222	25,263
Health Insurance Deductible		1,977	1,977	-	1,977
CONSTRUCTION CODE OFFICIAL					
Other Expenses - Miscellaneous Other Expenses		41,592	41,592	362	41,230

See Accompanying Notes to the Financial Statements.

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF APPROPRIATION RESERVES

Expenditures	Ref.	Balance December 31, 2015	Balance After Transfers	Paid or Charged	Balance Lapsed
OPERATIONS - WITHIN "CAPS" (Continued)					
UNCLASSIFIED					
Utilities:					
Street Lighting		\$ 26,041	\$ 26,041	\$ 9,871	\$ 16,170
Fire Hydrant Service		3,324	3,324	-	3,324
Telephone Expense		1,905	1,905	-	1,905
Total Operations within "CAPS"		1,133,345	1,133,345	513,738	619,607
CONTINGENT		16,649	16,649	931	15,718
Total Operations Including Contingent - within "CAPS"		1,149,994	1,149,994	514,669	635,325
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"					
Statutory Expenditures					
Social Security System (O.A.S.I.)		17	17	-	17
State Unemployment Insurance		124,038	124,038	124,038	-
Total Deferred Charges & Statutory Expenditures - Municipal within "CAPS"		124,055	124,055	124,038	17
Total General Appropriations for Municipal Purposes within "CAPS"		1,274,049	1,274,049	638,707	635,342
OPERATIONS - EXCLUDED FROM "CAPS"					
Maintenance of Free Public Library (Ch. 82 & 541, P.L. 1985)		64,888	64,888	29,204	35,684
Police 9-1-1 Emergency System					
Other Expenses		10,000	10,000	-	10,000
Length of Service Award Program (LOSAP)		23,500	23,500	-	23,500
Recycling Tax Appropriation		20,000	20,000	-	20,000
Total Operations Excluded from "CAPS"		118,388	118,388	29,204	89,184
TOTAL GENERAL APPROPRIATIONS		<u>\$ 1,392,437</u>	<u>\$ 1,392,437</u>	<u>\$ 667,911</u>	<u>\$ 724,526</u>
	Ref.	Below		Below	A-1
Balance, December 31, 2015	A	\$ 989,639			
Transfer from Reserve for Encumbrances	A-16	402,798			
	Above	<u>\$ 1,392,437</u>			
Cash Disbursements	A-4			582,929	
Reserve for Encumbrances	A-16			84,982	
	Above			<u>\$ 667,911</u>	

See Accompanying Notes to the Financial Statements.

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>		
Balance, December 31, 2015	A		\$ 404,350
Increased by:			
Charges to 2016 Appropriations	A-3	\$ 391,370	
Charges to 2015 Appropriation Reserves	A-15	84,982	
Grants Appropriated	A-25	<u>3,798</u>	
			<u>480,150</u>
			884,500
Decreased by:			
Cash Disbursements	A-4	1,553	
Transferred to 2015 Appropriation Reserves	A-15	<u>402,798</u>	
			<u>404,351</u>
Balance, December 31, 2016	A		<u><u>\$ 480,149</u></u>

SCHEDULE OF FEES PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2015	A	\$ 3,121
Decreased by:		
Cash Disbursements	A-4	<u>2,815</u>
Balance, December 31, 2016	A	<u><u>\$ 306</u></u>

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF PREPAID TAXES

	<u>Ref.</u>	
Balance, December 31, 2015	A	\$ 195,095
Increased by:		
Cash Receipts	A-4	<u>162,880</u>
		357,975
Decreased by:		
Applied to 2015 Taxes	A-7	<u>195,095</u>
Balance, December 31, 2016	A	<u><u>\$ 162,880</u></u>

SCHEDULE OF TAX OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2015	A	\$ 11,894
Increased by:		
Cash Receipts	A-4	<u>18,826</u>
		30,720
Decreased by:		
Cash Disbursements	A-4	<u>11,894</u>
Balance, December 31, 2016	A	<u><u>\$ 18,826</u></u>

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2015			
School Tax Payable	A	\$ 3,496,374	
School Tax Deferred		<u>9,107,480</u>	
			\$ 12,603,854
Increased by:			
Levy School Year	A-2, A-7		<u>25,130,586</u>
			37,734,440
Decreased by:			
Cash Disbursements	A-4		<u>25,172,227</u>
Balance, December 31, 2016			
School Tax Payable	A	3,454,733	
School Tax Deferred		<u>9,107,480</u>	
			<u>\$ 12,562,213</u>
2016 Liability for Local School Tax			
Tax Paid			\$ 25,172,227
Taxes Payable December 31, 2016			<u>3,454,733</u>
			28,626,960
Less: Taxes Payable December 31, 2015			<u>3,496,374</u>
Amount Charged to 2016 Operations	A-1		<u>\$ 25,130,586</u>

SCHEDULE OF COUNTY TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2015	A		\$ 1,551
Increased by:			
County Taxes	A-7	\$ 2,962,365	
Added Taxes	A-7	<u>3,324</u>	
	A-1, A-2		<u>2,965,689</u>
			2,967,240
Decreased by:			
Cash Disbursements	A-4		<u>2,963,916</u>
Balance, December 31, 2016	A		<u>\$ 3,324</u>

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSET

	<u>Ref.</u>		
Balance, December 31, 2015	A		\$ 4,755,124
Increased by:			
Cash Receipts	A-4		<u>2,930,163</u>
			7,685,287
Decreased by:			
Cash Disbursements	A-4	\$ 770,828	
Revenue Anticipated	A-2, A-10	2,750,000	
Due to Swimming Pool Utility Capital Fund - Improvement Authorization	A-11	70,000	
Due to General Capital Fund - Improvement Authorization	A-11	<u>1,384,000</u>	
			<u>4,974,828</u>
Balance, December 31, 2016	A		<u><u>\$ 2,710,459</u></u>

**THE CITY OF UNION CITY
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF GRANTS RECEIVABLE

			Balance December 31, 2015	SFY 2016 Budget Revenue Realized	Received	Balance December 31, 2016
STATE GRANTS						
NJ Department of Environmental Protection:						
Clean Communities Program	2013	\$	14,887	\$ -	\$ -	\$ 14,887
Clean Communities Program	2016		-	25,116	25,116	-
NJ Department of Law and Public Safety:						
Body Armor Replacement Fund	2014		-	3,031	3,031	-
NJ Administrative Office of the Courts:						
Alcoholic Education	2014		-	1,473	1,473	-
NJ Department of Treasury:						
Passed through the County fo Bergen:						
Municipal Alliance to Prevent Alcoholism and Drug Abuse	2015		-	6,414	-	6,414
NJ Department of State:						
NJ Historical Commission:						
Passed through the County of Bergen:						
History Grant	2016		-	565	565	-
Total State Grants			<u>14,887</u>	<u>36,599</u>	<u>30,185</u>	<u>21,301</u>
FEDERAL GRANTS						
U.S. Department of Transportation:						
Passed through State of NJ Department of Law and Public Safety:						
Drive Sober or Get Pulled Over	2016		-	2,810	2,810	-
U.S. Department of Homeland Security						
Federal Emergency Management Agency (FEMA) -						
Fire Department Grant	2016		-	75,000	-	75,000
Passed through NJ Department of Law and Public Safety						
Emergency Management Performance Grant	2016		-	5,000	5,000	-
Total Federal Grants			<u>-</u>	<u>82,810</u>	<u>7,810</u>	<u>75,000</u>
Total Grants			<u>\$ 14,887</u>	<u>\$ 119,409</u>	<u>\$ 37,995</u>	<u>\$ 96,301</u>
	<u>Ref.</u>		<u>A</u>	<u>A-2</u>	<u>Below</u>	<u>A</u>
Cash Receipts	A-4				\$ 33,491	
Grants Unappropriated - Transferred to Budget	A-24				<u>4,504</u>	
	Above				<u>\$ 37,995</u>	

**VILLAGE OF RIDGEFIELD PARK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR GRANTS - UNAPPROPRIATED

		<u>Balance December 31, 2015</u>	<u>Transferred to Budget</u>	<u>Cash Receipts</u>	<u>Balance December 31, 2016</u>
STATE GRANTS:					
NJ Administrative Office of the Courts:					
Alcohol Education	2015	\$ 1,473	\$ 1,473	\$ -	\$ -
NJ Department of Treasury:					
Passed through the County fo Bergen:					
Municipal Alliance to Prevent Alcoholism and Drug Abuse	2016	-	-	9,877	9,877
NJ Department of Law and Public Safety:					
Body Armor Replacement Fund	2014	3,031	3,031	-	-
Body Armor Replacement Fund	2015	-	-	3,066	3,066
FEDERAL GRANTS					
U.S. Department of Transportation:					
Passed through State of NJ Department of Law and Public Safety:					
Drive Sober or Get Pulled Over	2016	-	-	1,204	1,204
		<u>\$ 4,504</u>	<u>\$ 4,504</u>	<u>\$ 14,147</u>	<u>\$ 14,147</u>
Ref.		A	A-23	A-4	A

**THE CITY OF UNION CITY
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR GRANTS APPROPRIATED

		Balance December 31, 2015	Transferred from 2016				Balance December 31, 2016
	Year		Budget Appropriations	Local Match	Appropriated by 40A:4-46	Expended	
STATE GRANTS							
NJ Department of Environmental Protection:							
Clean Communities (Municipality Road Mileage)	2015	1,367	-	-	-	-	1,367
Clean Communities (Municipality Road Mileage)	2016	-	19,274	-	5,842	24,420	696
Community Stewardship Grant	2002	6,300	-	-	-	-	6,300
NJ Department of Law and Public Safety:							
NJ Division of Criminal Justice:							
Body Armor Fund	2010 and Prior	4,947	-	-	-	-	4,947
Body Armor Fund	2011	344	-	-	-	-	344
Body Armor Fund	2012	3,040	-	-	-	-	3,040
Body Armor Fund	2014	-	3,031	-	-	-	3,031
NJ Department of Health and Human Services							
Public Health Priority Funding	2008 and 2010	12,730	-	-	-	-	12,730
NJ Administrative Office of the Courts:							
Alcoholic Education	2012	2,997	-	-	-	-	2,997
Alcoholic Education	2013	1,003	-	-	-	-	1,003
Alcoholic Education	2014	2,009	1,473	-	-	-	3,482
NJ Department of Treasury:							
NJ Division of Motor Vehicles:							
Drunk Driving Enforcement Fund	2008 and Prior	32,053	-	-	-	1,024	31,029
Drunk Driving Enforcement Fund	2010	16,564	-	-	-	-	16,564
Drunk Driving Enforcement Fund	2011	31,212	-	-	-	-	31,212
Passed through the County fo Bergen:							
Municipal Alliance to Prevent Alcoholism and Drug Abuse	2008 and Prior	31,670	-	-	-	-	31,670
Municipal Alliance to Prevent Alcoholism and Drug Abuse	2011	1,442	-	-	-	-	1,442
Municipal Alliance to Prevent Alcoholism and Drug Abuse	2014	9,474	-	-	-	-	9,474
Municipal Alliance to Prevent Alcoholism and Drug Abuse	2015	-	6,414	5,000	-	3,294	8,120
NJ Department of State:							
NJ Historical Commission:							
Passed through the County of Bergen:							
History Grant	2016	-	-	-	565	-	565
Total State Grants		157,152	30,192	5,000	6,407	28,738	170,013
FEDERAL GRANTS							
U.S. Department of Transportation:							
Passed through State of NJ Department of Law and Public Safety:							
Click-it or Ticket	2011 and 2012	5,359	-	-	-	-	5,359
Click-it or Ticket	2013	3,964	-	-	-	-	3,964
Drive Sober or Get Pulled Over	2015	1,993	-	-	-	-	1,993
Drive Sober or Get Pulled Over	2016	-	-	-	2,810	-	2,810
U.S. Department of Homeland Security							
Federal Emergency Management Agency (FEMA) -							
Fire Department Grant	2016	-	-	-	75,000	67,100	7,900
Passed through NJ Department of Law and Public Safety							
Emergency Management Performance Grant	2013	887	-	-	-	-	887
Emergency Management Performance Grant	2015	5,000	-	-	-	-	5,000
Emergency Management Performance Grant	2016	-	5,000	-	-	2,501	2,499
Total Federal Grants		17,203	5,000	-	77,810	69,601	30,412
Total		\$ 174,355	\$ 35,192	\$ 5,000	\$ 84,217	\$ 98,339	200,425
	Ref.	A	A-3	A-3	A-3	Below	A
Cash Disbursements	A-4					\$ 94,541	
Reserve for Encumbrances	A-16					3,798	
	Above					\$ 98,339	

TRUST FUND

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CASH - ANIMAL CONTROL FUND

	<u>Ref.</u>		
Balance, December 31, 2015	B		\$ 24,314
Increased by:			
Sale of Dog Licenses - State	B-2	\$ 997	
Sale of Dog Licenses - Village	B-3	6,508	
Due from Current Fund	B-4	<u>85</u>	
			<u>7,590</u>
			31,904
Decreased by:			
Due to the State of New Jersey	B-2	671	
Reserve for Expenditures	B-3	1,156	
Due to Current Fund	B-4	<u>7,456</u>	
			<u>9,283</u>
Balance, December 31, 2016	B		<u><u>\$ 22,621</u></u>

SCHEDULE OF DUE TO THE STATE OF NEW JERSEY - ANIMAL CONTROL FUND

	<u>Ref.</u>		
Balance, December 31, 2015	B		\$ -
Increased by:			
State Fees Collected:			
Cash Receipts	B-1		<u>997</u>
			997
Decreased by:			
Cash Disbursements	B-1		<u>671</u>
Balance, December 31, 2016	B		<u><u>\$ 326</u></u>

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	<u>Ref.</u>		
Balance, December 31, 2015	B	\$	16,930
Increased by:			
Cash Receipts	B-1		6,508
			<u>23,438</u>
Decreased by:			
Cash Disbursements	B-1	\$	1,156
Statutory Excess	B-4		<u>4,802</u>
			<u>5,958</u>
Balance, December 31, 2016	B	\$	<u><u>17,480</u></u>

LICENSE FEES COLLECTED

2014	\$	8,375
2015		<u>9,105</u>
	\$	<u><u>17,480</u></u>

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE TO CURRENT FUND - ANIMAL CONTROL FUND

	<u>Ref.</u>		
Balance, December 31, 2015	B	\$	7,384
Increased by:			
Cash Receipts - Interest on Deposits	B-1	\$	85
Statutory Excess	B-3	<u>4,802</u>	
			<u>4,887</u>
			12,271
Decreased by:			
Cash Disbursements	B-1		<u>7,456</u>
Balance, December 31, 2016	B	<u>\$</u>	<u>4,815</u>

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CASH - UNEMPLOYMENT INSURANCE FUND

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 3
Increased by Cash Receipts:		
Reserve for Unemployment Insurance Fund	B-6	285,656
		<u>285,659</u>
Decreased by Cash Disbursements:		
Reserve for Unemployment Insurance Fund	B-6	56,276
		<u>56,276</u>
Balance, December 31, 2016	B	<u>\$ 229,383</u>

SCHEDULE OF RESERVE FOR UNEMPLOYMENT INSURANCE FUND

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 3
Increased by:		
Cash Receipts	B-5	285,656
		<u>285,659</u>
Decreased by:		
Cash Disbursements	B-5	56,276
		<u>56,276</u>
Balance, December 31, 2016	B	<u>\$ 229,383</u>

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CASH - OTHER TRUST FUND

	<u>Ref.</u>		
Balance, December 31, 2015	B		\$ 1,048,525
Increased by Cash Receipts:			
Due to Current Fund - Interest on Deposits	B-11	\$ 18,069	
Due to Current Fund	B-11	2,451	
Reserve for Other Trust Fund Activity	B-12	<u>1,068,253</u>	
			<u>1,088,773</u>
			<u>2,137,298</u>
Decreased by Cash Disbursements:			
Due to General Capital Fund	B-10	148,858	
Due to Current Fund	B-11	200,000	
Reserve for Other Trust Fund Activity	B-12	<u>1,077,925</u>	
			<u>1,426,783</u>
Balance, December 31, 2016	B		<u><u>\$ 710,515</u></u>

SCHEDULE OF FUND BALANCE - OTHER TRUST FUND

	<u>Ref.</u>		
Balance, December 31, 2015	B		<u>\$ 1,107</u>
Balance, December 31, 2016	B		<u><u>\$ 1,107</u></u>

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

**SCHEDULE OF DUE FROM SWIMMING POOL UTILITY OPERATING FUND -
OTHER TRUST FUND**

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 12,000
December 31, 2016	B	<u>\$ 12,000</u>

SCHEDULE OF DUE TO GENERAL CAPITAL FUND - OTHER TRUST FUND

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 148,858
Decreased by:		
Cash Disbursements	B-7	<u>148,858</u>
Balance, December 31, 2016	B	<u>\$ -</u>

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE TO CURRENT FUND - OTHER TRUST FUND

	<u>Ref.</u>		
Balance, December 31, 2015	B		\$ 198,174
Increased by:			
Cash Receipts - Interest on Deposits	B-7	\$ 18,069	
Cash Receipts	B-7	<u>2,451</u>	
			<u>20,520</u>
			218,694
Decreased by:			
Cash Disbursements	B-7		<u>200,000</u>
Balance, December 31, 2016	B		<u><u>\$ 18,694</u></u>

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR OTHER TRUST FUND ACTIVITY

	Balance December 31, 2015	Increase	Decrease	Balance December 31, 2016
Exavaton Deposit	\$ 4,069	\$ 600	\$ -	\$ 4,669
Recycling Deposits	50,306	30,231	50,158	30,379
COAH	101,610	-	25,357	76,253
Youth Academy	2,794	762	-	3,556
Fire Prev. Penalties	10,237	4,200	4,783	9,654
D.A.R.E. Program	1,044	-	744	300
Premium on Tax Sale	234,089	172,711	106,100	300,700
Outside Liens	12,996	-	12,996	-
POAA	18,810	2,746	-	21,556
H1N1 Grant/Flu Clinic	17,765	-	17,765	-
Shade Tree	6,885	3	-	6,888
Meter Funds	120,318	52,119	52,175	120,262
Police Services	3,956	656,089	660,045	-
Public Defender	3,180	3,310	6,490	-
Skymark Trust Escrow	3,418	50,000	51,216	2,202
Engineering Escrow	120,789	5,042	89,776	36,055
Bergen County Polling	120	440	320	240
Community Development	-	90,000	-	90,000
	<u>\$ 712,386</u>	<u>\$ 1,068,253</u>	<u>\$ 1,077,925</u>	<u>\$ 702,714</u>
<u>Ref.</u>	B	B-7	B-7	B

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CASH - HEALTH BENEFITS SELF-INSURANCE FUND

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 18,392
Increased by Cash Receipts:		
Reserve for Health Benefits Expenditures	B-14	<u>35,415</u> 53,807
Decreased by Cash Disbursements:		
Reserve for Health Benefits Expenditures	B-14	<u>52,227</u>
Balance, December 31, 2016	B	<u><u>\$ 1,580</u></u>

SCHEDULE OF RESERVE FOR HEALTH BENEFITS SELF-INSURANCE FUND

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 18,392
Increased by:		
Cash Receipts	B-13	<u>35,415</u> 53,807
Decreased by:		
Cash Disbursements	B-13	<u>52,227</u>
Balance, December 31, 2016	B	<u><u>\$ 1,580</u></u>

EXHIBIT B-15

**VILLAGE OF RIDGEFIELD PARK
TRUST FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016**

**SCHEDULE OF INVESTMENTS -
LENGTH OF SERVICE AWARDS PROGRAM FUND
(UNAUDITED)**

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 1,976,352
Increased by Deposits:		
Reserve for Length of Services Awards Program	B-16	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">271,776</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		2,248,128
Decreased by Withdrawals:		
Reserve for Length of Services Awards Program	B-16	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">1,003,821</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
Balance, December 31, 2016	B	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$ 1,244,307</div> <div style="border-top: 3px double black; width: 100px;"></div> </div>

EXHIBIT B-16

**SCHEDULE OF RESERVE FOR LENGH OF SERVICE AWARDS PROGRAM FUND
(UNAUDITED)**

	<u>Ref.</u>	
Balance, December 31, 2015	B	\$ 1,976,352
Increased by:		
Deposits	B-15	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">271,776</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		2,248,128
Decreased by:		
Withdrawals	B-15	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">1,003,821</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
Balance, December 31, 2016	B	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$ 1,244,307</div> <div style="border-top: 3px double black; width: 100px;"></div> </div>

GENERAL CAPITAL FUND

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF GENERAL CAPITAL CASH - TREASURER

	<u>Ref.</u>		
Balance, December 31, 2015			\$ 1,106,479
Increased by Receipts:			
Fund Balance	C-1	\$ 21,434	
Due from Other Trust Fund	C-6	148,858	
Interest Received - Due to Current	C-7	3,021	
Capital Improvement Fund	C-12	<u>1,100,000</u>	
			<u>1,273,313</u>
			2,379,792
Decreased by Disbursements:			
Improvement Authorizations	C-10	260,506	
Reserve for Future Capital Improvements	C-19	9,000	
Due to Swimming Pool Utility Operating Fund	C-20	<u>41,994</u>	
			<u>311,500</u>
Balance, December 31, 2016			<u><u>\$ 2,068,292</u></u>

VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

ANALYSIS OF GENERAL CAPITAL CASH

Ref.	Balance, December 31, 2015	Cash Receipts	Cash Disbursements	Transfers		Balance, December 31, 2016
				To	From	
Fund Balance						
Grants Receivable:						
State of New Jersey	\$ 117,283	\$ 21,434	\$ -	\$ 156,397	\$ 110,000	\$ 185,114
County of Bergen	(40,773)	-	-	-	131,000	(171,773)
Due from Other Trust Fund	(91,068)	-	-	-	45,000	(136,068)
Due from Current Fund	(148,858)	148,858	-	-	-	-
Reserve for Bond Sale Costs	(208,732)	3,021	-	-	1,384,000	(1,589,711)
Capital Improvement Fund	9,826	-	-	-	-	9,826
Reserve for Encumbrances	130,928	1,100,000	-	-	-	1,230,928
Reserve for Preliminary Expenses	185	-	-	9,460	-	9,645
Reserve for Future Capital Improvements	5,838	-	-	-	-	5,838
Due to Swim Pool Utility Operating Fund	631,983	-	9,000	-	-	622,983
	-	-	41,994	-	-	(41,994)

Improvement Authorizations:

Ord. No.						
00-18	Curb & Sidewalk Imprvt. - Teaneck Rd.	1,959	-	-	1,959	-
02-09	Acq. of Property, Equip., & Public Imprvts.	3,972	-	-	3,972	-
05-08, 6-22	Various Public Improvements & Acquisitions	1,445	-	-	-	-
06-08	Resurfacing of Main Street	29,536	-	-	29,536	-
08-05	Various Public Improvements	2,097	-	-	2,097	-
08-12	Acquisition of a Tractor	4,940	-	-	4,940	-
09-07	Resurfacing of Various Roads	4,675	-	-	4,675	-
09-08	Const of Volleyball & Basketball Courts at Veteran's Park	1,780	-	-	1,780	-
10-03	Acquisition of Garbage Truck	41,623	-	-	41,623	-
10-06	2010 Road Improvement Program	54,512	-	-	54,512	-
10-12	Installation of Synthetic Turf Multi-purpose Athletic Field at Veterans Park	34	-	-	34	-
07-02, 11-02	Acquisition of Real Property for Nature Preserve	561	-	-	561	-
11-07	Various Public Improvements	82	-	-	82	-
11-13	Refunding Tax Appeals	7,830	-	-	7,830	-
12-05	Acquisition of Communications Equipment	2,796	-	-	2,796	-
13-07	Various Public Improvements	182,923	-	-	9,460	118,558
15-06	Various Capital Improvements	359,102	-	-	-	277,447
16-001	Combined Sewer Overflow (CSO)	-	-	-	-	899,099
16-05	Various Public Improvements	-	-	-	-	560,000
16-10	Various Public Improvements	-	-	-	-	88,400

Ref.	\$ 1,106,479	\$ 1,273,313	\$ 311,500	\$ 1,835,857	\$ 1,835,857	\$ 2,068,292
	C	C-2	C-2	Contra	Contra	C

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF GRANTS RECEIVABLE - STATE OF NEW JERSEY

Ref.	Total	D.O.T.			
		Ord. 06-08 Resurfacing of Main Street	Ord. 8-05 Resurfacing of Main Street	Ord. 11-07 Resurfacing of Main St By-Pass	Ord. 16-05 Paving of East Winart Avenue
Balance, December 31, 2015	\$ 40,773	\$ 5,584	\$ 26,270	\$ 8,919	\$ -
Increased by:					
Grant Awards	131,000	-	-	-	131,000
	<u>171,773</u>	<u>5,584</u>	<u>26,270</u>	<u>8,919</u>	<u>131,000</u>
Balance, December 31, 2016	<u>\$ 171,773</u>	<u>\$ 5,584</u>	<u>\$ 26,270</u>	<u>\$ 8,919</u>	<u>\$ 131,000</u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014**

SCHEDULE OF GRANTS RECEIVABLE - COUNTY OF BERGEN

Ref.	Total	Improvement Authorizations				Open Space Ord. 10-12 Install of Turf at Veterans Park	Open Space Ord. 16-05 Imprvts to Little League Facility
		CDBG Ord. 08-05 Imprvts to Park St	CDBG Ord. 09-07 Resurfacing of Main & North Ave	Open Space Ord. 07-02 Acq. of Property	Open Space Ord. 10-12 Install of Turf at Veterans Park		
C	\$ 91,068	\$ 20,000	\$ 21,434	\$ 4,000	\$ 45,634	\$ -	
C-10	45,000	-	-	-	-	45,000	
	136,068	20,000	21,434	4,000	45,634	45,000	
C	\$ 136,068	\$ 20,000	\$ 21,434	\$ 4,000	\$ 45,634	\$ 45,000	

Balance, December 31, 2015

Increased by:
Grants Awarded

Balance, December 31, 2016

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE FROM OTHER TRUST FUND

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ 148,858
Decreased by:		
Cash Receipts	C-2	<u>148,858</u>
Balance, December 31, 2016	C	<u><u>\$ -</u></u>

EXHIBIT C-7

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE FROM CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ 208,732
Increased by:		
Improvement Authorization -		
Reserve for Sale of Municipal Asset	C-10	1,384,000
		<u>1,592,732</u>
Decreased by:		
Interest Received	C-2	<u>3,021</u>
Balance, December 31, 2016	C	<u><u>\$ 1,589,711</u></u>

EXHIBIT C-8**SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED**

	<u>Ref.</u>		
Balance, December 31, 2015	C		\$ 7,734,371
Increased by:			
Green Acres Loan Payable Adjustment	C-13		9,113
			<u>7,743,484</u>
Decreased by:			
Green Acres Loan Payable	C-13	\$ 34,604	
Environmental Infrastructure Loan Payable	C-14	130,274	
General Serial Bonds	C-15	<u>935,000</u>	
			<u>1,099,878</u>
Balance, December 31, 2016	C		<u><u>\$ 6,643,606</u></u>

**VILLAGE OF RIDGEFIELD PARK
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ 3,304,000
Decreased by:		
Bond Anticipation Notes	C-16	<u>\$ 454,000</u>
Balance, December 31, 2016	C	<u><u>\$ 2,850,000</u></u>

Analysis of Balance

<u>Ord. No.</u>	<u>Improvement Description</u>	
13-07	Various Public Improvements	<u><u>\$ 2,850,000</u></u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance Amount	Balance, December 31, 2015		2016 Authorizations	Paid or Charged	Cancelled	Balance, December 31, 2016	
			Funded	Unfunded				Funded	Unfunded
00-18	Curb & Sidewalk Imprvt. - Teaneck Rd.	\$ 300,000	\$ 1,959	\$ -	\$ -	\$ -	\$ 1,959	\$ -	\$ -
02-09	Acq. of Property, Equip. & Public Imprvts.	2,065,000	3,972	-	-	-	3,972	-	-
05-08, 6-22	Various Public Improvements & Acquisitions	2,050,000	1,445	-	-	1,445	-	-	-
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	1,780	-	-	-	1,780	-	-
10-03	Acquisition of Garbage Truck	275,000	41,623	-	-	-	41,623	-	-
10-06	2010 Road Improvement Program	250,000	54,512	-	-	-	54,512	-	-
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 Preserve	67,000	561	-	-	-	561	-	-
11-07	Various Public Improvements	380,000	82	-	-	-	82	-	-
11-13	Refunding Tax Appeals	1,310,000	-	7,830	-	-	7,830	-	-
12-05	Acquisition of Communications Equipment	155,000	2,796	-	-	-	2,796	-	-
13-07	Various Public Improvements	3,904,000	-	182,923	-	-	-	-	118,558
15-06	Various Capital Improvements	1,000,000	359,102	-	-	64,365	-	277,447	-
16-001	Combined Sewer Overflow (CSO)	1,000,000	-	-	1,000,000	81,655	-	899,099	-
16-05	Various Public Improvements	560,000	-	-	560,000	100,901	-	560,000	-
16-10	Various Public Improvements	110,000	-	-	110,000	-	-	88,400	-
			\$ 509,114	\$ 190,753	\$ 1,670,000	\$ 269,966	\$ 156,397	\$ 1,824,946	\$ 118,558
			C	C	Below	Below	C-1	C	C
	Fund Balance	Ref.							
	Cash Disbursements	C-1			\$ 110,000	\$ -			
	Grants Receivable:	C-2			-	260,506			
	State of New Jersey	C-4			131,000	-			
	County of Bergen	C-5			45,000	-			
	Due from Current Fund -	C-7			1,384,000	-			
	Reserve for Sale of Municipal Asset	C-17			-	9,460			
	Encumbrances								
	Above				\$ 1,670,000	\$ 269,966			

EXHIBIT C-11

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR BOND SALE COSTS

	<u>Ref.</u>	
Balance, December 31, 2015	C	<u>\$ 9,826</u>
Balance, December 31, 2016	C	<u><u>\$ 9,826</u></u>

EXHIBIT C-12**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ 130,928
Increased by:		
Cash Receipts	C-2	<u>1,100,000</u>
Balance, December 31, 2016	C	<u><u>\$ 1,230,928</u></u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF GREEN ACRES LOAN PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ 431,888
Increased by:		
Deferred Charges to Future Taxation - Funded	C-8	<u>9,113</u> 441,001
Decreased by:		
Deferred Charges to Future Taxation - Funded	C-8	<u>34,604</u>
Balance, December 31, 2016	C	<u><u>\$ 406,397</u></u>

SCHEDULE OF ENVIRONMENTAL INFRASTRUCTURE LOAN PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ 537,483
Decreased by:		
Deferred Charges to Future Taxation - Funded	C-8	<u>130,274</u>
Balance, December 31, 2016	C	<u><u>\$ 407,209</u></u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF GENERAL SERIAL BONDS

Purpose	Date of Issue	Amount Issued	Maturities	Interest Rate	Balance, December 31, 2015	Decreased	Balance, December 31, 2016		
General Bonds - 2004	03/01/04	\$ 5,355,000	\$ 420,000	3.750%					
			450,000	3.850%					
			450,000	3.900%					
			450,000	4.000%					
			450,000	4.100%	\$ 2,640,000	\$ 420,000	\$ 2,220,000		
BCIA Refunding Bonds - 2009	06/30/09	235,000	02/15/17	5.00%					
		245,000	02/15/18	5.00%					
		250,000	02/05/19	4.50%	960,000	230,000	730,000		
General Bonds - 2010	08/15/10	3,720,000	315,000	08/15/17	3.00%				
			320,000	08/15/18	3.00%				
			345,000	08/15/19	3.00%				
			350,000	08/15/20	3.00%				
			375,000	08/15/21	3.00%				
			390,000	08/15/22	3.00%				
			390,000	08/15/23	3.125%				
			395,000	08/15/24	3.25%	3,165,000	285,000	2,880,000	

VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

SCHEDULE 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, 2015	Increased	Decreased	Balance, December 31, 2016
13-07	Various Public Improvements and Acquisitions	\$ 3,304,000	4/20/2014	4/17/2016	4/17/2017	0.50%	\$ 3,304,000	\$ 2,850,000	\$ 3,304,000	\$ 2,850,000
						Ref.	\$ 3,304,000	\$ 2,850,000	\$ 3,304,000	\$ 2,850,000
							C	Below	Below	C
	Deferred Charges to Future Taxation - Unfunded					Contra C-9	\$ 2,850,000	\$ 2,850,000	\$ 2,850,000	
						Above	-	454,000		
							\$ 2,850,000	\$ 3,304,000	\$ 3,304,000	\$ 2,850,000

EXHIBIT C-17

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ 185
Increased by:		
Improvement Authorizations	C-10	<u>9,460</u>
Balance, December 31, 2016	C	<u><u>\$ 9,645</u></u>

EXHIBIT C-18

SCHEDULE OF RESERVE FOR PRELIMINARY EXPENSES

	<u>Ref.</u>	
Balance, December 31, 2015	C	<u>\$ 5,838</u>
Balance, December 31, 2016	C	<u><u>\$ 5,838</u></u>

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR FUTURE CAPITAL IMPROVEMENTS

Res. No.	Improvement Description	Resolution Amount	Balance, December 31, 2015	Paid or Charged	Balance, December 31, 2016
14-114	Garden Street	\$ 180,000	\$ 80,058	\$ 9,000	\$ 71,058
14-115	Hobart Street Field and Handball Court	50,000	2,609	-	2,609
14-116	Veterans Park Restroom Facility	60,000	506	-	506
	Other General Purpose		548,810	-	548,810
			\$ 631,983	\$ 9,000	\$ 622,983
	Ref.		C	C-2	C

**VILLAGE OF RIDGEFIELD PARK
GENERAL CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE FROM SWIMMING POOL UTILITY OPERATING FUND

	<u>Ref.</u>	
Balance, December 31, 2015	C	\$ -
Increased by:		
Cash Disbursements	C-2	<u>41,994</u>
Balance, December 31, 2016	C	<u><u>\$ 41,994</u></u>

SWIMMING POOL UTILITY FUND

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CASH

	<u>Ref.</u>		
Balance, December 31, 2015	D		\$ 18,196
Increased by Receipts:			
Membership Fees	D-2	\$ 126,754	
Due from Current Fund	D-7	<u>24,416</u>	
			<u>151,170</u>
			169,366
Decreased by Disbursements:			
Budget Appropriations	D-3	112,273	
Due to Swimming Pool Utility Capital Fund	D-6	2,000	
Encumbrances Payable	D-9	<u>2,586</u>	
			<u>116,859</u>
Balance, December 31, 2016	D		<u><u>\$ 52,507</u></u>

EXHIBIT D-5

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DEFERRED CHARGES

	<u>Ref.</u>	
Balance, December 31, 2015	D	\$ 24,416
Decreased by:		
Charges to 2016 Appropriations	D-3	<u>24,416</u>
Balance, December 31, 2016	D	<u>\$ -</u>

EXHIBIT D-6**SCHEDULE OF DUE TO SWIMMING POOL UTILITY CAPITAL FUND**

	<u>Ref.</u>	
Balance, December 31, 2015	D	\$ 2,000
Decreased by:		
Cash Disbursements	D-4	<u>2,000</u>
Balance, December 31, 2016	D	<u>\$ -</u>

EXHIBIT D-7

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE FROM CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2015	D	\$ 1,424
Increased by:		
Revenue Anticipated - Deficit General Budget	D-2	<u>29,662</u> 31,086
Decreased by:		
Cash Receipts	D-4	<u>\$ 24,416</u>
Balance, December 31, 2016	D	<u><u>\$ 6,670</u></u>

EXHIBIT D-8**SCHEDULE OF DUE TO OTHER TRUST FUND**

	<u>Ref.</u>	
Balance, December 31, 2015	D	\$ 12,000
Increased by:		
Cash Receipts	D-4	<u>\$ -</u>
Balance, December 31, 2016	D	<u><u>\$ 12,000</u></u>

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF ENCUMBRANCES PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2015	D	\$ 2,586
Increased by:		
Charges to 2015 Appropriations	D-3	<u>1,214</u> 3,800
Decreased by:		
Cash Disbursements	D-4	<u>2,586</u>
Balance, December 31, 2016	D	<u><u>\$ 1,214</u></u>

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CASH

	<u>Ref.</u>		
Balance, December 31, 2015			\$ 17,658
Increased by Receipts:			
Due from Swimming Pool Utility Operating Fund	D-11	2,000	
Due to Current Fund	D-18	<u>52</u>	
			<u>2,052</u>
Balance, December 31, 2016			<u><u>\$ 19,710</u></u>

Analysis of Swimming Pool Utility Capital Fund Cash

Due from Current Fund	\$ (69,948)
Due to General Capital Fund	41,994
Capital Improvement Fund	18,000
Ord. 02-03	142
Ord. 06-05	1,516
Ord. 15-10	<u>28,006</u>
	<u><u>\$ 19,710</u></u>

EXHIBIT D-11

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE FROM SWIMMING POOL UTILITY OPERATING FUND

	<u>Ref.</u>	
Balance, December 31, 2015	D	\$ 2,000
Decreased by:		
Cash Receipts	D-10	<u>2,000</u>
Balance, December 31, 2016	D	<u><u>\$ -</u></u>

EXHIBIT D-12**SCHEDULE OF FIXED CAPITAL**

	<u>Ref.</u>	
Balance, December 31, 2015	D	<u>\$ 1,125,622</u>
Balance, December 31, 2016	D	<u><u>\$ 1,125,622</u></u>

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

	<u>Ref.</u>	
Balance, December 31, 2015	D	<u>\$ 65,280</u>
Balance, December 31, 2016	D	<u><u>\$ 65,280</u></u>
<u>Analysis of Balance</u>		
Ordinance # 02-03		\$ 142
Ordinance # 06-05		1,516
Ordinance # 13		<u>63,622</u>
		<u><u>\$ 65,280</u></u>

EXHIBIT D-14

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>Ref.</u>	
Balance, December 31, 2015	D	<u>\$ 1,125,622</u>
Balance, December 31, 2016	D	<u><u>\$ 1,125,622</u></u>

EXHIBIT D-15

SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION

	<u>Ref.</u>	
Balance, December 31, 2015	D	<u>\$ 65,280</u>
Balance, December 31, 2016	D	<u><u>\$ 65,280</u></u>

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2015	D	<u>\$ 18,000</u>
Balance, December 31, 2016	D	<u><u>\$ 18,000</u></u>

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance Amount	Balance, December 31, 2015	Improvement Authorizations	Expended	Balance, December 31, 2016	
			Unfunded			Funded	Unfunded
02-03	Various Swim Club Improvements	\$ 40,000	\$ 142	\$ -	\$ -	\$ -	\$ 142
06-05	Various Swim Club Improvements	45,000	1,516	-	-	-	1,516
15-10	Various Improvements	70,000	-	70,000	41,994	28,006	-
			<u>\$ 1,658</u>	<u>\$ 70,000</u>	<u>\$ 41,994</u>	<u>\$ 28,006</u>	<u>\$ 1,658</u>
	Ref.		D	D-18	D-19	D	D

**VILLAGE OF RIDGEFIELD PARK
SWIMMING POOL UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE TO/(FROM) CURRENT FUND

	<u>Ref.</u>	
Balance, December 31, 2015, Due to	D	\$ -
Increased by:		
Interest Collected	D-10	52
		<u>52</u>
Decreased by:		
Improvement Authorizations	D-17	70,000
		<u>70,000</u>
Balance, December 31, 2016, Due (from)	D	<u>\$ 69,948</u>

SCHEDULE OF DUE TO GENERAL CAPITAL FUND

	<u>Ref.</u>	
Balance, December 31, 2015	D	\$ -
Increased by:		
Improvement Authorizations	D-17	41,994
		<u>41,994</u>
Balance, December 31, 2016	D	<u>\$ 41,994</u>

PUBLIC ASSISTANCE FUND

**VILLAGE OF RIDGEFIELD PARK
PUBLIC ASSISTANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF PUBLIC ASSISTANCE CASH - TREASURER

	<u>Ref.</u>	<u>Total</u>	<u>Account #1</u>	<u>Account #2</u>
Balance, December 31, 2015	E	<u>\$ 43,902</u>	<u>\$ 6,895</u>	<u>\$ 37,007</u>
Increased by Cash Receipts:				
Revenue	E-2	<u>84,217</u>	<u>150</u>	<u>84,067</u>
		128,119	7,045	121,074
Decreased by Cash Disbursements:				
Expenditures	E-3	<u>100,594</u>	<u>359</u>	<u>100,235</u>
		<u>100,594</u>	<u>359</u>	<u>100,235</u>
Balance, December 31, 2016	E	<u><u>\$ 27,525</u></u>	<u><u>\$ 6,686</u></u>	<u><u>\$ 20,839</u></u>

**VILLAGE OF RIDGEFIELD PARK
PUBLIC ASSISTANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF PUBLIC ASSISTANCE REVENUES

	<u>Ref.</u>	<u>Total</u>	<u>Account #1</u>	<u>Account #2</u>
REVENUES				
State Aid		<u>\$ 84,217</u>	<u>\$ 150</u>	<u>\$ 84,067</u>
Total Revenues	E-1, E-4	<u><u>\$ 84,217</u></u>	<u><u>\$ 150</u></u>	<u><u>\$ 84,067</u></u>

**VILLAGE OF RIDGEFIELD PARK
PUBLIC ASSISTANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

STATEMENT OF PUBLIC ASSISTANCE EXPENDITURES

EXPENDITURES	<u>Ref.</u>	<u>Total</u>	<u>Account #1</u>	<u>Account #2</u>
Current Year Assistance (State Matching):				
Rental Assistance		\$ 68,455	\$ -	\$ 68,455
Maintenance Payments		29,004	-	29,004
Utilities		339	339	-
Transportation		<u>2,796</u>	<u>20</u>	<u>2,776</u>
Total Expenditures	E-1, E-4	<u><u>\$ 100,594</u></u>	<u><u>\$ 359</u></u>	<u><u>\$ 100,235</u></u>

**VILLAGE OF RIDGEFIELD PARK
PUBLIC ASSISTANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF RESERVE FOR PUBLIC ASSISTANCE EXPENDITURES

	<u>Ref.</u>	<u>Total</u>	<u>Account #1</u>	<u>Account #2</u>
Balance, December 31, 2015	E	\$ 43,664	\$ 6,862	\$ 36,802
Increased by:				
Revenues	E-2	<u>84,217</u>	<u>150</u>	<u>84,067</u>
		127,881	7,012	120,869
Decreased by:				
Expenditures	E-3	<u>100,594</u>	<u>359</u>	<u>100,235</u>
Balance, December 31, 2016	E	<u><u>\$ 27,287</u></u>	<u><u>\$ 6,653</u></u>	<u><u>\$ 20,634</u></u>

**VILLAGE OF RIDGEFIELD PARK
PUBLIC ASSISTANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016**

SCHEDULE OF DUE TO CURRENT FUND

	<u>Ref.</u>	<u>Total</u>	<u>Account #1</u>	<u>Account #2</u>
Balance, December 31, 2015	E	\$ 238	\$ 33	\$ 205
Balance, December 31, 2016	E	<u>\$ 238</u>	<u>\$ 33</u>	<u>\$ 205</u>

VILLAGE OF RIDGEFIELD PARK
BERGEN COUNTY, NEW JERSEY

PART II
GOVERNMENT AUDITING STANDARDS
YEAR ENDED DECEMBER 31, 2016

DONOHUE, GIRONDA, DORIA & TOMKINS, LLC

Certified Public Accountants

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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

Mayor and Members
of the Board of Commissioners
Village of Ridgefield Park
Ridgefield, 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 "Division"), the combined balance sheets – regulatory basis and statement of revenues, expenditures and changes in fund balance – regulatory basis, of each fund and General Fixed Assets, and the statement of revenues, expenditures and changes in fund balance – regulatory basis – budgetary comparison of the Village of Ridgefield Park, New Jersey (the "Village") as of and for the year ended December 31, 2016 (with comparative totals for December 31, 2015), and the related notes to the financial statements, which collectively comprise the Village's combined basic financial statements, and have issued our report thereon dated May 12, 2017.

As described in Note A, the Village prepares its financial statements on a basis of accounting prescribed by the Division that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weakness 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. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses that we consider to be a significant deficiency as finding 2016-002.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village'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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as findings 2016-001 and 2016-002.


The Village's Response to Findings

The Village's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. The Village's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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


DONOHUE, GIRONDA, DORIA
& TOMKINS, LLC


FREDERICK J. TOMKINS
Registered Municipal Accountant # 327

Bayonne, New Jersey
May 12, 2017

VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2016

Federal Department and Program	State Account Number/ Grant Number	Federal CFDA Number	Grant Period		Grant Award	Program Amount/ Funds Received	Funds Available June 30, 2015	Current Year Appropriations	Current Year Disbursements and Charges	Program Income/ Reprogrammings/ Cancellations/ Transfers	Funds Available June 30, 2016	Cumulative Expenditures
			From	To								
U.S. Department of Transportation: Passed through State of NJ Department of Law and Public Safety: <i>Highway Safety Cluster</i> Click-it or Ticket Click-it or Ticket Impaired Driving Countermeasure Impaired Driving Countermeasure <i>Total Highway Safety Cluster</i>	66-1160-100-113	20.602	01/01/16	12/31/16	\$ 200	\$ 200	\$ -	\$ -	\$ -	-	\$ -	\$ 200
	66-1160-100-113	20.602	01/01/13	12/31/13	5,359	-	5,359	-	-	-	5,359	-
	66-1160-100-113	20.602	01/01/11	12/31/12	3,964	-	3,964	-	-	-	3,964	-
	66-1160-100-157	20.616	01/01/16	12/31/16	4,014	4,014	-	2,810	-	-	2,810	-
	66-1160-100-157	20.616	01/01/15	12/31/15	1,993	-	1,993	-	-	-	1,993	-
						<u>4,214</u>	<u>11,316</u>	<u>2,810</u>	<u>-</u>	<u>-</u>	<u>14,126</u>	
						4,214	11,316	2,810	-	-	14,126	
Total U.S. Department of Transportation												
U.S. Department of Homeland Security Federal Emergency Management Agency (FEMA) - Fire Department Equipment Grant	*	97.xxx	01/01/16	12/31/16	75,000	75,000	-	75,000	67,100	-	7,900	67,100
Passed through State of NJ Department of Law and Public Safety: Emergency Management Performance Grant Emergency Management Performance Grant Emergency Management Performance Grant <i>Total Emergency Management Performance Grant</i>	066-1200-100-726	97.042	01/01/16	12/31/16	5,000	5,000	-	5,000	2,501	-	2,499	2,501
	066-1200-100-726	97.042	01/01/15	12/31/15	5,000	-	5,000	-	-	-	5,000	-
	066-1200-100-726	97.042	01/01/13	12/31/13	5,000	-	887	-	-	-	887	-
						<u>5,000</u>	<u>5,887</u>	<u>5,000</u>	<u>2,501</u>	<u>-</u>	<u>8,386</u>	<u>4,113</u>
						5,000	5,887	5,000	2,501	-	8,386	4,113
Total U.S. Department of Homeland Security						80,000	5,887	80,000	69,601	-	16,286	
TOTAL FEDERAL AWARDS						\$ 84,214	\$ 17,203	\$ 82,810	\$ 69,601	\$ -	\$ 30,412	

* - Information not available

VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2016

State Department and Program	State Account Number/ Grant Number	Grant Period		Grant Award	Program Amount/ Funds Received	Funds Available December 31, 2015	Current Year Appropriations	Current Year Disbursements and Charges	Local Match	Program Income/ Reprogrammed/ Cancellation/ Transfers	Funds Available December 31, 2016	Cumulative Expenditures
		From	To									
NJ Department of Environmental Protection: Clean Communities (Municipality Road Mileage) Clean Communities (Municipality Road Mileage) <i>Total Clean Communities (Municipal Road Mileage)</i>	42-4900-765-004 42-4900-765-004	07/01/15 07/01/14	06/30/16 06/30/15	\$ 25,116 19,274	\$ 25,116 25,116	\$ - 1,367 1,367	\$ 25,116 25,116	\$ 24,420 24,420	\$ - -	\$ - -	\$ 696 1,367 2,063	\$ 24,420 17,907
NJ Forest Service: Community Stewardship Incentive Program Grant	42-*	07/01/01	06/30/02	9,000	-	6,300	-	-	-	-	6,300	2,700
Total NJ Department of Environmental Protection					25,116	7,667	25,116	24,420	-	-	8,363	
NJ Department of Treasury: NJ Division of Motor Vehicles: Drunk Driving Enforcement Fund Drunk Driving Enforcement Fund Drunk Driving Enforcement Fund <i>Total Drunk Driving Enforcement Fund</i>	6400-100-078-6400 6400-100-078-6400 6400-100-078-6400	07/01/10 07/01/09 Prior Years	06/30/11 06/30/10 06/30/08	34,884 16,564 37,631	- - -	31,212 16,564 32,053	- -	- 1,024 1,024	- -	- -	31,212 16,564 31,029 78,805	3,672 - 6,602
Passed through the County of Hudson: Municipal Alliance to Prevent Alcoholism and Drug Abuse Municipal Alliance to Prevent Alcoholism and Drug Abuse Municipal Alliance to Prevent Alcoholism and Drug Abuse Municipal Alliance to Prevent Alcoholism and Drug Abuse Municipal Alliance to Prevent Alcoholism and Drug Abuse <i>Total Municipal Alliance to Prevent Alcoholism and Drug Abuse</i>	100-082-C001-004 100-082-C001-004 100-082-C001-004 100-082-C001-004 100-082-C001-004	01/01/15 01/01/14 01/01/13 01/01/12 01/01/11 Prior Years	12/31/16 12/31/15 12/31/14 12/31/13 12/31/11 12/31/08	9,877 6,414 9,474 10,356 46,119	9,877 - - - -	- - 9,474 1,442 31,670 42,586	- 6,414 -	- 3,294 -	- 5,000 -	- -	- 8,120 9,474 1,442 31,670 50,706	9,877 3,294 - - 8,914 14,449
Total NJ Department of Treasury					9,877	122,415	6,414	4,318	5,000	-	129,511	
NJ Department of Law and Public Safety: Body Armor Replacement Fund Body Armor Replacement Fund Body Armor Replacement Fund Body Armor Replacement Fund Body Armor Replacement Fund Body Armor Replacement Fund <i>Total NJ Department of Law and Public Safety</i>	66-1020-718-001 66-1020-718-001 66-1020-718-001 66-1020-718-001 66-1020-718-001 66-1020-718-001	07/01/14 07/01/13 07/01/11 07/01/10 Prior Years	06/30/15 06/30/14 06/30/12 06/30/11 06/30/10	3,066 3,031 3,040 2,971 5,363	3,066 - - -	- - 3,040 344 4,947 8,331	- 3,031 -	- -	- -	- -	- 3,031 3,040 344 4,947 11,362	3,066 - - 2,627 416
NJ Department of Health and Human Services: Public Health Priority Funding	4220-100-046-4555	07/01/07	06/30/10	12,730	-	12,730	-	-	-	-	12,730	-
Total NJ Department of Health and Human Services					-	12,730	-	-	-	-	12,730	
NJ Administrative Office of the Courts: Alcohol Education and Rehabilitation Alcohol Education and Rehabilitation Alcohol Education and Rehabilitation Alcohol Education and Rehabilitation <i>Total NJ Administrative Office of the Courts</i>	98-9735-760-001 98-9735-760-001 98-9735-760-001 98-9735-760-001	07/01/14 07/01/13 07/01/12 07/01/09	06/30/15 06/30/14 06/30/13 06/30/10	1,473 2,009 1,003 6,662	- - -	- 2,009 1,003 2,997 6,009	1,473 -	- -	- -	- -	1,473 2,009 1,003 2,997 7,482	- - - 3,665
NJ Department of State: NJ Historical Commission Passed through County of Bergen: History Grant	100-074-2540-043	07/01/16	06/30/17	565	565	-	565	-	-	-	565	-
Total NJ Department of State					565	-	565	-	-	-	565	
TOTAL STATE AWARDS					\$ 38,624	\$ 157,152	\$ 36,599	\$ 28,738	\$ 5,000	\$ -	\$ 170,013	

* - Information not available

**NOTES TO 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**

FOR THE YEAR ENDED DECEMBER 31, 2016

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 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

FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 4 FEDERAL AND STATE LOANS OUTSTANDING

The Village's federal and state loans outstanding at December 31, 2016, which are not required to be reported on the schedules of expenditures of state financial assistance, is as follows:

Loan Program	CFDA/ State Account Number	Total Amount Outstanding at December 31, 2016
Federal:		
U.S. Department of Environmental Protection Environmental Infrastructure Fund Loan	66.458	\$ 162,209
State:		
NJ Department of Environmental Protection Environmental Infrastructure Trust Loan	4860-150-09350-60	\$ 245,000
NJ Department of Environmental Protection Green Acres Program	4800-533-85000-60	\$ 406,397

NOTE 5 INDIRECT COST RATE

The Village has elected not to use the 10 percent de minimis indirect cost rate as allowed under the uniform guidance.

**VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2016**

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*.)

FINDING 2016-001

Criteria:	Government Accounting Standards Board (GASB) Statement 45 requires that local units obtain an actuarially calculated other post employment benefits (OPEB) obligation on a periodic basis of every three years. The OPEB obligation is required to be disclosed in the notes to the financial statements of the annual independent audit as per N.J.A.C. 5:30-6.1.
Condition:	The OPEB obligation disclosed in the notes to the financial statements has not been actuarially recalculated on the third year.
Context:	The actuarially calculated OPEB obligation of \$1,917,201 at December 31, 2011 has been calculated to be \$13,886,161 at December 31, 2016 using actuarial assumptions from the 2011 calculation that may have differed from actual occurrences.
Effect:	The OPEB obligation disclosed in the notes to the financial statements calculated for the fifth year using assumptions from the December 31, 2011 actuarial calculation may differ from an actuarially recalculated OPEB obligation at December 31, 2016.
Cause:	The Village has not obtained an actuarially calculated OPEB obligation since December 31, 2011.
Recommendation:	The Village obtain an actuarially calculated OPEB obligation every three years.
Views of Responsible Officials and Planned Corrective Actions:	The Village is initiating the process for hiring an actuary to perform the actuarially calculated OPEB obligation at December 31, 2016.

**VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2016**

FINDING 2016-002

Criteria:	No officer or commission shall expend any money in excess of the amount appropriated for such purpose pursuant to N.J.S.A. 40A:4.5.
Condition:	Overexpenditures of amounts appropriated were incurred as a result of budget appropriation transfer that was not in accordance with New Jersey Local Budget Law and therefore subsequently disallowed and voided
Context:	Budget appropriation transfer of \$9,861 was disallowed and voided resulting in an overexpenditure for such amount.
Effect:	Transfer of funds were authorized to be made from an appropriation which is not subject to budget "CAPS" limitation to an appropriation which is subject to budget "CAPS" limitation and subsequently disallowed and voided as per N.J.S.A. 40A:4-45.4b, after expenditures were charged to such appropriation. Money was expended in excess of appropriation in violation of N.J.S.A. 40A:4.5.
Cause:	Internal controls and administrative oversight were not appropriate to prevent budget appropriation transfers that are prohibited by New Jersey Local Budget Law nor to void such prohibited transfers in a timely manner.
Recommendation:	Appropriate internal controls should be implemented and administrative oversight exercised to prevent budget appropriation transfers that are prohibited by New Jersey Local Budget Law and/or void such prohibited transfers in a timely manner.
Views of Responsible Officials and Planned Corrective Actions:	The Village is implementing internal controls to prevent budget appropriation transfers that are prohibited by New Jersey Local Budget Law.

**VILLAGE OF RIDGEFIELD PARK
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2016**

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDING

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

STATUS OF PRIOR YEAR AUDIT FINDING

FINDING FS2015-01

Condition:	The OPEB obligation disclosed in the notes to the financial statements has not been actuarially recalculated on the third year.
Current Status:	This finding has not been corrected and has been repeated as Finding 2016-001.

VILLAGE OF RIDGEFIELD PARK
BERGEN COUNTY, NEW JERSEY

PART III

SUPPLEMENTARY DATA

GENERAL COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2016

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016**

**CURRENT FUND OPERATIONS
AND CHANGE IN FUND BALANCE**

	<u>Year 2016</u>		<u>Year 2015</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
REVENUE AND OTHER INCOME REALIZED				
Fund Balance Utilized	\$ 1,650,000	3.16%	\$ 1,350,000	2.61%
Miscellaneous - From Other Than Local				
Property Tax Levies	5,963,404	11.44%	5,537,184	10.70%
Collection of Delinquent Taxes and Tax Titel Liens	481,054	0.92%	445,704	0.86%
Collection of Current Tax Levy	43,106,909	82.68%	42,301,533	81.75%
Other Credits to Income	938,224	1.80%	2,108,592	4.08%
Total Income	<u>52,139,591</u>	<u>100.00%</u>	<u>51,743,013</u>	<u>100.00%</u>
EXPENDITURES				
Budget Expenditures:				
Municipal Purposes	22,647,261	44.27%	22,076,892	44.13%
County Taxes	2,965,689	5.80%	2,934,076	5.86%
Local School Taxes	25,130,586	49.12%	24,331,438	48.64%
Other Expenditures	418,315	0.82%	685,799	1.37%
Total Expenditures	<u>51,161,851</u>	<u>100.01%</u>	<u>50,028,205</u>	<u>100.00%</u>
Excess in Revenue to Fund Balance	977,740		1,714,808	
Adjustment to Income before Fund Balance:				
Expenditures Included Above Which are by Statute				
Deferred Charges to Budget of Succeeding Year:				
Overexpenditures	<u>9,861</u>		<u>-</u>	
Statutory Excess to Fund Balance	987,601		1,714,808	
Fund Balance, January 1	<u>3,032,898</u>		<u>2,668,090</u>	
	4,020,499		4,382,898	
Less Utilization as Anticipated Revenue	<u>1,650,000</u>		<u>1,350,000</u>	
Fund Balance, December 31	<u>\$ 2,370,499</u>		<u>\$ 3,032,898</u>	

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016**

**SWIMMING POOL UTILITY OPERATING FUND OPERATIONS
AND CHANGE IN FUND BALANCE**

	<u>Year 2016</u>		<u>Year 2015</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
REVENUE AND OTHER INCOME REALIZED				
Swimming Pool Membership Fees	\$ 126,754	100.00%	\$ 111,027	100.00%
Total Income	<u>126,754</u>	<u>100.00%</u>	<u>111,027</u>	<u>100.00%</u>
EXPENDITURES				
Budget Expenditures:				
Operating	130,000	83.11%	120,000	88.59%
Capital Improvements	2,000	1.28%	2,000	1.48%
Deferred Charges and Statutory Expenditures	24,416	15.61%	13,443	9.93%
Total Expenditures	<u>156,416</u>	<u>100.00%</u>	<u>135,443</u>	<u>100.00%</u>
Excess (Deficit) in Revenue to Fund Balance	(29,662)		(24,416)	
Adjustments to Income (Loss) before Fund Balance:				
Expenditures Included Above Which are by Statute				
Deferred Charges to Budget of Succeeding Year:				
Overexpenditures	-		12,655	
Expenditures without Appropriations	-		788	
Realized from General Budget for Anticipated Deficit	<u>29,662</u>		<u>-</u>	
Statutory Deficit in Operations to be Raised in Budget of Succeeding Year	-		10,973	
Fund Balance, January 1	<u>27,450</u>		<u>27,450</u>	
Fund Balance, December 31	<u>\$ 27,450</u>		<u>\$ 27,450</u>	

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016**

COMPARATIVE TAX RATE INFORMATION

	<u>2016</u>	<u>2015</u>	<u>2014</u>
Tax Rate	<u>\$3.624</u>	<u>\$3.550</u>	<u>\$3.458</u>

Apportionment of Tax Rate

Municipal	1.232	1.236	1.239
County	0.247	0.243	0.263
County Open Space	0.003	0.003	0.003
Local School	2.108	2.032	1.915
Library	0.034	0.036	0.038

Assessed Valuation

2016	<u>\$ 1,191,709,320</u>	
2015		<u>\$ 1,197,522,320</u>
2014		<u>\$ 1,212,969,920</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>
2016	\$ 43,227,639	\$ 42,584,699	98.51%
2015	42,534,389	41,846,297	98.38%
2014	41,955,402	41,154,136	98.09%

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016**

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>Year Ending December 31,</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2016	\$ 39,847	\$ 563,818	\$ 603,665	1.40%
2015	37,484	481,054	518,538	1.22%
2014	35,169	445,704	480,873	1.15%

PROPERTY ACQUIRED BY TAX TITLE 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 Ending December 31,</u>	<u>Amount</u>
2016	\$ 18,570
2015	69,840
2014	69,840

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016**

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>Year</u>	<u>Balance, December 31</u>	<u>Utilized in Budget of Succeeding Year</u>
Current Fund	2016	\$ 2,370,499	\$ 1,709,861
	2015	3,032,898	1,650,000
	2014	2,617,734	1,125,000
Swimming Pool Utility Fund	2016	27,450	-
	2015	27,450	-
	2014	27,450	-

**VILLAGE OF RIDGEFIELD PARK
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016**

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	Certified Municipal Finance Officer, Collector of Taxes	\$1,000,000 ^(A)
Tara O'Grady	Village Clerk	
Sandra M. Bognatz	Deputy Village Clerk, Deputy, Registrar of Vital Statistics and	
Jana Carratu	Assistant Registrar of Vital Statistics, Pool Secretary	
Arthur Carlson	Assessor	
Kathy Tobin	Secretary to the Tax Assessor	
Doug Hansen	Fire Official	
Miechael D. Quercia	Plumbing Sub-Code Official	
Michael Landolfy	Construction Official	
Frank R. Dyer, Jr.	Electrical Sub-Code 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	
Omar Kahn	Library Director	
Alan O'Grady	D.P.W. Supervisor	
Albert Knaub	Housing Inspector	
Elizabeth Van Geldren	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 \$1,125,000 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
GENERAL COMMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED PER N.J.S.A. 40A:11-3 AND 11-4, ET. SEQ.

N.J.S.A. 40A:11-3 states “When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent or other employee so designated by the governing body when so authorized by ordinance or resolution, as appropriate to the contracting unit, without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If a purchasing agent has been appointed, the governing body of the contracting unit may establish that the bid threshold may be up to \$25,000 or the threshold amount adjusted by the Governor pursuant to subsection c. of this section. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.” The current threshold amount as adjusted by the Governor is \$40,000, and the Village has appointed a Qualified Purchasing Agent and is therefore subject to a bid threshold of \$40,000.

N.J.S.A. 40A:11-4 states “Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder.” The governing body of the Village has the responsibility of determining whether the expenditures in any category will exceed \$40,000 within the fiscal year. Where questions arise as to whether any contract or agreement might result in a violation of the Statute, the opinion of Village Counsel should be sought before a commitment is made.

The minutes indicate that bids were requested by public advertisement and contracts awarded for the following items:

- | | |
|------------------|----------------------|
| - Vehicles | - Road Improvements |
| - Mulch Supplier | - Power Generator |
| - Auto Repair | - Garbage Collection |
| - Painting | - Janitorial Service |

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

**VILLAGE OF RIDGEFIELD PARK
GENERAL COMMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED PER N.J.S.A. 40A:11-3 AND 11-4, ET. SEQ. (Continued)

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$40,000, "for the performance of any work, or the furnishing of any materials, supplies or labor, or the hiring of teams or vehicles," other than those for which bids had been previously sought by public advertisements or for which a resolution had been previously adopted under the provision of N.J.S.A. 40A:11-6.

CONTRACTS AND AGREEMENTS EXCEPTED FROM PUBLIC ADVERTISEMENT FOR BIDS PER N.J.S.A. 40A:11-5, et seq., 40A:11-6 AND 40A:11-12

N.J.S.A. 40A:11-12 states: "Any contracting unit under this act [the Village] may without advertising for bids, or having rejected all bids obtained pursuant to advertising therefore, purchase any goods or services under any contract or contracts for such goods or services entered into on behalf of the State by the Division of Purchase and Property in the Department of the Treasury." When utilizing state contracts, as the contracts are commonly referred to, the Village is required to place its order with the vendor offering the lowest price, including delivery charges, that best meets the Village's requirements, and is also required to document such with specificity prior to placing the order.

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "state contracts" per N.J.S.A. 40A:11-12 as follows:

- None noted

N.J.S.A. 40A:11-5(1)(a)(i) states: "Any contract the amount of which exceeds the bid threshold, may be negotiated and awarded by the governing body without public advertising for bids and bidding therefore and shall be awarded by resolution of the governing body if the subject matter thereof consists of professional services. The governing body shall in each instance state supporting reasons for its action in the resolution awarding each contract and shall forthwith cause to be printed once, in the official newspaper, a brief notice stating the nature, duration, service and amount of the contract, and that the resolution and contract are on file and available for public inspection in the office of the clerk."

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

- | | |
|------------------------|----------------------------------|
| - Engineering Services | - Professional Planning Services |
| - Legal Services | - Audit Services |

**VILLAGE OF RIDGEFIELD PARK
GENERAL COMMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

**CONTRACTS AND AGREEMENTS EXCEPTED FROM PUBLIC ADVERTISEMENT
FOR BIDS PER N.J.S.A. 40A:11-5, et seq., 40A:11-6 AND 40A:11-12 (Continued)**

N.J.S.A. 40A:11-5(2) states: “Any contract the amount of which exceeds the bid threshold, may be negotiated and awarded by the governing body without public advertising for bids and bidding therefore and shall be awarded by resolution of the governing body if it is to be made or entered into with the United States of America, the State of New Jersey, county or municipality or any board, body, officer, agency or authority thereof or any other state or subdivision thereof.

The minutes indicate that no resolutions were adopted and advertised authorizing the awarding of contracts or agreements for “government agency contracts” per N.J.S.A. 40A:11-5(2).

N.J.S.A. 40A:11-6 states: “Any contract may be negotiated or awarded for a contracting unit without public advertising for bids and bidding therefore, notwithstanding that the contract price will exceed the bid threshold, when an emergency affecting the public health, safety or welfare requires the immediate delivery of goods or the performance of services; provided that the awarding of such contracts is made in the following manner: (a) The official in charge of the agency wherein the emergency occurred, or such other officer or employee as may be authorized to act in place of that official, shall notify the purchasing agent, a supervisor of the purchasing agent, or a designated representative of the governing body, as may be appropriate to the form of government, of the need for the performance of a contract, the nature of the emergency, the time of its occurrence and the need for invoking this section. If that person is satisfied that an emergency exists, that person shall be authorized to award a contract or contracts for such purposes as may be necessary to respond to the emergent needs. Such notification shall be reduced to writing and filed with the purchasing agent as soon as practicable. (b) Upon the furnishing of such goods or services, in accordance with the terms of the contract, the contractor furnishing such goods or services shall be entitled to be paid therefore and the contracting unit shall be obligated for said payment. The governing body of the contracting unit shall take such action as shall be required to provide for the payment of the contract price.”

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for “emergency contracts” per N.J.S.A. 40A:11-6 as follows:

- None noted

**VILLAGE OF RIDGEFIELD PARK
GENERAL COMMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

**CONTRACTS AND AGREEMENTS ENTERED INTO BY JOINT AGREEMENTS FOR
THE PROVISION OF GOODS AND SERVICES PER N.J.S.A. 40A:11-10**

N.J.S.A. 40A:11-10(a)(1) states “ The governing bodies of two or more contracting units may provide by joint agreement for the provision and performance of goods and services for use by their respective jurisdictions...(c) Such agreement shall be entered into by resolution adopted by each of the participating bodies and boards, which shall set forth the categories of goods or services to be provided or performed, the manner of advertising for bids and of awarding of contracts, the method of payment by each participating body and board, and other matters deemed necessary to carry out the purposes of the agreement. (d) Each participating body's and board's share of expenditures for purchases under any such agreement shall be appropriated and paid in the manner set forth in the agreement and in the same manner as for other expenses of the participating body and board.”

The minutes indicate that resolutions were adopted authorizing the awarding of contracts or agreements for “cooperative pricing systems contracts” per N.J.S.A. 40A:11-10 as follows:

- None noted

**EXPENDITURE LESS THAN BID THRESHOLD, BUT 15% OR MORE OF THAT
AMOUNT PER N.J.S.A. 40A:11-6.1**

N.J.S.A. 40A:11-6.1 states: “For all contracts that in the aggregate are less than the bid threshold but 15 percent or more of that amount, except for paragraph (a) of subsection (1) of section 5 of P.L. 1971, c.198 (C.40A:11-5) concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting unit shall award the contract after soliciting at least two competitive quotations, if practicable.” The Village advised us that quotations were, for the most part, solicited for items, the cost of which was \$6,000 or more, within the terms of N.J.S.A. 40A:11-6.1.

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

Statutes provide the method for authorizing interest and the maximum rate to be charged for the nonpayment of taxes, or assessments on or before the date when they would become delinquent.

The governing body adopted the following resolution authorizing interest to be charged on delinquent taxes: “In all cases, interest shall be calculated and charged at the rates of 8% per annum on the first \$1,500 of the delinquency, and 18% per annum on any delinquent amounts in excess of \$1,500, to be calculated from the date upon which the taxes first became due and payable to the date that the payment is actually received.”

In all instances tested, the collector’s records indicate that interest was collected in accordance with the foregoing resolution.

**VILLAGE OF RIDGEFIELD PARK
GENERAL COMMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

DELINQUENT TAXES AND TAX TITLE LIENS

The Village held its annual tax sale on December 2016. As a result of this sale, there were no additional municipally held liens obtained by the Village.

The following comparison is made of the number of tax title liens receivable for the most recent five fiscal years:

<u>Year</u>	<u>Number of Liens</u>
December 31, 2016	1
December 31, 2015	1
December 31, 2014	1
December 31, 2013	1
December 31, 2012	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.

**VILLAGE OF RIDGEFIELD PARK
COMMENTS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2016**

COMMENT 1: The Village advanced to, or borrowed, monies from various funds.

Recommendation: Interfund advances be avoided, if possible, and be settled prior to the year-end.

COMMENT 2: There were instances noted where purchase orders were approved subsequent to purchases.

Recommendation: Purchase orders be authorized prior to initiating purchases.

COMMENT 3: Timesheets for directors of Village departments are not being approved by respective Commissioners via signature or any other documentation.

Recommendation: Timesheets for directors of Village departments be approved by respective Commissioners via signature.

COMMENT 4: There is insufficient internal controls for timekeeping of public works employees to support accuracy of employee timesheets.

Recommendation: Sufficient internal control be implemented for timekeeping of public works employees to support accuracy employee timesheets.

COMMENT 5: 2015 yearend adjustment earnings for the public works employees were not properly reported in pension system nor appropriate pension contributions withheld and remitted as evidenced by 2015 and subsequent 2016 pension reports.

Recommendation: Yearend adjustment earnings should be properly reflected in pension system and appropriate pension contributions withheld and remitted.

COMMENT 6: The Village public works superintendent, assistant superintendent, and office clerk received payments for accumulated sick time although the public works contract excludes those titles from such payments.

Recommendation: The Village should only make payments for accumulated sick time to employees with titles specifically included contracts containing such payments.

**VILLAGE OF RIDGEFIELD PARK
COMMENTS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2016**

COMMENT 7: The employment and coinciding contracting of the same attorney by the Village present inherent conflicts in accountability and compliance as an employee and a coinciding contracted vendor.

Recommendation: The Village should examine and prevent the inherent conflicts in accountability and compliance of having the same attorney as an employee and a coinciding contracted vendor.

COMMENT 8: The Village did not monitor employees' eligibility for pension benefits as employment statuses changed.

Recommendation: The Village should monitor employees' eligibility for pension benefits as employment statuses change.

COMMENT 9: The parking meter trust fund is not a proper dedication by rider and should not be a trust fund reserve, whereby money should not be reserved in such a fund.

Recommendation: The parking meter trust fund should be dissolved and money remaining should be transferred the Current Fund.

COMMENT 10: Money for trust escrows are not being deposited in interest bearing accounts.

Recommendation: Money for trust escrows should be deposited in interest bearing accounts.

COMMENT 11: Funds remain in various reserves in the General Capital Fund for improvements, bond sale, and preliminary expenses for projects that are no longer active.

Recommendation: Funds remaining in reserves in the General Capital Fund for improvements, bond sale, and preliminary expenses for projects that are no longer active should be examined and appropriately cancelled and transferred.

**VILLAGE OF RIDGEFIELD PARK
COMMENTS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2016**

COMMENT 12: The Village has mortgage receivables from affiliated fire department companies that are fully reserved, however the terms of such mortgages do not appear to comply with local finance law.

Recommendation: The Village should examine the terms of mortgage receivables from affiliated fire department companies and either amend the terms of or cancel such mortgages to comply with local finance law.