

**TOWNSHIP OF TEANECK
BERGEN COUNTY, NEW JERSEY**

**FINANCIAL STATEMENTS
WITH SUPPLEMENTARY INFORMATION**

FOR THE YEARS ENDED DECEMBER 31, 2013

TOWNSHIP OF TEANECK
BERGEN COUNTY, NEW JERSEY

TABLE OF CONTENTS

<u>Part I</u>	<u>Page</u>
Independent Auditor's Report	1 – 3
<u>Current Fund</u>	<u>Exhibit</u>
Comparative Balance Sheet- Regulatory Basis	A
Comparative Statement of Operations and Change in Fund Balance – Regulatory Basis	A – 1
Statement of Revenues – Regulatory Basis	A – 2
Statement of Expenditures – Regulatory Basis	A – 3
<u>Trust Fund</u>	
Comparative Balance Sheet – Regulatory Basis	B
Statement of Fund Balance – Regulatory Basis	B – 1
<u>Capital Fund</u>	
Comparative Balance Sheet- Regulatory Basis	C
Statement of Fund Balance – Regulatory Basis	C – 1
<u>Public Assistance Fund</u>	
Comparative Balance Sheet- Regulatory Basis	D
<u>General Fixed Assets</u>	
Comparative Statement of General Fixed Assets – Regulatory Basis	E
Notes to Financial Statements	4 – 25
<u>Current Fund</u>	
Schedule of Cash – Collector – Treasurer	A – 4
Schedule of Cash – Grant Fund	A – 5
Schedule of Petty Cash	A – 6
Schedule of Cash – Change Fund	A – 7
Schedule of Amount Due from State of New Jersey for Senior Citizens' and Veterans'	
Deductions – CH73 P.L. 1976	A – 8
Schedule of Taxes Receivable and Analysis of Property Tax Levy	A – 9
Schedule of Property Acquired for Taxes (At Assessed Valuation)	A – 10
Schedule of Tax Title Lien Receivable	A-10A
Schedule of Revenue Accounts Receivable	A – 11
Schedule of Interfunds	A – 12
Schedule of Sales Contracts Receivable	A – 13
Schedule of Other Accounts Receivable	A – 14
Schedule of Deferred Charges N.J.S.A. 40A:4-55 – Special Emergency	A – 15

TOWNSHIP OF TEANECK
BERGEN COUNTY, NEW JERSEY

TABLE OF CONTENTS
(Continued)

<u>Part I (Continued)</u>	<u>Page</u> <u>Exhibit</u>
<u>Current Fund</u>	
Schedule of Special Emergency Note Payable	A – 16
Schedule of Grants Receivable – Federal and State Grant Fund	A – 17
Schedule of Appropriation Reserves	A – 18
Schedule of Encumbrances Payable	A – 19
Schedule of Prepaid Taxes	A – 20
Schedule of Prepaid Licenses and Permits	A – 21
Schedule of Local District School Taxes	A – 22
Schedule of County Taxes Payable	A – 23
Schedule of Special District Taxes Payable	A – 24
Schedule of Municipal Open Space Taxes Payable	A – 25
Schedule of Various Cash Liabilities and Reserves	A – 26
Schedule of Appropriated Reserves for Grants – Federal and State Grant Fund	A – 27
Schedule of Encumbrances Payable – Federal and State Grant Fund	A – 28
Schedule of Unappropriated Reserves for Grants – Federal and State Grant Fund	A – 29
 <u>Trust Fund</u>	
Schedule of Cash – Collector – Treasurer	B – 2
Schedule of Assessment Cash – Assessment Trust Fund	B – 3
Schedule of Assessments Receivable	B – 4
Schedule of Due From/(To) Current Fund	B – 5
Schedule of Interfund- General Capital Fund – Other Trust Fund	B – 6
Schedule of Interfund – General Capital Fund- Assessment Trust Fund	B – 7
Schedule of Reserve for Animal License Fund Expenditures	B – 8
Schedule of Due to State of New Jersey – Animal License Fund	B – 8A
Schedule of Other Trust Funds	B – 9
Schedule of Payroll Deductions Payable	B – 10
Schedule of Reserve for Insurance Funds	B – 11
Schedule of Reserve for Affordable Housing	B – 12
Schedule of Reserve for COAH Fees	B – 13
Schedule of Reserve for Municipal Open Space	B – 14
Schedule of Reserve for Municipal Open Space for Years 2009-2013	B – 15
 <u>Capital Fund</u>	
Schedule of Cash – Treasurer	C – 2
Schedule of Due From/(To) Current Fund	C – 2A
Schedule of Analysis of General Capital Cash	C – 3
Schedule of Analysis of Various Receivables	C – 4
Schedule of Deferred Charges to Future Taxation – Funded	C – 5
Schedule of Deferred Charges to Future Taxation – Unfunded	C – 6
Schedule of New Jersey – E.D.A. Green Acres Loans	C – 7

TOWNSHIP OF TEANECK
BERGEN COUNTY, NEW JERSEY

TABLE OF CONTENTS
(Continued)

Part I (Continued)

<u>General Capital Fund</u>	<u>Exhibit</u>
Schedule of Loan Payable – New Jersey Downtown Business Improv. Loan Fund	C – 8
Schedule of General Serial Bonds	C – 9
Schedule of Bond Anticipation Notes	C – 10
Schedule of Note Payable- Current Fund	C-10A
Schedule of Capital Lease Payable	C – 11
Schedule of Improvement Authorizations	C – 12
Schedule of Capital Improvement Fund	C – 13
Schedule of Bonds and Notes Authorized but not Issued	C – 14
Schedule of Due to Trust Fund	C – 15
Schedule of Reserve for Preliminary Costs	C – 16
Schedule of Reserve for Payment of Bond Anticipation Notes	C – 17
Schedule of Encumbrance Payable	C – 18

Public Assistance Fund

Schedule of Cash – Social Services Fund –Treasurer	D - 1
Schedule of Reserve for Social Services	D - 2

Part II

SINGLE AUDIT SECTION

Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	26-27
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133 and State of New Jersey’s OMB Circular 04-04	28-29
Comparative Schedule of Expenditures of Federal Financial Assistance	I-1
Comparative Schedule of Expenditures of State Financial Assistance	I-2
Notes to Schedule of Expenditures of Federal and State Financial Assistance	30
Schedule of Findings and Questioned Costs	31-38
Roster of Officials and Surety Bonds	39
General Comments	40-41

TOWNSHIP OF TEANECK
BERGEN COUNTY, NEW JERSEY

TABLE OF CONTENTS
(Continued)

Summary Schedule of Prior Year Audit Findings	42
Audit Comments and Recommendations	43
Appreciation	44

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying comparative balance sheets—regulatory basis of various funds of the Township of Teaneck, County of Bergen, State of New Jersey (the "Township"), as of December 31, 2013 and 2012, and the related comparative statements of operations and changes in fund balance—regulatory basis for the years then ended, and the related statements of revenue and expenditures—regulatory basis, and statement of general fixed asset group of accounts for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. 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 standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

The Deferred Compensation Plan of the Township has not been audited or reviewed, and we were not engaged to audit or review the Deferred Compensation financial statements as part of our audit of the Township's financial statements.

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

As described in Note 1, the financial statements are prepared and presented by the Township on the basis of financial accounting and reporting principles and practices that demonstrate compliance with the regulatory basis of accounting and budget laws prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey for municipal government entities. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position- regulatory basis of the various funds of the Township as of December 31, 2013 and 2012, and the results of its operations and the changes in fund balance of such funds for the years then ended, and the revenues-regulatory basis, expenditures-regulatory basis, of the various funds, and general fixed assets, for the year ended December 31, 2013, in accordance with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The supplemental financial statements presented for the purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

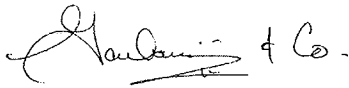
The accompanying schedules of expenditures of federal awards and/or state financial assistance are presented for the purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments, and Non-Profit Organizations* and State of New Jersey Circular 04-04-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and are also not a required part of the financial statements. The supplementary schedules and schedules of expenditures of federal awards and/or state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 6, 2014 on our consideration of the Township'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting.



Paul W. Garbarini, CPA
Registered Municipal Accountant
No. 534



Garbarini & Co. P.C.
Certified Public Accountants

June 6, 2014
Carlstadt, New Jersey

TOWNSHIP OF TEANECK
CURRENT FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

A

	Reference	<u>At December 31:</u>	
		<u>2013</u>	<u>2012</u>
ASSETS			
Current Assets:			
Cash	A-4	\$ 18,228,667.89	\$ 22,355,891.20
Petty Cash	A-6	1,800.00	1,800.00
Change Fund	A-7	800.00	750.00
Note Receivable- Capital Fund	C	1,060,979.32	1,060,979.32
Senior Citizens' and Veterans' Deductions Due from State of New Jersey	A-8	<u>4,058.90</u>	<u>3,249.31</u>
		<u>19,296,306.11</u>	<u>23,422,669.83</u>
Receivable and Other Assets with Full Reserves:			
Delinquent Taxes Receivable	A-9	\$2,588,729.44	\$2,598,960.07
Tax Title Liens Receivable	A-10A	\$2,444.50	\$2,444.50
Property Acquired for Taxes - Assessed Valuations	A-10	263,167.00	263,167.00
Revenue Accounts Receivable	A-11	44,945.28	47,865.25
Interfunds	A-12	1,096,669.22	
Sales Contracts Receivable	A-13	5,000.00	10,000.00
Other Accounts Receivable	A-14	<u>-</u>	<u>21,150.74</u>
		<u>4,000,955.44</u>	<u>2,943,587.56</u>
Deferred Charges :			
Special Emergency Authorizations NJSA 40A:4-53	A-15	<u>1,173,469.40</u>	<u>614,666.40</u>
		<u>24,470,730.95</u>	<u>26,980,923.79</u>
Federal and State Grant Fund:			
Interfund - Current Fund	A-12	158,216.62	171,338.30
Grants Receivable	A-17	<u>114,211.32</u>	<u>120,423.60</u>
		<u>272,427.94</u>	<u>291,761.90</u>
TOTAL ASSETS		<u>\$ 24,743,158.89</u>	<u>\$ 27,272,685.69</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND

**COMPARATIVE BALANCE SHEET - REGULATORY BASIS
(CONTINUED)**

A

	Reference	<u>At December 31:</u>	
		<u>2013</u>	<u>2012</u>
LIABILITIES, RESERVES AND FUND BALANCES			
Current Fund:			
Appropriation Reserves	A-3/A-18	\$ 3,329,145.37	\$ 3,373,864.14
Encumbrances Payable	A-3/A-19	1,115,403.13	1,242,599.60
Interfunds	A-12	6,506,813.32	11,825,139.97
Special Emergency Note Payable	A-16	460,666.00	614,333.00
Prepaid Taxes	A-20	602,145.03	508,601.44
Prepaid Licenses and Permits	A-21	200.00	0.00
Added County Taxes Payable	A-23		22,240.56
Due to State of New Jersey:			
Domestic Violence	A-26	1,475.00	2,275.00
Building Surcharge Fees	A-26	11,431.00	7,707.00
Dog License Fees	A-26		16.80
Tax and Interest Overpayments	A-26	3,020,445.86	780,834.66
Miscellaneous Suspense Deposits	A-26		34,135.00
Accounts Payable	A-26	45,385.75	53,295.25
Reserve for:			
Library Grants	A-26	195.80	195.80
Maintenance of Free Public Library with State Aid	A-26	82,319.32	85,932.00
Revaluation	A-26	196,847.62	196,847.62
Revaluation-2013	A-26	712,470.00	
Master Plan Update	A-26	3,188.78	3,188.78
Property Deposits	A-26	6,750.00	6,750.00
Tax Settlement	A-26	0.00	58,313.47
Debt Payment Cedar Lane SID Loan	A-26	40,000.00	40,000.00
Sale of Municipal Assets	A-26	15,750.00	15,750.00
		<u>16,150,631.98</u>	<u>18,872,020.09</u>
Reserve for Receivables	Contra	4,000,955.44	2,943,587.56
Fund Balance	A-1	<u>4,319,143.53</u>	<u>5,165,316.14</u>
		<u>24,470,730.95</u>	<u>26,980,923.79</u>
Federal and State Grant Fund :			
Appropriated Reserve for Grants	A-27	190,828.28	200,498.19
Unappropriated Reserves for Grants	A-29	74,328.39	78,959.48
Encumbrances Payable	A-28	7,271.27	12,304.23
		<u>272,427.94</u>	<u>291,761.90</u>
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		<u>\$ 24,743,158.89</u>	<u>\$ 27,272,685.69</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE - REGULATORY BASIS

A-1

		For the Years Ended December 31:	
	Reference	2013	2012
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	\$ 4,450,000.00	\$ 4,450,000.00
Miscellaneous Revenue Anticipated	A-2	9,261,067.20	8,372,079.25
Receipts from Delinquent Taxes	A-2	2,428,413.06	2,334,089.20
Receipts from Current Taxes	A-2	143,144,669.03	142,114,347.01
Non-Budget Revenues	A-2	1,796,585.10	938,615.18
Other Credits to Income:			
Unexpended Balance of Appropriations	A-3	807,004.93	350.03
Unexpended Balance of Appropriation Reserves	A-18	2,398,784.41	2,339,427.05
Canceled School Taxes	A-22		0.02
Canceled Special District Taxes	A-24	0.05	
Cancellation of Accounts Payable	A-26	53,295.25	
Revenue Accounts Receivable-Sales Contracts Receipts	A-13		5,000.00
Total Revenues and Other Income		164,339,819.03	160,553,907.74
Expenditures:			
Budget and Emergency Appropriations:			
Operations:			
Salaries and Wages	A-3	34,648,197.00	33,510,684.00
Other Expenses	A-3	21,823,048.96	20,555,293.75
Municipal Debt Service	A-3	2,153,921.32	1,880,879.05
Capital Improvements	A-3	142,000.00	326,740.00
Deferred Charges and Statutory Expenditures - Municipal	A-3	7,773,943.81	7,025,622.38
Local District School Taxes	A-22	80,716,841.14	79,546,326.00
County Taxes including Added Taxes	A-23	12,307,923.77	12,582,750.18
Special District Taxes	A-24	179,941.39	180,182.93
Municipal Open Space Taxes	A-25, B-15	592,055.85	602,765.64
Interfund Advances		1,091,669.22	-
Bank Service Charges and Fees	A-4		19,804.61
Prior Year Senior Citizen & Veteran Deductions	A-8	18,919.18	3,250.00
Refund of Prior Years Revenue	A-4		3,953.60
Refund Tax Appeals	A-4		329,951.61
Total Expenditures		161,448,461.64	156,568,203.75
Excess in Revenue		2,891,357.39	3,985,703.99
Adjustments to Income Before Fund Balance			
Emergency Authorization - Which are by Statute			
Deferred to Budget of Succeeding Year		712,470.00	
Statutory Excess to Fund Balance		3,603,827.39	3,985,703.99
Fund Balance January 1	A	5,165,316.14	5,629,612.15
		8,769,143.53	9,615,316.14
Decreased by:			
Fund Balance Utilizes as Budget Revenue		4,450,000.00	4,450,000.00
Fund Balance December 31	A	\$ 4,319,143.53	\$ 5,165,316.14

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

STATEMENT OF REVENUES - REGULATORY BASIS

A-2

	Reference	Anticipated Budget	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	\$ 4,450,000.00	\$ 4,450,000.00	\$ -
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	A-11	71,000.00	70,564.00	(436.00)
Other	next pg.	118,000.00	122,966.00	4,966.00
Fees and Permits - Other	next pg.	1,020,000.00	1,160,410.54	140,410.54
Fines and Costs:				
Municipal Court	A-11	675,000.00	783,601.53	108,601.53
Other	A-11	19,000.00	20,606.60	1,606.60
Interest and Costs on Taxes	A-4	540,000.00	541,360.97	1,360.97
Interest and Costs on Assessments	A-4	6,400.00	-	(6,400.00)
Interest on Investments and Deposits	A-11	2,000.00	748.89	(1,251.11)
Rent of Township Property	A-11	55,000.00	134,968.40	79,968.40
Sewer Use Charges	A-11	565,000.00	633,699.34	68,699.34
Consolidated Municipal Property Tax Relief Aid	A-11	232,952.00	232,952.00	-
Energy Receipts Tax	A-11	3,146,344.00	3,146,344.01	0.01
Uniform Construction Code Fees	A-11	1,015,000.00	1,125,575.60	110,575.60
Special Items of General Revenue Anticipated				
With prior written Consent of Director of				
Local Government Services - Public and				
Private Revenue Offset with Appropriations				
Pedestrian Safety	A-17	15,000.00	15,000.00	-
NJ Clean Energy Program	A-17	14,997.00	14,997.00	-
Click it or Ticket Grant	A-17	4,000.00	4,000.00	-
Federal Highway Safety Grant	A-17	14,000.00	14,000.00	-
Municipal Alliance Grant	A-17	19,098.00	15,279.00	(3,819.00)
Drunk Driving Enforcement Fund	A-17	5,309.90	5,309.90	-
Clean Communities	A-17	52,720.58	52,720.58	-
Office of Emergency Management	A-17	5,000.00	5,000.00	-
Reserve for:				
NJ Body Annnor Grant	A-17	8,818.74	8,818.74	-
Click it or Ticket Grant	A-17	4,000.00	4,000.00	-
Federal Bulletproof Vest Fund	A-17	24,942.38	24,942.38	-
Alcohol Education and Rehabilitation Fund	A-17	971.33	971.33	-
Recycling Tonnage Grant	A-17	40,227.03	40,227.03	-
Other Special Items:				
Hotel Occupancy Fee (P.L. 2003, c. 114)	A-11	430,000.00	462,003.36	32,003.36
Reserve for CLSID Downtown Loan Payment	A-26	40,000.00	40,000.00	-
Capital Surplus	A-12	580,000.00	580,000.00	-
Total Miscellaneous Revenues	A-1	8,724,780.96	9,261,067.20	536,286.24
Receipts from Delinquent Taxes	A-1, next pg.	2,550,000.00	2,428,413.06	(121,586.94)
Subtotal General Revenues		15,724,780.96	16,139,480.26	414,699.30
Amount to be Raised by Taxes for Support of				
Municipal Budget - Local Tax for Municipal				
Purposes Including Reserve for Uncollected Taxes	A-9, next pg.	53,403,860.13	52,647,906.88	(755,953.25)
Budget Totals		69,128,641.09	68,787,387.14	(341,253.95)
Non-Budget Revenue	A-1, next pg.		1,796,585.10	1,796,585.10
		<u>\$ 69,128,641.09</u>	<u>\$ 70,583,972.24</u>	<u>\$ 1,455,331.15</u>
		A-3		
Adopted Budget	A-3	\$ 69,128,641.09		
Appropriated by N.J.S.A. 40A:4-87	A-3	<u>\$ 69,128,641.09</u>		

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

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

A-2

<u>Analysis of Realized Revenues</u>		
	<u>Reference</u>	
Revenue from Collections	A-1	\$ 143,144,669.03
Allocated to School, County and Special District Taxes and Municipal Open Space Taxes	A-9	<u>(93,796,762.15)</u>
Balance for Support of Municipal Appropriations		49,347,906.88
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>3,300,000.00</u>
Amount for Support of Municipal Budget Appropriations	prev. pg.	<u>\$ 52,647,906.88</u>
Receipts from Delinquent Taxes		
Delinquent Taxes	A-9	<u>\$ 2,428,413.06</u>
	prev. pg.	<u>\$ 2,428,413.06</u>
Licenses - Other:		
Township Clerk	A-11	\$ 8,175.00
Health Department	A-11	<u>114,791.00</u>
	prev. pg.	<u>\$ 122,966.00</u>
Fees and Permits - Other:		
Township Clerk	A-11	\$ 55,041.07
Department of Public Works	A-11	39,363.25
Fire Department	A-11	43,977.77
Planning Board/Board of Adjustment	A-11	161,603.61
Registrar	A-11	106,998.10
Police Department	A-11	47,338.70
Recreation Department	A-11	<u>718,602.94</u>
	A-2	<u>\$ 1,172,925.44</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

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

A-2

Analysis of Non-Budget Revenues
Miscellaneous Revenues Not Anticipated

	<u>Reference</u>	
Revenues Accounts Receivable:		
Teaneck Senior Citizens Housing Association		
Lease Agreement (PILOT)	A-11	\$ 143,586.00
Township Clerk/ Manager	A-11	12,514.90
Health Department	A-11	1,194.00
Department of Public Works	A-11	10,600.35
Police Department	A-11	12.55
Building Department	A-11	13,989.60
Recreation	A-11	42,584.00
Fire Department	A-11	3,335.63
Planning Board and Zoning Board	A-11	42.00
Registrar	A-11	353.20
Library Miscellaneous	A-11	25.00
Miscellaneous Suspense Deposits Canceled	A-26	34,135.00
Administrative Fees- Off Duty Police	A-12	<u>203,064.18</u>
		\$ 465,436.41
Fire Services Reimbursement LEA Rebate		52,177.02
Duplicate Tax Bills		524.20
Appropriation Refunds		58,436.24
Miscellaneous Department Fees		90.00
Lot Cleanings		90,548.02
TBOE Shared Services		19,852.77
Cable Franchise Fee		210,444.59
Tax Searches		10.00
Returned Check Fees		2,928.00
Copier Fees		167.90
Miscellaneous Revenue - Other		69,837.28
Township Auctions		4,733.00
FEMA Reimbursement		806,165.17
Veterans & Sr. Citizen Deduction/Homestead Reb Fees		4,467.27
Miscellaneous Charges Receivable		5,000.00
DMV Inspection Reimbursements		<u>5,767.23</u>
	A-4	<u>1,331,148.69</u>
	A-2	<u>\$ 1,796,585.10</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3

<u>General Appropriations</u>	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>	<u>Over- Expenditure</u>
OPERATIONS - WITHIN "CAPS"						
GENERAL GOVERNMENT:						
Township Manager						
Salaries and Wages	\$ 337,461.00	\$ 337,461.00	\$ 298,733.96	\$ 38,727.04	\$ -	\$ -
Other Expenses	60,725.00	60,725.00	26,568.73	34,156.27	-	-
Township Council						
Salaries and Wages	49,000.00	49,000.00	48,998.88	1.12	-	-
Other Expenses	32,500.00	32,500.00	31,636.98	863.02	-	-
Township Clerk						
Salaries and Wages	177,318.00	185,318.00	180,081.82	5,236.18	-	-
Other Expenses	84,175.00	76,175.00	61,232.84	14,942.16	-	-
Human Resources						
Salaries and Wages	319,973.00	319,973.00	305,707.96	14,265.04	-	-
Other Expenses	51,350.00	51,350.00	12,748.30	38,601.70	-	-
Finance Office						
Salaries and Wages	211,150.00	211,150.00	186,588.77	24,561.23	-	-
Other Expenses	60,770.00	60,770.00	56,490.19	4,279.81	-	-
Purchasing						
Salaries and Wages	155,922.00	155,922.00	154,577.45	1,344.55	-	-
Other Expenses	3,830.00	3,830.00	1,393.31	2,436.69	-	-
Annual Audit						
Other Expenses	86,000.00	86,000.00	64,658.75	21,341.25	-	-
Management Information Systems						
Other Expenses	93,775.00	93,775.00	74,432.73	19,342.27	-	-
Tax Collection Office						
Salaries and Wages	213,363.00	223,363.00	220,804.20	2,558.80	-	-
Other Expenses	7,875.00	7,875.00	6,104.68	1,770.32	-	-
Assessment of Taxes						
Salaries and Wages	182,116.00	189,116.00	185,501.59	3,614.41	-	-
Other Expenses	111,795.00	104,795.00	60,466.12	44,328.88	-	-
Revaluation		712,470.00	712,470.00	-	-	-
Legal Services and Costs						
Salaries and Wages	71,000.00	71,000.00	69,487.92	1,512.08	-	-
Other Expenses	929,800.00	917,800.00	887,805.39	29,994.61	-	-
Municipal Court:						
Salaries and Wages	437,897.00	437,897.00	420,877.75	17,019.25	-	-
Other Expenses	46,370.00	46,370.00	25,291.37	21,078.63	-	-

(Continued Next Page)

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3

<u>General Appropriations</u>	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>	<u>Over- Expenditure</u>
OPERATIONS - WITHIN "CAPS" (CONT'D)						
INSURANCE:						
Group Insurance Plan for Employees	\$ 5,708,100.00	\$ 5,708,100.00	\$ 5,385,754.23	\$ 322,345.77	\$ -	\$ -
Health Benefit Waiver Cost	325,000.00	325,000.00	325,000.00	-	-	-
Unemployment Insurance Contribution	25,000.00	25,000.00	25,000.00	-	-	-
Other Insurance Premiums	231,500.00	231,500.00	231,500.00	-	-	-
Insurance Fund Commission	1,110,000.00	1,110,000.00	1,110,000.00	-	-	-
PUBLIC SAFETY:						
Police						
Salaries and Wages	12,349,421.00	12,339,421.00	11,487,272.15	452,148.85	400,000.00	-
Other Expenses	218,459.00	218,459.00	193,066.53	25,392.47	-	-
Purchase of Police Cars	195,000.00	195,000.00	195,000.00	-	-	-
School Guards						
Salaries and Wages	161,262.00	161,262.00	121,206.55	40,055.45	-	-
Other Expenses	1,000.00	1,000.00	998.55	1.45	-	-
Emergency Management						
Other Expenses	37,500.00	37,500.00	24,191.51	13,308.49	-	-
Volunteer Ambulance Corps						
Other Expenses	70,000.00	70,000.00	70,000.00	-	-	-
Fire						
Salaries and Wages	9,787,058.00	9,787,058.00	9,509,236.45	227,821.55	50,000.00	-
Other Expenses	126,464.00	126,464.00	73,032.60	53,431.40	-	-
PUBLIC WORKS:						
Department of Public Works						
Salaries and Wages	3,398,673.00	3,398,673.00	3,232,296.34	76,376.66	90,000.00	-
Other Expenses	1,774,715.00	1,774,715.00	1,101,846.90	672,868.10	-	-
Building and Grounds						
Salaries and Wages	566,921.00	566,921.00	521,568.80	352.20	45,000.00	-
Other Expenses	103,300.00	103,300.00	96,872.23	6,427.77	-	-
Maintenance Garage						
Salaries and Wages	815,379.00	815,379.00	765,781.91	4,597.09	45,000.00	-
Other Expenses	470,795.00	470,795.00	389,102.11	81,692.89	-	-
HEALTH AND WELFARE:						
Health Department						
Salaries and Wages	708,284.00	708,284.00	646,683.78	61,600.22	-	-
Other Expenses	258,202.00	258,202.00	216,231.42	41,970.58	-	-

(Continued Next Page)

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3

General Appropriations	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled	Over- Expenditure
OPERATIONS - WITHIN "CAPS" (CONT'D)						
PARKS AND RECREATION:						
Recreation Department						
Salaries and Wages	\$ 1,682,951.00	\$ 1,682,951.00	\$ 1,612,967.04	\$ 69,983.96	\$ -	\$ -
Other Expenses	295,978.00	295,978.00	272,335.03	23,642.97	-	-
UNIFORM CONSTRUCTION CODE:						
Construction Code officials						
Salaries and Wages	888,463.00	908,463.00	875,122.19	33,340.81	-	-
Other Expenses	96,885.00	76,885.00	60,679.19	16,205.81	-	-
UNCLASSIFIED:						
Terminal Leave	150,000.00	150,000.00	150,000.00	-	-	-
Postage	78,000.00	78,000.00	57,268.40	20,731.60	-	-
Central Supply	53,300.00	53,300.00	42,423.97	10,876.03	-	-
Employee Allowances	76,300.00	76,300.00	69,759.89	6,540.11	-	-
Advertising	15,000.00	27,000.00	18,833.74	8,166.26	-	-
Utilities:						
Electricity, Gas and Street Lighting	1,186,500.00	1,181,500.00	1,038,449.23	143,050.77	-	-
Telephone and Telegraph	94,100.00	94,100.00	92,825.57	1,274.43	-	-
Water & Fire Hydrants	555,800.00	555,800.00	517,138.20	38,661.80	-	-
Heating Oil	22,000.00	27,000.00	21,915.51	5,084.49	-	-
Diesel Fuel	262,000.00	262,000.00	261,493.47	506.53	-	-
Gasoline	243,500.00	243,500.00	197,481.79	46,018.21	-	-
 Total Operations within "CAPS"	 47,866,975.00	 48,579,445.00	 45,102,994.97	 2,846,450.03	 630,000.00	 -
Contingent	20,000.00	20,000.00	5,089.40	14,910.60	-	-
Total operations Including Contingent Within "CAPS"	47,886,975.00	48,599,445.00	45,108,084.37	2,861,360.63	630,000.00	-
Detail:						
Salaries and Wages	32,663,612.00	32,698,612.00	30,993,495.51	1,075,116.49	630,000.00	-
Other Expenses	15,223,363.00	15,900,833.00	14,114,588.86	1,786,244.14	-	-

(Continued Next Page)

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3

General Appropriations	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled	Over- Expenditure
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"						
Deferred Charges:						
Payment of Prior Years Bills:						
Schwanewede/Hals Engineering 2010	\$ 1,940.00	\$ 1,940.00	\$ 1,940.00	\$ -	\$ -	\$ -
Chrysler, Jeep, Dodge of Paramus 2011	328.20	328.20	328.20	-	-	-
Hackensack Chevrolet 2011 DPW Garage	159.60	159.60	-	-	159.60	-
United Motor Parts 2011 DPW Garage	388.55	388.55	388.55	-	-	-
Statutory Expenditures						
Contribution to:						
Public Employees' Retirement System	1,007,061.00	1,007,061.00	1,007,061.00	-	-	-
Social Security System (O.A.S.I.)	1,445,000.00	1,445,000.00	1,238,443.78	206,556.22	-	-
Consolidated Police and Fireman's Pension Fund	58,666.46	58,666.46	31,759.48	26,906.98	-	-
Police and Fireman's Retirement System	4,357,733.00	4,357,733.00	4,357,733.00	-	-	-
DCRP	5,000.00	5,000.00	-	5,000.00	-	-
Total Deferred Charged and Statutory Expenditures - Municipal within "CAPS"	<u>6,876,276.81</u>	<u>6,876,276.81</u>	<u>6,637,654.01</u>	<u>238,463.20</u>	<u>159.60</u>	<u>-</u>
Total General Appropriations for Municipal Purposes within "CAPS"	<u>54,763,251.81</u>	<u>55,475,721.81</u>	<u>51,745,738.38</u>	<u>3,099,823.83</u>	<u>630,159.60</u>	<u>-</u>
OPERATIONS - EXCLUDED FROM "CAPS"						
Reserve for Tax Appeals	1,000,000.00	1,000,000.00	1,000,000.00	-	-	-
Maintenance of Free Public Library (P.L. 1985 Ch. 82-541)						
Salaries and Wages	1,949,585.00	1,949,585.00	1,812,714.86	136,870.14	-	-
Other Expenses	406,950.00	406,950.00	359,957.99	46,992.01	-	-
Bergen County Utilities Authority (40:14A-9)						
Sewer Service Charge	4,290,000.00	4,290,000.00	4,284,082.91	5,917.09	-	-
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES:						
Clean Communities Program						
Department of Public Works						
Other Expenses	52,720.58	52,720.58	52,720.58	-	-	-

(Continued Next Page)

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3

General Appropriations	Budget	Budget After Modification	Paid or Charged	Reserved	Canceled	Over- Expenditure
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES (CONT'D):						
Emergency Management Grant	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00	\$ -	\$ -	\$ -
Matching Funds for Grants	16,181.00	16,181.00		16,181.00	-	-
NJ Clean Energy Program	14,997.00	14,997.00	14,997.00			
Pedestrian Safety	15,000.00	15,000.00	15,000.00	-		
Click it or Ticket	4,000.00	4,000.00	4,000.00	-	-	-
Drunk Driving Enforcement Fund	5,309.90	5,309.90	5,309.90			
Municipal Alliance Against Drug & Alcohol Abuse	15,279.00	15,279.00	15,279.00	-	-	-
Municipal Match	3,819.00	3,819.00	3,819.00			
Federal Highway Safety Grant	14,000.00	14,000.00	14,000.00	-	-	-
Reserve for:						
Recycling Tonnage Grant	40,227.03	40,227.03	40,227.03			
NJ Body Armor Grant	8,818.74	8,818.74	8,818.74	-		
Click it or Ticket	4,000.00	4,000.00	4,000.00	-	-	-
Federal Bullet Proof Vest Fund	24,942.38	24,942.38	24,942.38	-	-	-
Alcohol Education & Rehabilitation Grant	971.33	971.33	971.33	-	-	-
Total Operations - Excluded from "CAPS"	7,871,800.96	7,871,800.96	7,665,840.72	205,960.24	-	-
Detail:						
Salaries and Wages	1,949,585.00	1,949,585.00	1,812,714.86	136,870.14		
Other Expenses	5,922,215.96	5,922,215.96	5,853,125.86	69,090.10	-	-
Capital Improvements Excluded from "CAPS"						
Capital Improvement Fund	79,500.00	79,500.00	79,500.00	-		
Rhodda Center Upgrades	44,000.00	44,000.00	26,470.00	17,530.00		
Fire Department Protective Gear	18,500.00	18,500.00	12,668.70	5,831.30		
Total Capital Improvements Excluded from "CAPS"	142,000.00	142,000.00	118,638.70	23,361.30	-	-
Municipal Debt Service:						
Payment of Bond Principal	325,000.00	325,000.00	325,000.00	-		
Payment of Bond Anticipation Notes	1,060,992.00	1,060,992.00	1,060,992.00	-		
Interest on Bonds	340,000.00	340,000.00	163,639.25	-	176,360.75	
Interest on Notes	229,926.83	229,926.83	229,926.80	(0.00)	0.03	
EDA Loan - Principal	67,500.00	67,500.00	67,500.00	-		
EDA Loan - Interest	1,012.50	1,012.50	1,012.50	-		
BCIA -Principal	72,489.99	72,489.99	72,489.99	-		
BCIA -Interest	17,000.00	17,000.00	16,515.45	(0.00)	484.55	
Downtown Business District Loan - Principal	40,000.00	40,000.00	40,000.00	-		
Total Municipal Debt Service - Excluded from "CAPS"	2,153,921.32	2,153,921.32	1,977,075.99	(0.00)	176,845.33	-

(Continued Next Page)

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

STATEMENT OF EXPENDITURES - REGULATORY BASIS

A-3

	APPROPRIATIONS		EXPENDED			Over- Expenditure
	Budget	Budget After Modification	Paid or Charged	Reserved	Canceled	
OPERATIONS - EXCLUDED FROM "CAPS"						
Deferred Charges:						
Special Emergency Authorization - 5 Years	\$ 153,667.00	\$ 153,667.00	\$ 153,667.00	\$ -	\$ -	\$ -
Tax Refunding Ordinance- Funding	744,000.00	744,000.00	744,000.00			
Total Deferred Charges - Municipal- Excluded From "CAPS"	<u>897,667.00</u>	<u>897,667.00</u>	<u>897,667.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
 TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSE-EXCLUDED FROM "CAPS"	<u>11,065,389.28</u>	<u>11,065,389.28</u>	<u>10,659,222.41</u>	<u>229,321.54</u>	<u>176,845.33</u>	<u>0.00</u>
SUBTOTAL GENERAL APPROPRIATIONS	<u>65,828,641.09</u>	<u>66,541,111.09</u>	<u>62,404,960.79</u>	<u>3,329,145.37</u>	<u>807,004.93</u>	<u>0.00</u>
Reserve for Uncollected Taxes	<u>3,300,000.00</u>	<u>3,300,000.00</u>	<u>3,300,000.00</u>		<u>-</u>	<u>-</u>
TOTAL GENERAL APPROPRIATIONS	<u>\$ 69,128,641.09</u>	<u>\$ 69,841,111.09</u>	<u>\$ 65,704,960.79</u>	<u>\$ 3,329,145.37</u>	<u>\$ 807,004.93</u>	<u>\$ -</u>
Reference	A-2	A-2	Below	A	A-1	A

	Reference	
Cash Expended	A-4	\$58,954,322.98
Encumbrance Payable	A, A-19	1,115,403.13
Reserve for Uncollected Taxes	A-2	3,300,000.00
Budget Offsets	A-4	(563,487.28)
Deferred Charges- Special Emergency Authorization	A-15	153,667.00
Tax Refunding Ordinance- Funding	A-12	744,000.00
Emergency Revaluation Reserve	A-15, A-26	712,470.00
Reserve for Tax Appeals	A-26	1,000,000.00
Capital Improvement Fund	A-12	79,500.00
Transfer to Grant Fund	A-27	205,265.96
Transfer to Grant Fund - Matching Funds	A-4,27	<u>3,819.00</u>
	Above	<u>\$65,704,960.79</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND

COMPARATIVE BALANCE SHEET- REGULATORY BASIS

B

		<u>At December 31:</u>	
	<u>Reference</u>	<u>2013</u>	<u>2012</u>
ASSETS			
Assessment Fund:			
Cash	B-2	\$ 8,201.85	\$ 8,201.85
Assessments Receivable	B-4	3,091.66	7,917.40
Due From Current Fund	B-5	345,797.46	340,971.72
		<u>357,090.97</u>	<u>357,090.97</u>
Animal License Fund:			
Cash	B-2	12,411.49	12,411.49
Due from Current Fund	B-5	7,383.20	29,088.40
Due from Board of Health	B-8	28.00	48.00
		<u>19,822.69</u>	<u>41,547.89</u>
Other Trust Funds:			
Cash	B-2	416,932.93	126,646.07
Cash - Payroll	B-2	370,880.87	327,876.62
Due From Social Services	B-12	-	5,000.00
Due from Current Fund	B-5	5,995,416.04	5,100,630.04
Due from General Capital Fund	B-6	919,350.89	3,094,550.61
		<u>7,702,580.73</u>	<u>8,654,703.34</u>
TOTAL ASSETS		<u><u>\$ 8,079,494.39</u></u>	<u><u>\$ 9,053,342.20</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND

COMPARATIVE BALANCE SHEET- REGULATORY BASIS
(CONTINUED)

B

		At December 31:	
	Reference	2013	2012
LIABILITIES, RESERVE AND FUND BALANCE			
Assessment Fund:			
Due to General Capital Fund	B-7,C	\$ 353,828.21	\$ 353,828.21
Fund Balance	B-1	3,262.76	3,262.76
		<u>357,090.97</u>	<u>357,090.97</u>
Animal License Fund:			
Reserve for Dog Fund Expenditures	B-8	19,806.49	41,547.89
Due to State of New Jersey	B-8A	16.20	
		<u>19,822.69</u>	<u>41,547.89</u>
Other Trust Funds:			
Tax Sale Premiums	B-9	2,348,910.00	1,767,000.00
Returned Bail	B-9	5,494.50	5,494.50
Outside Police Duty	B-9	98,933.79	218,448.79
Street and Other Deposits Payable	B-9	894,371.19	918,232.79
Deposits for Redemption of Tax Sale Certificates	B-9	716,467.88	277,046.46
Drunk Driving Enforcement Fund	B-9	17,152.12	18,952.12
Municipal Court - POAA	B-9	48,773.64	52,635.73
Dedicated Fire Penalties	B-9	8,344.64	8,587.00
Reserve for Elevator Inspection Fees	B-9	6,682.00	4,571.00
Snow Removal Reserve	B-9	180,519.59	355,159.97
Donations- Historical Burial Grounds	B-9	25,844.00	25,844.00
Reserve for Accumulated Absence Liability	B-9	22,762.95	20,740.71
Reserve for Recycling	B-9	531,279.61	526,973.41
Other Gifts and Donations	B-9	130,575.31	106,616.43
Zoning Escrow Deposits	B-9	92,379.65	131,574.65
Reserve for Special Law Enforcement Trust	B-9	514,287.94	249,802.99
Cedar Lane Special Improvement District	B-9	139,796.26	118,473.00
Payroll Deductions	B-10	370,880.87	327,876.62
Reserve For:			
Self Insurance Fund (Commission)	B-11	68,676.03	179,687.67
Worker's Compensation Self Insurance	B-11	727.44	85,842.17
Unemployment Insurance Trust Fund	B-11	151,891.03	205,449.60
Affordable Housing	B-12	290,286.07	295,606.89
COAH Fees	B-13	71,037.93	71,030.83
Municipal Open Space	B-14	154,133.08	251,783.93
Municipal Open Space- Recreation	B-15	812,373.21	2,431,272.08
		<u>7,702,580.73</u>	<u>8,654,703.34</u>
TOTAL LIABILITIES, RESERVE AND FUND BALANCE		\$ 8,079,494.39	\$ 9,053,342.20

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

**STATEMENT OF FUND BALANCE - REGULATORY BASIS
ASSESSMENT FUND**

B-1

	Reference	
Balance December 31, 2012	B	\$ 3,262.76
		<hr/>
Balance December 31, 2013	B	\$ 3,262.76
		<hr/> <hr/>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND

C

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

ASSETS	Reference	At December 31:	
		2013	2012
Cash	C-2, 3	\$ 119,663.84	\$ 385,170.33
Due from Current Fund	C-2A		6,183,111.51
Due from Trust Assessment Fund	B	353,828.21	353,828.21
Due from Community Development - Grants	C-4	286,559.89	85,315.89
Due from State of New Jersey- State Road Aid	C-4	216,247.36	523,367.11
Due from Bergen County Open Space Trust	C-4	280,435.54	214,708.00
Due from Green Acres Grant	C-4	750,000.00	
Deferred Charges to Future Taxation:			
Funded	C-5	11,569,841.94	1,946,081.93
Unfunded	C-6	24,477,036.36	31,761,068.08
TOTAL ASSETS		\$ 38,053,613.14	\$ 41,452,651.06
LIABILITIES, RESERVE AND FUND BALANCE			
Due to Current Fund	C-2A	\$ 1,096,669.22	\$ -
E.D.A. Loan/ Green Acres Loan Payable	C-7	128,750.00	67,500.00
Downtown Business Improv. Fund Loan Payable	C-8	320,000.00	360,000.00
General Serial Bonds Payable	C-9	10,719,000.00	1,044,000.00
Bond Anticipation Notes	C-10	11,317,358.00	22,378,350.00
Notes Payable- Current Fund	C-10A	1,060,979.32	1,060,979.32
Capital Lease Payable	C-11	402,091.94	474,581.93
Due to Other Trust Fund	C-15	919,350.89	3,094,550.61
Reserve for Improvements	C-1		25,000.67
Reserve for Preliminary Cost Studies	C-16	104,818.67	107,964.77
Improvement Authorizations:			
Funded	C-12	779,309.63	1,158,761.80
Unfunded	C-12	2,683,173.04	8,245,119.50
Encumbrance Payable	C-18	7,473,044.64	1,715,618.34
Capital Improvement Fund	C-13	572,377.09	726,717.09
Reserve for Payment of BANS	C-17	99,616.90	398,817.24
Fund Balance	C-1	377,073.80	594,689.79
TOTAL LIABILITIES, RESERVE AND FUND BALANCE		\$ 38,053,613.14	\$ 41,452,651.06

Bonds and notes authorized but not issued on December 31, 2013
amounted to \$ 12,098,699.04 (Exhibit C-14).

STATEMENT OF FUND BALANCE - REGULATORY BASIS

C-1

	Reference	
Balance December 31, 2012	C	\$ 594,689.79
Increased by:		
Bond Premium	C-2A	\$ 38,183.00
Canceled Reserve for Payment of BANS	C-17	299,200.34
Canceled Reserve for Improvements	C	25,000.67
		<u>362,384.01</u>
		957,073.80
Decreased by:		
Appropriated to 2013 Budget Revenue	C-2A	<u>580,000.00</u>
Balance December 31, 2013	C	<u>\$ 377,073.80</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
PUBLIC ASSISTANCE FUND

COMPARATIVE BALANCE SHEET - REGULATORY BASIS

D

		<u>At December 31:</u>	
	<u>Reference</u>	<u>2013</u>	<u>2012</u>
ASSETS			
Cash	D-1	\$ 1,248.50	\$ 11,323.79
TOTAL ASSETS		<u>\$ 1,248.50</u>	<u>\$ 11,323.79</u>
LIABILITIES, RESERVE AND FUND BALANCE			
Due to Other Trust Fund	B	\$ -	\$ 5,000.00
Reserve for Social Services	D-2	1,248.50	6,323.79
TOTAL LIABILITIES, RESERVE AND FUND BALANCE		<u>\$ 1,248.50</u>	<u>\$ 11,323.79</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
GENERAL FIXED ASSET

COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS- REGULATORY BASIS

E

	<u>At December 31,</u>	
	<u>2013</u>	<u>2012</u>
<u>GENERAL FIXED ASSETS:</u>		
Land	\$ 119,004,300.00	\$ 119,004,300.00
Buildings	25,987,300.00	15,717,300.00
Machinery, Equipment and Vehicles	<u>13,671,623.00</u>	<u>16,091,151.12</u>
TOTAL ASSETS	<u>\$ 158,663,223.00</u>	<u>\$ 150,812,751.12</u>
Investment in General Fixed Assets	<u>\$ 158,663,223.00</u>	<u>\$ 150,812,751.12</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

1. Summary of Significant Accounting Policies

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB Codification establishes seven fund types and two account groups to be used by governmental units when reporting financial position and results of operations in accordance with generally accepted accounting principles (GAAP).

The financial statements of the Township of Teaneck (the "Township") have been prepared in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through the following separate funds, which differ from the fund structure required by GAAP.

A. Reporting Entity

The Township operates under a Council-Manager form of government. The Township's major operations include public safety, road repair and maintenance, sanitation, fire protection, recreation and parks, health services, and general administrative services.

GASB has issued Statement No. 14, which requires the financial reporting entity to include both the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board and either a) the ability to impose will by the primary government or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

However, the municipalities in the State of New Jersey do not issue financial statements in accordance with GAAP, and thus, do not comply with all of the GASB pronouncements. 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 Township do not include the municipal library, which is considered a component unit under GAAP. Complete financial statements of the above component can be obtained by contacting the Treasurer of the respective entity.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

1. Summary of Significant Accounting Policies (Continued)

B. Fund Accounting

The accounting policies of the Township conform to the accounting principles applicable to municipalities, which have been prescribed by the Division. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. The accounts of the Township are organized on the basis of funds or account groups, each of which is considered to be a separate accounting entity. The operations of each fund or account group are summarized by providing a separate set of self-balancing accounts, which include its assets, liabilities, fund equity, revenues, and expenses or expenditures. The following funds and groups of accounts are used by the Township:

Current Fund - Resources and expenditures for governmental operations of a general nature.

Trust Fund - Receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created. The Division regulates the accounting for these funds.

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

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

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

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

Public Assistance/ Social Services Fund - Receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes. Effective April 1, 1998, the Township transferred administration of the general assistance program to the Bergen County Board of Social Services. The funds remaining in the public assistance fund are to be used to assist certain residents who do not qualify for the general assistance program.

Grant Fund - Receipt and disbursement of funds from Federal and State Grants.

General Fixed Assets - The General Fixed Assets Account Group is used to account for fixed assets used in governmental fund type operations for control purposes. All fixed assets are valued at historical cost or insurable cost if the actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date of donation. No depreciation is recorded on general fixed assets.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

1. **Summary of Significant Accounting Policies (Continued)**

C. Basis of Accounting

A modified accrual basis of accounting is followed by the Township. Under this method of accounting, revenues, except for State/Federal Aid, are recognized when received and expenditures are recorded when incurred. The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from generally accepted accounting principles (GAAP) applicable to local government units. The more significant differences are as follows:

Revenues - Revenues are recorded when received in cash except for certain amounts, which are due from other governmental units. Receipts from Federal and State grants are realized as revenue when anticipated in the municipal budget. Receivables for property taxes are recorded with offsetting reserves on the Financial Position of the municipality's Current Fund. Accordingly, such amounts are not recorded as revenue until collected. Other amounts, which are susceptible to accrual, that are due the municipality are recorded as receivables with offsetting reserves and are recorded as revenue when received.

Miscellaneous Revenues - Miscellaneous revenues are recognized on a cash basis. Receivables for the miscellaneous items that are susceptible to accrual are recorded with offsetting reserves on the financial position of the Township's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

Grant Revenues - Federal and State grants, entitlement or shared revenues received for purposes normally financed through the Current Fund, are recognized when anticipated in the Township's budget. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

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 Township and approved by Division per N.J.S.A. 40A:4 et seq. Transfers can be made during the last two months and the first three months of the following year. The budget may also be amended by emergency appropriation, which must be raised in the succeeding year's budget. Special items of revenue and corresponding expenditure may be added to the budget with special written consent from the Division (Chapter 159).

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

Trust Funds
General Capital Fund
Public Assistance Fund

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

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

1. **Summary of Significant Accounting Policies (Continued)**

C. Basis of Accounting (Continued)

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

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

Compensated Absences - Expenditures relating to obligations for unused vested accumulated vacation and sick pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes - Property acquired for taxes is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at market value on the date of acquisition.

Self-Insurance Contributions - Payments to self-insurance funds are charged to current budget appropriations. GAAP requires payments to be accounted for as an operating transfer and not as an expenditure.

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

Inventories - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various Financial Positions.

Cash and Investments - Cash includes amounts in demand deposits, as well as short-term investments, with a maturity date within one year of the date acquired by the government. Investments are stated at cost and are limited by N.J.S.A. 40A:5-15.1 to bonds or obligations of the Federal Government and bonds or other obligations of Federal or local units having a maturity date not more than twelve months from the date of purchase.

Deferred Charges to Future Taxation Funded and Unfunded- Upon the authorization of capital projects, the Township 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 nonfunding of the authorized cost of capital projects. Accordingly to N.J.S.A. 40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

1. **Summary of Significant Accounting Policies (Continued)**

C. Basis of Accounting (Continued)

Incurred But Not Reported (IBNR) Reserves - The Township has not created a reserve for any potential unreported losses which have taken place but for which the Township has not received notice or report of losses. Additionally, the Township has not recorded a liability for those claims, which have been filed but have not yet been paid. GAAP requires the establishment of reserves for such potential claims if material.

Tax Appeals and Other Contingent Losses - Losses arising from tax appeals and other contingent losses are recognized at the time a decision is rendered by an administrative or judicial body and not when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

General Fixed Assets – N.J.A.C. 5:30-5.6 codifies fixed asset accounting, the Technical Accounting Directive No. 86-2 (the “TAD”) took affect in 1986. This TAD required local units to create and maintain a fixed asset accounting system for their physical assets. The requirement has now been codified as N.J.A.C. 5:30-5.6. The codification updates the definition of a fixed asset to refer to the 1997 edition of the U.S. Office of Management and Budget Circular A-87, Cost Principals for State, Local and Indian Governments. The regulation continues the requirement of the local units to:

- i. Place a value of all fixed assets put into service
- ii. Have a subsidiary ledger of detailed records of fixed assets
- iii. Provide property management standards to control fixed assets
- iv. Provide a statement of fixed assets in the annual audit.

Fixed Assets purchased after December 31, 1989 are stated at cost.

Fixed Assets purchased prior to December 31, 1989 are stated as follows:

Land and Buildings	Assessed Valuations
Machinery and Equipment	Estimated Market Value

No depreciation has been provided for in the financial statements. Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation. GAAP requires that fixed assets be capitalized at historical cost or at estimated historical cost if actual historical cost is not available. Depreciation on utility fixed assets should also be recorded. Schedule E of the Financial Statement will disclosure the major classes of Fixed Assets as of December 31, 2013 and December 31, 2012, no depreciation has been provided for in the financial statements.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

1. Summary of Significant Accounting Policies (Continued)

C. Basis of Accounting (Continued)

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

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

D. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the financial statements to be in accordance with GAAP. The Township 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. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

2. Cash and Cash Equivalents

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Township's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A: 5-15.1(a) that are treated as cash equivalents. As of December 31, 2013 and 2012, \$0 of the Township's bank balance \$21,393,576.71 and \$22,736,048.14 were exposed to custodial credit risk

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

2. Cash and Cash Equivalents (Continued)

Investments

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

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

New Jersey Cash Management Fund – All investments in the Fund are governed by the regulations of the Investment Council, which prescribe specific standards designed to insure the quality of investments and to minimize the risks related to investments. In all the years of the Division of Investment's existence, the Division has never suffered a default of principal or interest on any short-term security held by it due to the bankruptcy of a securities issuer; nevertheless, the possibility always exists, and for this reason a reserve is being accumulated as additional protection for the "Other-than-State" participants. In addition to the Council regulations, the Division sets further standards for specific investments and monitors the credit of all eligible securities issuers on a regular basis.

As of December 31, 2013 and 2012, the Township had \$33,408.13 and \$33,389.36 on deposit with the New Jersey Cash Management Fund, which is accounted for in the following funds:

	12/31/13	12/31/12
Capital Fund	\$ 4,663.84	4,661.22
Other Trust Fund	28,744.29	28,728.14
	<u>\$ 33,408.13</u>	<u>\$ 33,389.36</u>

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

3. Fixed Assets

The following is a summary of changes in the general fixed asset group for the year 2013. The land and buildings category was adjusted to reflect the current assessed values of township owned property.

	Balance December 31, 2012	Additions/ Adjustments	Deletions/ Adjustments	Balance December 31, 2013
Land	\$ 119,004,300.00	\$ -	\$ -	\$ 119,004,300.00
Buildings	15,717,300.00		10,270,000.00	25,987,300.00
Machinery and Equipment	16,091,151.12		(2,419,528.12)	13,671,623.00
	<u>\$ 150,812,751.12</u>	<u>\$ -</u>	<u>\$ 7,850,471.88</u>	<u>\$ 158,663,223.00</u>

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

4. Leases

In 2008, the Township authorized the execution of an agreement with the Bergen County Improvement Authority for the leasing of certain capital equipment. The lease term is based on the useful bond life of each particular item. The lease payments consist of basic rent, which is compromised of principal and 3.48% interest. The following schedule presents the remaining lease payments at December 31, 2013.

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 75,012.64	\$ 13,992.80	\$ 89,005.44
2015	77,623.08	11,382.36	89,005.44
2016	80,324.36	8,681.08	89,005.44
2017	83,119.65	5,885.79	89,005.44
2018	86,012.21	2,993.23	89,005.44
	<u>\$ 402,091.94</u>	<u>\$ 42,935.26</u>	<u>\$ 445,027.20</u>

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

5. Long-Term Debt

	<u>Balance December 31, 2012</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance December 31, 2013</u>	<u>Amounts Due Within One Year</u>
Bonds Payable- General Obligation Debt	\$ 1,044,000.00	\$ 10,000,000.00	\$ (325,000.00)	\$ 10,719,000.00	\$ 850,000.00
Other Liabilities - New Jersey Economic Devel. Dept. Loans	67,500.00		(67,500.00)	-	
Capital Leases Payable	474,581.93		(72,489.99)	402,091.94	75,012.64
Downtown Business Improv. Loan	360,000.00		(40,000.00)	320,000.00	40,000.00
Compensated Absences Payable	4,590,581.90	573,488.50		5,164,070.40	16,666.35
Total	<u>\$ 6,536,663.83</u>	<u>\$ 10,573,488.50</u>	<u>\$ (504,989.99)</u>	<u>\$ 16,605,162.34</u>	<u>\$ 981,678.99</u>

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

5. Long-Term Debt (Continued)

Summary of Municipal Debt

	<u>2013</u>	<u>2012</u>	<u>2011</u>
Bonds and Notes Issued -			
General Capital	\$ 23,097,337.32	\$ 23,849,850.00	\$ 25,226,274.00
Loans	448,750.00		
Authorized but not Issued			
General:			
Bonds and Notes	12,098,699.04	9,382,718.08	10,265,911.36
Assessment:			
Bonds and Notes	<u> </u>	<u> </u>	<u>55,802.83</u>
Total	35,644,786.36	33,232,568.08	35,547,988.19
Deductions on Annual			
Debt Statement:			
Refunding Bond	6,538,000.00	5,450,000.00	5,950,000.00
Net Debt	<u><u>\$ 29,106,786.36</u></u>	<u><u>\$ 27,782,568.08</u></u>	<u><u>\$ 29,597,988.19</u></u>

Summary of Statutory Condition – Annual Debt Statement

The summarized statement of debt condition, which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of .527 %

Net Debt \$ 29,106,786.36 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2
as amended \$ 5,508,992,642 = .527 %

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 192,814,742.47
Net Debt	<u>29,106,786.36</u>
Remaining Borrowing Power	<u>\$ 163,707,956.11</u>

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

5. Long-Term Debt (Continued)

The Township's long-term debt consisted of permanent financing at December 31, 2013:

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

	<u>General</u>	
<u>Year End</u>	<u>Principal</u>	<u>Interest</u>
2014	\$ 850,000.00	\$ 269,076.75
2015	869,000.00	243,210.25
2016	500,000.00	225,000.00
2017	500,000.00	215,000.00
2018	500,000.00	205,000.00
2019-2032	7,500,000.00	1,580,000.00
Total	<u>\$ 10,719,000.00</u>	<u>\$ 2,737,287.00</u>

Schedule of Annual Debt Service for Principal and Interest for
Loans Issued and Outstanding - New Jersey Downtown Business Improvement Fund Loan

	<u>General</u>	
<u>Year End</u>	<u>Principal</u>	<u>Interest</u>
2014	40,000.00	-
2015	40,000.00	-
2016	40,000.00	-
2017	40,000.00	-
2018	40,000.00	-
2019-2021	120,000.00	-
Total	<u>\$ 320,000.00</u>	<u>\$ -</u>

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

6. Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. Generally, such notes must be paid no later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid or retired. A second and third legal installment must be paid if the notes are to be renewed beyond the fourth and fifth anniversary date of the original issuance.

On December 31, 2013, the Township had \$12,378,337.32 in outstanding bond anticipation notes at an interest rate of .750% as detailed on Exhibit C-10. These notes matured on April 25, 2014. The Township also had outstanding at December 31, 2013 a non-interest bearing Note Payable from the Current Fund to the Capital Fund in the amount of \$1,060,979.32, maturing November 26, 2013 as detailed on Exhibit C-10A..

	<u>Balance</u> <u>December 31,</u> <u>2012</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>December 31,</u> <u>2013</u>
Notes Payable:				
Cede & Co.	\$ 22,378,350.00	\$ 11,778,024.00	\$(22,839,016.00)	\$11,317,358.00
TD Securities LLC				-
				-
Current Fund	1,060,979.32		-	1,060,979.32
	<u>\$ 23,439,329.32</u>	<u>\$ 11,778,024.00</u>	<u>\$(22,839,016.00)</u>	<u>\$12,378,337.32</u>

7. Interfund Receivables and Payables

Interfund receivables and payables at December 31, 2013 were as follows:

	<u>Receivables</u>	<u>Payables</u>
Current Fund	\$ 1,096,669.22	\$ 6,506,075.32
Grant Fund	158,216.62	
Capital Fund	353,828.21	2,016,020.11
Trust Funds - Other	6,914,766.93	
Animal License Fund	6,645.20	
Special Assessment Fund	<u>345,797.46</u>	<u>353,828.21</u>
Total Interfund Receivables/Payables	<u>\$ 8,875,923.64</u>	<u>\$ 8,875,923.64</u>

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

8. Contingencies

Litigation

As of June 6, 2014, the Township Attorney has reported in accordance with Financial Accounting Standards No. 5 that the Township is party to various legal proceedings, which normally occur in governmental operations. There are a multiplicity of claims against the Township (as distinguished from suits), most relating to raised sidewalks, trees falling on persons or property, potholes, and other similar claims, which may never be litigated and under which the Township claim statutory immunity under the New Jersey Tort Claims Act, NJSA 59:1-1 et. seq. In addition, the Township is defendant in various tax appeal proceedings. These appeals, if successful, would be funded by either budget appropriation or the authorization of tax appeal refunding bonds. The appeals as they relate to what is commonly referred to as the "Glenpointe Hotel Complex", represents tax court judgments of significant exposure. The matter is defended by Genova Burns Giantomasi Webster LLC and management anticipates a significant tax reduction. Also, there are various employment issues involving grievances and work related matters which per civil service rules involve hearings and arbitrations.

In addition, there are numerous cases outstanding at December 31, 2013 that the Township Attorney has reported are material. No evaluation of the outcome or range of potential loss can be made at this time. However, if decided against the Township, then these cases will be covered by insurance, or funded through future taxation. As a result of the modified accrual basis of accounting, the financial statements do not include accrual or provisions for loss contingencies that may result from these proceedings. The Township's management has concluded that accrual or provision would not be material to the financial statements.

Claims and Judgments

The Township participated in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Township may be required to reimburse the grantor government. As of December 31, 2013, significant amounts of grant expenditure have not been audited by the various grantor agencies but the Township believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the Township.

Compensated Absences

The Township has permitted employees to accrue unused sick pay which is based on the various employee contracts. The current cost of such vested unpaid compensation has been estimated at \$ 45,164,070.40. This amount which is material to the financial statements is not reported either as an expenditure or liability. The Township has established a dedicated trust account for the payment of accumulated benefits. The balance at December 31, 2013 is \$22,762.95. In addition it is expected that the cost of such unpaid compensation would be included in the Township's operating budget in the year it is used if there are insufficient funds in the trust account.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

9. Risk Management

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets, errors and omissions, injuries to employees and natural disasters. During years of 2013 and 2012, the Township did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

Self-funded Worker's Compensation Insurance and Employer's Liability

The Township is self-insured for workman's compensation and general liability insurance except for automobile and catastrophic fire. D&H Alternative Risk Solutions administers the general liability, automobile, catastrophic liability and the self-insured workers' compensation fund. The self insured retention amount for the general liability fund is \$1,000,000 per claim. There is an excess liability insurance policy of \$5,000,000 for the excess liability. There has been no provision included in the financial statements for claims incurred but not reported as of December 31, 2013 and 2012.

10. Fund Balance Appropriated

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

	2013	2012
Current Fund	\$ 4,450,000.00	\$ 4,450,000.00

11. Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2013, the following deferred charges are shown on the balance sheets of the various funds of the Township.

	Balance Dec. 31, 2012	Increased 2013	2013 Budget Appropriation
Current Fund:			
Speical Emergency Authorizations -			
Severence Liabilities	\$ 460,999.40	\$ -	\$ 153,667.00
Revaluation		712,470.00	-

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

12. Local District School, Regional High School and County Taxes

Regulations provide for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district. Local District School Tax has been raised on a calendar year basis and there is no deferred liability at December 31.

13. Taxes Collected in Advance

Taxes collected in advance and the amounts set forth as cash liabilities in the financial statements as follows:

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2012</u>
Prepaid Taxes	<u>\$ 602,145.03</u>	<u>\$ 508,601.44</u>

14. Retirement Plans

Description of Plans

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

Public Employees' Retirement System (PERS)

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

Police and Firemen's Retirement System (PFRS)

The Police and Firemen's Retirement System was established in July 1944 under the provisions of N.J.S.A. 43:16A to provide retirement, death and disability benefits to its members. Membership is mandatory for all full time county and municipal police and firemen, and state firemen or officer employees with police powers appointed after June 30, 1944.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

14. Retirement Plans (Continued):

Funding Policy

The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employees. Plan member and employer contributions may be amended by State of New Jersey legislation. Under the provisions of Chapter 78, P.L. 2013, PERS employee pension contribution rates increased from 5.5% to 6.5% of salary, effective October 1, 2012. An additional increase to be phased over the next 7 years will bring the total pension contribution rate to 7.5% of salary. PFRS employee pension contribution rates increased from 8.5% to 10% of salary, effective October 1, 2012. Employers are required to contribute at an actuarially determined rate in PERS and PFRS. The Township's contributions to PERS and PFRS were as follows:

Year Ended December 31,	PERS Amount	PFRS Amount
2013	\$ 1,007,061.00	\$ 4,357,733.00
2012	989,772.00	4,399,305.46
2011	1,042,090.00	5,447,978.18
2010	813,038.97	4,688,541.73

Defined Contribution Retirement Program

The Defined Contributions Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$1,500 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial. If the eligible elected or appointed official will earn less than \$5,000 annually, the official may choose to waive participation on the DCRP for the office or position. The waiver is irrevocable. This retirement program is a new pension system where the value of the pension is based on the amount of the contribution made by the employee, employer and through investment earnings. It is similar to a Deferred Compensation Program where the employee has a portion of tax deferred salary placed into an account that the employee manages through investment option provided by the employer. The law requires that three classes of employees enroll in the DCRP detailed as follows: All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may remain in the PERS. A Governor appointee by an elected governing body which include the statutory untenured Chief Administrative Officer such as the Business Administrator, County Administrator, or Municipal or County Manager, Department Heads, Legal Counsel, Municipal or County Engineer, Municipal Prosecutor and the Municipal Court Judge. Notwithstanding the foregoing requirements, other employees who hold a professional license or certificate or meet other exceptions are permitted to join or remain in PERS.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

14. Retirement Plans (Continued)

Deferred Compensation Plan

The Township maintains a Deferred Compensation Plan (the "Plan") in accordance with Internal Revenues Code Section 457. The plan was not audited or reviewed by our firm.

Any employee of the Township is eligible to participate in the Plan. Participation in the Plan is entirely voluntary on the part of each employee. The Township does not and is not required to make contributions to the Plan. ICMARC is the Administrator of the Plan.

15. Post Employment Benefits

In addition to the pension benefits described in Note 11, the Township provides post employment health care benefits in accordance with the provisions of Ch. 88, P.L. 1974 as amended by Chapter 436, P.L. 1981, at its cost.

Plan Description

The Township contributes to the State Health Benefits Program (SHBP) a cost sharing, multi-employer defined benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. The SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq. to provide health benefits to State employees, retirees, and their dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at <http://www.state.nj.us/treasury/pensions/gasb-43-sept2008.pdf>.

Plan Coverage

Coverage applies to certain full –time, qualifying department heads as follows:

1. Retire with at least twenty-five years of full-time service to the Township; and
2. The retired employee and their eligible spouse will be covered until they are respectively eligible for Medicare or eligible to receive paid medical benefits from another source, whichever comes first. Coverage shall cease for the spouse, at the expense of the Township, upon the death of the eligible employee.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

15. Post Employment Benefits (Continued)

Funding Policy

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

Contributions to pay for the health premiums of participating employees in the SHBP are billed to the Township on a monthly basis. The rates charges by the system for the year ended December 31, 2013 were as follows:

The Township contributes to SHBP for post-retirement benefits for the years ended December 31, 2013 and 2012 were \$86,645.04 and \$102,104.76, respectively, which equaled the required contribution for each year. There were approximately 2 retired participants eligible at December 31, 2013 and 2012, respectively.

16. Property Tax Calendar

The Township property taxes are due the first of February, May, August, and November. The levy is determined upon certification of tax rate by the county. Liens are sold at a tax sale in the subsequent year. The tax sale was held on November 18, 2013 for 2012 taxes.

17. Municipal Court

The Municipal Court department files a regulatory report with the county administrative office of the court. The 2013 report has been filed on June 6, 2014.

18. Comparative Schedule of Fund Balances

	<u>Year</u>	Balance <u>December 31</u>	Utilized in Budget of Succeeding <u>Year</u>
Current Fund	2013	\$ 4,319,144	*
	2012	5,165,316	4,450,000
	2011	5,629,612	4,450,000
	2010	7,051,532	4,450,000
	2009	6,371,159	4,150,000

* 2014 Budget not adopted

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

19. Comparative Schedule of Tax Rate Information

	2013	2012	2011	2010
Tax Rate	<u>\$2.486</u>	<u>\$2.397</u>	<u>\$2.363</u>	<u>\$2.328</u>

Apportionment of Tax Rate

Municipal	0.902	0.855	0.848	0.824
Municipal Open Space	0.010	0.010	0.010	0.010
County	0.206	0.207	0.196	0.194
County Open Space	0.003	0.003	0.003	0.003
Local School	1.365	1.322	1.306	1.297

Net Valuation Taxable as listed in the Bergen County Board of Taxation Levy Duplicate

2013	<u>\$ 5,914,941,802</u>
2012	<u>\$ 6,016,932,785</u>
2011	<u>\$6,066,673,026</u>
2010	<u>\$6,092,893,157</u>

20. Comparison of Tax Levies and Collection Currently

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

Year	Tax Levy	Cash Collection	Percentage of Collection
2013	\$ 147,422,218.34	\$ 143,144,669.03	97.10%
2012	144,713,011.43	142,114,347.01	98.20%
2011	143,730,387.60	140,216,492.59	97.56%
2010	142,355,042.31	139,650,760.11	98.10%
2009	139,401,520.52	136,507,230.17	97.92%

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012
(Continued)

21. Delinquent Taxes and Tax Title Liens

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

<u>December Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total</u>	<u>Percentage of Tax Levy</u>
2013	\$ 2,444.50	\$ 2,588,729.44	\$ 2,591,173.94	1.76%
2012	2,444.50	2,598,960.07	2,601,404.57	1.80%
2011	1,593.56	2,341,714.51	2,343,308.07	1.63%
2010	-	2,089,402.46	2,089,402.46	1.47%

22. Property Acquired by Tax Title Lien Liquidation

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

<u>Year</u>	<u>Amount</u>
2013	\$ 263,167.00
2012	263,167.00
2011	263,167.00
2010	263,167.00

23. Subsequent Events

On July 01, 2014 the Township is expected to issue bonds in the amount of \$7,200,000 for various capital ordinances. The proceeds of the bonds will be used for a current refunding of \$7,200,000 of the Township's 11,317,358 outstanding bond anticipation notes.

The 2014 Municipal Budget has not been adopted.

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
ECONOMIC AND DEMOGRAPHIC INFORMATION

A. Employment and Unemployment Comparisons

For the years 2013 through 2009, the New Jersey Department of Labor reported the following annual average employment information for the Township of Teaneck and the County of Bergen:

Township of Teaneck

<u>Year</u>	<u>Total Labor Force</u>	<u>Employment</u>	<u>Unemployment</u>	<u>Unemployment Rate</u>
2013	20,516	19,180	1336	6.5
2012	21,200	19,600	1600	7.4
2011	20,650	19,212	1438	7.0
2010	20,561	19,005	1556	7.6
2009	20,485	18,941	1544	7.5

B. Employment and Unemployment Comparisons

County of Bergen

<u>Year</u>	<u>Total Labor Force</u>	<u>Employed Labor Force</u>	<u>Total Unemployed</u>	<u>Unemployment Rate</u>
2013	477,410	443,734	33,676	7.1
2012	488,500	451,000	37,500	7.7
2011	479,131	441,277	37,854	7.9
2010	476,243	436,522	39,721	8.3
2009	480,494	442,452	38,042	7.9

Source: New Jersey Department of Labor and Workforce Development
Labor Planning and Analysis
Local Area Unemployment Statistics

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
ECONOMIC AND DEMOGRAPHIC INFORMATION

C. Per Capita Income

County of Bergen

<u>Year</u>	<u>Income</u>
2012	\$69,919
2011	66,096
2010	65,486
2009	63,198

Source: US Department of Commerce, Bureau of Economic Analysis, Regional Economic Accounts, Local Area Personal Income

D. Population estimates as of July 01,

	<u>Population</u>
2013	40,329
2012	40,169
2011	40,030
2010	39,827

Source: State of NJ Department of Labor and Workforce Development, Division of Labor Planning and Analysis

TOWNSHIP OF TEANECK
NOTES TO FINANCIAL STATEMENTS
ECONOMIC AND DEMOGRAPHIC INFORMATION

E. Assessed Valuations

Land and Improvements by Class

<u>Year</u>	<u>Vacant Land</u>	<u>Residential</u>	<u>Industrial</u>	<u>Apartment</u>	<u>Utilities</u>	<u>Total</u>
2013	\$ 24,818,100	\$ 5,069,898,600	\$ 594,955,500	\$ 219,962,200	\$ 5,307,402	\$ 5,914,941,802
2012	23,156,300	5,202,928,400	599,205,600	186,093,300	5,549,185	\$ 6,016,932,785
2011	25,463,300	5,243,263,500	608,092,200	184,038,300	5,815,726	6,066,673,026
2010	28,599,600	5,250,478,800	614,853,100	191,725,400	7,236,257	6,092,893,157
2009	32,595,400	5,238,910,900	632,269,600	192,381,500	5,181,164	6,101,338,564
2008 *	29,911,100	5,239,172,100	621,159,100	198,441,100	5,118,294	6,093,801,694
Note: Revaluation						

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF CASH - COLLECTOR - TREASURER

A-4

	<u>Reference</u>		
Balance December 31, 2012	A		\$ 22,355,891.20
Increased by:			
Interest and Costs on Taxes	A-2	\$ 541,360.97	
Reserve for CLSID Downtown Loan Payment	A-2	40,000.00	
Miscellaneous Revenue Not Anticipated	A-2	1,331,148.69	
Appropriation Contrs	A-3	563,487.28	
Taxes Receivable	A-9	144,328,935.08	
Revenue Accounts Receivable	A-11	8,122,674.88	
Interfunds	A-12	28,024,749.44	
Sales Contracts Receivable	A-13	5,000.00	
Prepaid Licenses and Permits	A-21	200.00	
Prepaid Taxes	A-20	602,145.03	
Due From State - Senior Citizens and Veterans Deductions	A-8	205,080.82	
Various Cash Liabilities and Reserves	A-26	2,455,588.32	
		<hr/>	186,220,370.51
			<hr/> 208,576,261.71
Decreased by:			
Current Year Budget Appropriations	A-3	58,954,322.98	
Change Fund Increase	A-7	50.00	
Interfunds	A-12	35,076,053.36	
Emergency Note Payable	A-16	153,667.00	
Appropriation Reserves	A-18	2,172,293.58	
Local District School Taxes	A-22	80,716,841.14	
County Taxes Payable	A-23	12,330,164.33	
Special District Taxes Payable	A-24	179,941.34	
Various Cash Liabilities and Reserves	A-26	764,260.09	
		<hr/>	190,347,593.82
Balance December 31, 2013	A		<hr/> \$ 18,228,667.89

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF CASH - GRANT FUND

A-5

	<u>Reference</u>		
Balance December 31, 2012	A		\$ -
Increased by Receipts:			
Unappropriated Grants Received	A-29	\$ 74,328.39	
Grants Receivable	A-17	132,518.76	
Interfund Current Fund (Net of Increases & Decreases)	A-12	13,121.68	
Matching Funds for Grants	A-27	<u>3,819.00</u>	
			<u>223,787.83</u>
			<u>223,787.83</u>
Decreased by Disbursements:			
Appropriated Reserve for Grants	A-27	211,483.60	
Encumbrances Payable Paid	A-28	<u>12,304.23</u>	
			<u>223,787.83</u>
Balance December 31, 2013	A		<u><u>\$ -</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF PETTY CASH

A-6

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 1,800.00
		<u>1,800.00</u>
Balance December 31, 2013	A	\$ 1,800.00
		<u>1,800.00</u>
<u>Analysis of Balance:</u>		
Treasurer		\$ 700.00
Police		500.00
Library		600.00
		<u>\$ 1,800.00</u>

SCHEDULE OF CASH - CHANGE FUND

A-7

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 750.00
		<u>750.00</u>
Increased by:		
Increase in Change Fund	A-1,4	50.00
		<u>50.00</u>
Balance December 31, 2013	A	\$ 800.00
		<u>800.00</u>
<u>Analysis of Balance:</u>		
Tax Collector		\$ 350.00
Municipal Court		200.00
Registrar		50.00
Library		100.00
Construction Code Department		100.00
		<u>\$ 800.00</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

**SCHEDULE OF AMOUNT DUE FROM STATE OF NEW JERSEY
FOR SENIOR CITIZENS' AND VETERANS' DEDUCTIONS - CH73 P.L. 1976**

A-8

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 3,249.31
Increased by:		
Senior Citizens' Deductions Per Tax Billing		\$ 36,000.00
Veterans' Deductions Per Tax Billing		185,750.00
Senior Citizens' and Veterans' Allowed		<u>4,250.00</u>
		226,000.00
Less:		
Senior Citizens' and Veterans' Disallowed		1,190.41
Senior Citizens' and Veterans' Disallowed- 2012 Taxes	A-1	<u>18,919.18</u>
		<u>20,109.59</u>
		209,139.72
Decreased by:		
State Share of Senior Citizens and Veteran		
Deductions Received in Cash	A-4	<u>205,080.82</u>
		<u>205,080.82</u>
Balance December 31, 2013	A	<u><u>\$ 4,058.90</u></u>
Calculation of Amount Realized		
Senior Citizens		\$ 36,000.00
Veterans		185,750.00
Senior Citizens & Veterans Deductions Allowed		<u>4,250.00</u>
		226,000.00
Less: Current Year/Seniors & Veterans Disallowed		<u>1,190.41</u>
Realized as Tax Revenue	A-9	<u><u>\$ 224,809.59</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

A-9

	Balance Dec. 31, 2012	2013 Levy	Collections		Transfer to Lien	Added (Canceled/ Judgments.)	Balance Dec. 31, 2013
			2012	2013			
PY Taxes	\$ 2,598,960.07	\$ -	\$ -	\$ 2,428,413.06	\$ -	\$ (95,426.47)	\$ 75,120.54
2013 Taxes		147,422,218.34	508,601.44	142,636,067.59		(1,763,940.41)	2,513,608.90
	<u>\$ 2,598,960.07</u>	<u>\$ 147,422,218.34</u>	<u>\$ 508,601.44</u>	<u>\$ 145,064,480.65</u>	<u>\$ -</u>	<u>\$ (1,859,366.88)</u>	<u>\$ 2,588,729.44</u>
Reference	A	Below	A-20	Below	A-10A		A
					<u>Reference</u>		
Cash Receipts				\$ 144,328,935.08	A-4		
Applied from Tax Appeal Reserve				510,735.98	A-26		
State of NJ - Realized							
Seniors and Veterans Deductions				224,809.59	A-8		
				<u>\$145,064,480.65</u>	Above		

Analysis of 2013 Property Tax Levy

Reference

Tax Levy:		
General Property Tax		\$ 146,913,511.26
Public Utility Tax		131,942.01
Special District Taxes		179,941.39
Added Tax (R.S. 54:4-63.1 et seq.)		138,861.53
6% Penalty		57,962.15
Tax Levy	Above	<u>\$ 147,422,218.34</u>
Local District School Tax	A-22	\$ 80,716,841.14
County Taxes	A-23	12,159,764.87
County Open Space Taxes	A-23	136,415.20
Added County Taxes	A-23	11,743.70
Special District Taxes	A-24	179,941.39
Municipal Open Space Taxes	A-25, B-15	592,055.85
	A-2	93,796,762.15
Local Tax for Municipal Purposes	A-2	53,625,456.19
Additional Taxes	Above	<u>\$ 147,422,218.34</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES (AT ASSESSED VALUATION)

A-10

	<u>Reference</u>	
Balance December 31, 2012	A	<u>\$ 263,167.00</u>
Balance December 31, 2013	A	<u><u>\$ 263,167.00</u></u>

SCHEDULE OF TAX TITLE LIEN RECEIVABLE

A-10A

	<u>Reference</u>	
Balance December 31, 2012	A	<u>\$ 2,444.50</u>
Increased by:		
Transfer from Taxes Receivable	A-9	<u>-</u>
Balance December 31, 2013	A	<u><u>\$ 2,444.50</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

A-11

Revenue Accounts Receivable:	Balance December 31, 2012	Accrued in 2013	Collected in 2013	Balance December 31, 2013
Township Clerk:				
Licenses:				
Alcoholic Beverages	\$ -	\$ 70,564.00	\$ 70,564.00	\$ -
Other	-	8,175.00	8,175.00	-
Fees and Permits - Other	-	42,526.17	42,526.17	-
Miscellaneous	-	12,514.90	12,514.90	-
Health Department	-			-
Licenses	-	114,791.00	114,791.00	-
Fees and Permits - Other	-			-
Miscellaneous	-	1,194.00	1,194.00	-
Registrar Department	-			-
Fees and Permits-Other	-	106,998.10	106,998.10	-
Miscellaneous	-	353.20	353.20	-
Department of Public Works	-			-
Fees and Permits	-	39,363.25	39,363.25	-
Miscellaneous	-	10,600.35	10,600.35	-
Fire Department	-			-
Fees and Permits	-	43,977.77	43,977.77	-
Miscellaneous	-	3,335.63	3,335.63	-
Planning Board/Board of Adjustments	-			-
Fees and Permits	-	161,603.61	161,603.61	-
Miscellaneous	-	42.00	42.00	-
Police Department	-			-
Fees and Permits	-	47,338.70	47,338.70	-
Miscellaneous	-	12.55	12.55	-
Recreation Department	-			-
Fees and Permits	-	718,602.94	718,602.94	-
Miscellaneous	-	42,584.00	42,584.00	-
Assessor	-			-
Miscellaneous	-			-
Library	-			-
Fines and Costs	-	20,606.60	20,606.60	-
Miscellaneous	-	25.00	25.00	-
Municipal Court	-			-
Fines and Costs	47,865.25	780,681.56	783,601.53	44,945.28
Uniform Construction Code	-			-
Fees and Permits	-	1,125,575.60	1,125,575.60	-
Miscellaneous	-	13,989.60	13,989.60	-
Interest on Investments and Deposits	-	748.89	748.89	-
Rent of Township Property	-	134,968.40	134,968.40	-
Sewer Use Charges	-	633,699.34	633,699.34	-
Energy Receipts Tax	-	3,146,344.01	3,146,344.01	-
Consolidated Municipal Property Tax Relief Aid	-	232,952.00	232,952.00	-
Hotel Occupancy Fee (P.L. 2003, c. 114)	-	462,003.36	462,003.36	-
Teaneck Senior Housing Association	-			-
Lease Agreement	-	143,586.00	143,586.00	-
	<u>\$ 47,865.25</u>	<u>\$ 8,119,757.53</u>	<u>\$ 8,122,677.50</u>	<u>\$ 44,945.28</u>
Reference	A		Below	A
Budget Revenues				
Cash Receipts	A-4		\$ 8,122,674.88	
Interest Due from Other Funds	A-2,12		2.62	
	Above		<u>\$ 8,122,677.50</u>	

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF INTERFUNDS

A-12

Fund	Reference	Due From / (To) Balance			Due From / (To) Balance	
		Dec. 31, 2012	Increases	Decreases	Dec. 31, 2013	
Federal and State Grants		\$ (171,338.30)	\$ 223,787.83	\$ 210,666.15	\$ (158,216.62)	
Animal License Trust		(29,088.40)	44,727.20	23,022.00	(7,383.20)	
Trust Assessment		(340,971.72)		4,825.74	(345,797.46)	
Other Trust Funds-Other		(5,100,630.04)	5,329,725.19	6,224,511.19	(5,995,416.04)	
General Capital		(6,183,111.51)	30,260,879.94	22,981,099.21	1,096,669.22	
<hr/>						
Due from Current Fund	A	<u>\$ (11,825,139.97)</u>	<u>\$ 35,859,120.16</u>	<u>\$ 29,444,124.29</u>	<u>\$ (5,410,144.10)</u>	
<hr/>						
Analysis						
Cash Receipts	A-4		\$ -	\$ 28,024,749.44		
Disbursements	A-4		35,076,053.36			
Budget Appropriation- Tax Refunding (Capital Fund)	A-3			744,000.00		
Budget Appropriation- Due to Capital- CIF	A-3			79,500.00		
Administrative Fees- Off Duty Police- Trust Fund	A-2		203,064.18			
Municipal Open Space Due to Trust Fund	A-25			592,055.85		
Budget Appropriations - Due to Trust	A-3			0.00		
Budget Appropriations - Due to Grant- Matching Fund	A-3			3,819.00		
Realize Interest- Budget Revenue	A-2,11		2.62			
Realize Capital Surplus - Budget Revenue	A-2		580,000.00			
<hr/>						
			<u>\$ 35,859,120.16</u>	<u>\$ 29,444,124.29</u>		

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TENEACK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF SALES CONTRACTS RECEIVABLE

A-13

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 10,000.00
Decreased by:		
Cash Receipts	A-1,4	<u>5,000.00</u>
Balance December 31, 2013	A	<u><u>\$ 5,000.00</u></u>

SCHEDULE OF OTHER ACCOUNTS RECEIVABLE

A-14

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 21,150.74
Decreased by:		
Canceled		<u>21,150.74</u>
Balance December 31, 2013	A	<u><u>\$ -</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF DEFERRED CHARGES N.J.S.A. 40A:4-55 - SPECIAL EMERGENCY

A-15

<u>Purpose / Date Authorized</u>	<u>Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Balance Dec. 31, 2012</u>	<u>Increased in 2013</u>	<u>Reduced in 2013</u>	<u>Balance Dec. 31, 2013</u>
Severance Liabilities	\$ 768,333.00	\$ 153,666.60	\$ 614,666.40	\$ -	\$ 153,667.00	\$ 460,999.40
Revaluation	712,470.00	142,494.00		712,470.00		712,470.00
	<u>\$ 1,480,803.00</u>	<u>\$ 296,160.60</u>	<u>\$ 614,666.40</u>	<u>\$ 712,470.00</u>	<u>\$ 153,667.00</u>	<u>\$ 1,173,469.40</u>
			A	A-3	A-3	A

SCHEDULE OF SPECIAL EMERGENCY NOTE PAYABLE

A-16

	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2012</u>	<u>Increased in 2013</u>	<u>Reduced in 2013</u>	<u>Balance Dec. 31, 2013</u>
Emergency Note- Severance Liabilities	04/25/14	.750%	\$ 614,333.00	\$ -	\$ 153,667.00	\$ 460,666.00
			<u>\$ 614,333.00</u>	<u>\$ -</u>	<u>\$ 153,667.00</u>	<u>\$ 460,666.00</u>
			A		A-4	A

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF GRANTS RECEIVABLE - FEDERAL AND STATE GRANT FUND

A-17

<u>Grant</u>	Balance Dec. 31, <u>2012</u>	Budget <u>Revenue</u>	<u>Received</u>	Transfer From <u>Unappropriated</u>	Balance Dec. 31, <u>2013</u>
2011 Grants:					
Green Communities Grant	\$ 300.52	\$ -	\$ -	\$ -	\$ 300.52
Teaneck Against Substance Abuse (TMAASA)	5,378.03		5,378.03		0.00
NJLM Education Foundation	4,500.00				4,500.00
2012 Grants:					
Teaneck Against Substance Abuse (TMAASA)	15,759.00		8,550.20		7,208.80
COPS in Shop	131.64		131.64		0.00
FEMA Firefighters Grant	74,151.00		30,406.00		43,745.00
FEMA Firefighters Grant	8,906.00				8,906.00
Clean Communities Grant	1,047.41		1,047.41		0.00
Sustainable Land Use Planning	5,250.00				5,250.00
Drunk Driving Enforcement Fund	-				0.00
FFY10 Office of Emergency Management	5,000.00		5,000.00		0.00
2013 Grants:					
Teaneck Against Substance Abuse (TMAASA)		15,279.00			15,279.00
Pedestrian Safety Grant		15,000.00	14,975.00		25.00
Clean Communities Grant		52,720.58	52,720.58		0.00
Drunk Driving Enforcement Fund		5,309.90	5,309.90		0.00
Federal Highway Safety Grant		14,000.00			14,000.00
Emergency Management Grant		5,000.00	5,000.00		0.00
NJ Clean Energy Program		14,997.00			14,997.00
Click-it or Ticket Grant	-	4,000.00	4,000.00		-
	<u>\$ 120,423.60</u>	<u>\$ 126,306.48</u>	<u>\$ 132,518.76</u>	<u>\$ -</u>	<u>\$ 114,211.32</u>
Reference	A	A-2, A-27	A-5	A-29	A

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF APPROPRIATION RESERVES

A-18

	Balance Dec. 31, 2012	Transfers	Encumbrances	Modified by Transfers	Paid or Charged	Lapsed	Overexpenditures
SALARIES AND WAGES WITHIN "CAPS":							
Township Manager	\$ 41,954.25	\$ -	\$ -	\$ 41,954.25	\$ 6,704.75	\$ 35,249.50	\$ -
Township Council	981.12			981.12	-	981.12	
Township Clerk	2,842.54			2,842.54	1,487.64	1,354.90	
Human Resources	1,087.17			1,087.17	-	1,087.17	
Finance Office	5,039.18			5,039.18	-	5,039.18	
Purchasing	1,511.60			1,511.60	779.19	732.41	
Tax Collection Office	17,145.24			17,145.24	717.00	16,428.24	
Assessment of Taxes	867.05			867.05	-	867.05	
Legal Services and Costs	1,512.08			1,512.08	-	1,512.08	
Municipal Court	58,510.27			58,510.27	5,248.35	53,261.92	
Police	66,947.06			66,947.06	173.11	66,773.95	
School Guards	4,675.83			4,675.83	-	4,675.83	
Fire	49,300.24			49,300.24	39,591.00	9,709.24	
Department of Public Works	246,260.05			246,260.05	-	246,260.05	
Buildings and Grounds	4,022.50			4,022.50	-	4,022.50	
Maintenance Garage	39,358.52	(18,000.00)		21,358.52	-	21,358.52	
Health Department	66,066.08	(4,000.00)		62,066.08	6,939.04	55,127.04	
Recreation Department	21,683.33			21,683.33	9,192.47	12,490.86	
Construction Official	16,214.69			16,214.69	12,195.15	4,019.54	
TOTAL SALARIES AND WAGES WITHIN "CAPS"	645,978.80	(22,000.00)	-	623,978.80	83,027.70	540,951.10	-
OTHER EXPENSES WITHIN "CAPS":							
Township Manager	14,677.76		8,244.32	22,922.08	8,090.69	14,831.39	
Township Council	2,867.41			2,867.41	548.00	2,319.41	
Township Clerk	68,576.39		19,490.42	88,066.81	52,379.37	35,687.44	
Human Resources	28,740.50		7,100.98	35,841.48	6,676.43	29,165.05	
Finance Office	70.21		12,600.00	12,670.21	12,363.93	306.28	
Annual Audit	276.25		46,375.00	46,651.25	41,875.00	4,776.25	
Purchasing	351.94		1,752.04	2,103.98	1,727.31	376.67	
Management Information Systems	14,076.55		25,174.80	39,251.35	31,020.19	8,231.16	
Tax Collection Office	694.70		957.15	1,651.85	1,055.15	596.70	
Assessment of Taxes	9,048.84	20,000.00		29,048.84	23,890.00	5,158.84	
Legal Services and Costs	260,686.17			260,686.17	75,510.06	185,176.11	
Municipal Court	23,113.34		1,449.91	24,563.25	5,741.13	18,822.12	
Group Insurance For Employees	369,978.83		425,965.55	795,944.38	426,243.05	369,701.33	
Police	31,970.35		30,614.95	62,585.30	57,644.39	4,940.91	
School Guards	-			-	-	-	
Purchase of Police Cars	5,565.16			5,565.16	-	5,565.16	
Emergency Management	14,505.95		1,343.28	15,849.23	4,045.28	11,803.95	
Fire	50,798.23		29,448.04	80,246.27	70,558.39	9,687.88	
Department of Public Works	762,134.95		264,541.24	1,026,676.19	730,617.59	296,058.60	
Buildings & Grounds	12,561.69		5,452.98	18,014.67	11,702.01	6,312.66	
Maintenance Garage	28,103.11	18,000.00	38,281.11	84,384.22	68,818.95	15,565.27	
Health Department	38,281.53	4,000.00	14,687.48	56,969.01	53,218.98	3,750.03	
Recreation Department	16,677.95		30,986.01	47,663.96	35,986.96	11,677.00	
Construction Official	25,726.06		1,067.92	26,793.98	1,664.66	25,129.32	
Postage	16,167.42		4,371.90	20,539.32	5,745.58	14,793.74	
Central Supply	14,582.59		4,720.97	19,303.56	12,503.80	6,799.76	
Employee Allowances	55,440.41	(50,000.00)	500.00	5,940.41	192.59	5,747.82	
Advertising	3,072.18	5,000.00		8,072.18	6,791.71	1,280.47	
Gasoline	55,915.60		21,374.84	77,290.44	17,269.75	60,020.69	
Diesel Fuel	11,998.09		33,443.00	45,441.09	27,829.60	17,611.49	
Electricity, Gas and Street Lighting	258,737.35		163,994.94	422,732.29	205,161.96	217,570.33	
Telephone	13,912.77		800.00	14,712.77	4,079.86	10,632.91	
Heating Oil	11,125.59		4,501.67	15,627.26	4,501.67	11,125.59	
Water and Fire Hydrant Service	16,554.75	25,000.00	39,514.14	81,068.89	78,634.06	2,434.83	
Contingent	6,547.17		3,844.96	10,392.13	7,489.03	2,903.10	
TOTAL OTHER EXPENSES WITHIN "CAPS"	\$ 2,243,537.79	\$ 22,000.00	\$ 1,242,599.60	\$ 3,508,137.39	\$ 2,091,577.13	\$ 1,416,560.26	\$ -

(Continued Next Page)

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF APPROPRIATION RESERVES
(CONTINUED)

A-18

	Balance Dec. 31, 2012	Transfers	Encumbrances	Modified by Transfers	Paid or Charged	Lapsed	Overexpenditures
DEFERRED CHARGES AND STATUTORY EXPENDITURES WITHIN "CAPS":							
Social Security System (O.A.S.I.)	\$ 202,349.04	\$ -	\$ -	\$ 202,349.04	\$ -	\$ 202,349.04	\$ -
Unemployment Fund	60,000.00			60,000.00		60,000.00	
DCRP	524.02			524.02		524.02	
TOTAL DEFERRED CHARGES AND STATUTORY EXPENDITURES WITHIN "CAPS"	262,873.06	0.00	0.00	262,873.06	0.00	262,873.06	0.00
TOTAL RESERVES WITHIN "CAPS"	3,152,389.65	0.00	1,242,599.60	4,394,989.25	2,174,604.83	2,220,384.42	0.00
OTHER EXPENSES EXCLUDED FROM "CAPS":							
Matching Funds for Grants	4,011.00			4,011.00		4,011.00	
Maintenance of Free Public Library	217,462.53			217,462.53	43,074.17	174,388.36	
BCUA Sewer Charges	0.96			0.96	0.33	0.63	
TOTAL OTHER EXPENSES EXCLUDED FROM "CAPS"	221,474.49		-	221,474.49	43,074.50	178,399.99	-
TOTAL RESERVES EXCLUDED FROM "CAPS"	221,474.49	-	-	221,474.49	43,074.50	178,399.99	-
TOTAL RESERVES	<u>\$ 3,373,864.14</u>	<u>\$ -</u>	<u>\$ 1,242,599.60</u>	<u>\$ 4,616,463.74</u>	<u>\$ 2,217,679.33</u>	<u>\$ 2,398,784.41</u>	<u>\$ -</u>
	A, Below		A-19	Below	Below	A-1	
			Ref.				
Appropriation Reserve			Above	\$ 3,373,864.14			
Prior Year Encumbrances			A-19	1,242,599.60			
			Above	<u>\$ 4,616,463.74</u>			
Accounts Payable			A-26		\$ 45,385.75		
Disbursed			A-4		2,172,293.58		
			Above		<u>\$ 2,217,679.33</u>		

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF ENCUMBRANCES PAYABLE

A-19

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 1,242,599.60
Increased by:		
Transfer from Current Appropriations	A-3	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">1,115,403.13</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
		2,358,002.73
Decreased by:		
Transfer to Appropriations Reserves	A-18	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">1,242,599.60</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
Balance December 31, 2013	A	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$ 1,115,403.13</div> <div style="border-top: 1px solid black; border-bottom: 3px double black; width: 100px;"></div> </div>

SCHEDULE OF PREPAID TAXES

A-20

	<u>Reference</u>		
Balance December 31, 2012	A		\$ 508,601.44
Increased by:			
Receipts - Prepaid 2014 Taxes	A-4	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$ 602,145.03</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">602,145.03</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
			1,110,746.47
Decreased by:			
Applied to 2013 Taxes	A-9	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">508,601.44</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>	<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">508,601.44</div> <div style="border-top: 1px solid black; width: 100px;"></div> </div>
Balance December 31, 2013	A		<div style="display: flex; justify-content: flex-end;"> <div style="text-align: right; margin-right: 10px;">\$ 602,145.03</div> <div style="border-top: 1px solid black; border-bottom: 3px double black; width: 100px;"></div> </div>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF PREPAID LICENSES AND PERMITS

	<u>Reference</u>		A-21
Balance December 31, 2012	A	\$	-
Increased by:			
Receipts - Prepaid 2014 Licenses and Permits	A-4	\$ 200.00	
			200.00
			200.00
Decreased by:			
Applied to Revenue	A-11	0.00	
			-
Balance December 31, 2013	A	\$	200.00
<u>Analysis of Balance December 31, 2013</u>			
Township Clerk		\$	200.00

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF LOCAL DISTRICT SCHOOL TAXES

A-22

	<u>Reference</u>	
Balance December 31, 2012	A	\$ -
Increased by:		
2013 Levy	A-1,9	80,716,841.14
		<u>80,716,841.14</u>
Decreased by:		
Payments	A-4	<u>80,716,841.14</u>
Balance December 31, 2013	A	<u><u>\$ -</u></u>

SCHEDULE OF COUNTY TAXES PAYABLE

A-23

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 22,240.56
Increased by:		
Levy - General	A-1, 9	\$ 12,159,764.87
Levy- Open Space	A-1, 9	136,415.20
Added and Omitted Taxes	A-1, 9	<u>11,743.70</u>
		<u>12,307,923.77</u>
		12,330,164.33
Decreased by:		
Payments	A-4	<u>12,330,164.33</u>
Balance December 31, 2013	A	<u><u>\$ -</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF SPECIAL DISTRICT TAXES PAYABLE

A-24

	<u>Reference</u>		
Balance December 31, 2012	A	\$	-
Increased by:			
Levy- Special Improvement District	A-1,9	179,941.39	<u>179,941.39</u>
Decreased by:			
Canceled	A-1	\$ 0.05	
Payments	A-4	<u>179,941.34</u>	<u>179,941.39</u>
Balance December 31, 2013	A	<u>\$</u>	<u>-</u>

SCHEDULE OF MUNICIPAL OPEN SPACE TAXES PAYABLE

A-25

	<u>Reference</u>		
Balance December 31, 2012	A	\$	-
Increased by:			
Levy- Open Space	A-1, 9	\$ 591,494.18	
Added and Omitted Taxes	A-1, 9	<u>561.67</u>	<u>592,055.85</u>
Decreased by:			
Due to Trust Fund	A-12	<u>592,055.85</u>	<u>592,055.85</u>
Balance December 31, 2013	A	<u>\$</u>	<u>-</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF VARIOUS CASH LIABILITIES AND RESERVES

A-26

<u>Liabilities and Reserves</u>	Balance Dec. 31, 2012	<u>Increased</u>	<u>Decreased</u>	<u>Adjustment/Canceled</u>	Balance Dec. 31, 2013
<u>Liabilities :</u>					
Due to State of NJ - Domestic Violence Fund	\$ 2,275.00	\$ 5,025.00	\$ 5,825.00	\$ -	\$ 1,475.00
Tax and Interest Overpayments	780,834.66	2,407,513.32	167,902.12		3,020,445.86
Accounts Payable	53,295.25	45,385.75	53,295.25		45,385.75
Miscellaneous Suspense - Deposits	34,135.00		34,135.00		0.00
Due to State of NJ - Dog Licenses	16.80		16.80		0.00
Due to State of NJ - Bldg. Surcharge Fees	7,707.00	25,624.00	21,900.00		11,431.00
<u>Reserves for:</u>					
Maintenance of Free Public Library - with State Aid	85,932.00	17,426.00	21,038.68		82,319.32
Library Grants	195.80				195.80
Reserve for Revaluation	196,847.62				196,847.62
Reserve for Revaluation-2013		712,470.00			712,470.00
Master Plan Updates	3,188.78				3,188.78
Property Deposits	6,750.00				6,750.00
Tax Settlement	58,313.47		58,313.47		0.00
Reserve for Tax Appeals		1,000,000.00	1,000,000.00		0.00
Debt Payment Cedar Lane SID Loan	40,000.00				40,000.00
Reserve for Sale of Municipal Assets	15,750.00				15,750.00
	<u>\$ 1,285,241.38</u>	<u>\$ 4,213,444.07</u>	<u>\$ 1,362,426.32</u>	<u>\$ -</u>	<u>\$ 4,136,259.13</u>
	A	Below	Below	Below	A
<u>Ref.</u>					
Receipts	A-4	\$ 2,455,588.32	\$ -	\$ -	
Disbursed	A-4		764,260.09		
Canceled Accounts Payable/ Misc Deposits	A-1		53,295.25		
Miscellaneous Expense Deposits Canceled	A-2		34,135.00		
Applied to Current Year Taxes	A-9		510,735.98		
Reserve for Tax Appeals	A-3				
Transfer from Budget Appropriation	A-3	1,712,470.00			
Transfer from Appropriation Reserve	A-18	45,385.75			
Current Year Appeals Charged to Reserve for Appeals	A-8				
	Above	<u>\$ 4,213,444.07</u>	<u>\$ 1,362,426.32</u>	<u>\$ -</u>	

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

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

A-27

<u>Grant</u>	Balance Dec. 31, 2012	Budget Revenue	Expended	Balance Dec. 31, 2013
Drunk Driving Enforcement Fund-2012	\$ 4,573.62	\$ -	\$ -	\$ 4,573.62
Drunk Driving Enforcement Fund-2013		5,309.90		5,309.90
FFY10- Office of Emergency Management	5,000.00			5,000.00
NJ Emergency Management Assistance	5,000.00			5,000.00
NJ Emergency Management Assistance-2013		5,000.00		5,000.00
NJ Clean Energy Program		14,997.00	14,997.00	0.00
Pedestrian Safety & Education Grant-2012	14,000.00		14,000.00	0.00
Pedestrian Safety & Education Grant-2013		15,000.00	14,975.00	25.00
Body Armor Replacement	2,961.38		1,917.50	1,043.88
Body Armor Replacement-2013		8,818.74		8,818.74
Federal Bullet Proof Vest Fund		24,942.38	12,068.45	12,873.93
FEMA- Assistance to Firefighters	39,966.61		18,290.21	21,676.40
FEMA Assistance to Firefighters Match	15,912.00		15,912.00	0.00
FEMA- Assistance to Firefighters-2012	83,379.00			83,379.00
FEMA Assistance to Firefighters Match -2012	8,906.00			8,906.00
Federal Highway Safety Grant- 2013		14,000.00		14,000.00
Sustainable Land Use Planning (Includes \$5,000 Match)-2012	250.00			250.00
COPS in Shops-2012	2,400.00		2,400.00	0.00
Edward Byrne JAG Grant - 2010	9,997.00		9,997.00	0.00
Green Communities Grant (Including Match \$1,500)	1,500.00			1,500.00
Teaneck Against Substance Abuse (TMAASA) 2012	6,052.58		6,052.58	0.00
Teaneck Against Substance Abuse (TMAASA) 2013		19,098.00	7,197.52	11,900.48
Alcohol Education and Rehabilitation Grant		971.33		971.33
NJLM Education Foundation	600.00			600.00
Click-it or Ticket 2012/2013		8,000.00	8,000.00	0.00
Recycling Tonnage Grant		40,227.03	40,227.03	0.00
Clean Communities- 2013		52,720.58	52,720.58	0.00
	<u>\$ 200,498.19</u>	<u>\$ 209,084.96</u>	<u>\$ 218,754.87</u>	<u>\$ 190,828.28</u>
	A	Below, A-3	Below	A
	<u>Ref.</u>			
Transfer from Budget Appropriations	A-17	\$ 126,306.48	\$ -	
Transfer from Unappropriated Grants	A-29	78,959.48		
Matching Funds for Grants	A-3,5	3,819.00		
Encumbered	A-28		7,271.27	
Disbursement	A-5		211,483.60	
	Above	<u>\$ 209,084.96</u>	<u>\$ 218,754.87</u>	

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF ENCUMBRANCES PAYABLE - FEDERAL AND STATE GRANT FUND

A-28

	<u>Reference</u>	
Balance December 31, 2012	A	\$ 12,304.23
Increased by:		
Charges - Appropriated Reserves for Grants	A-27	<u>7,271.27</u>
		19,575.50
Decreased by:		
Disbursed	A-5	<u>12,304.23</u>
Balance December 31, 2013	A	<u><u>\$ 7,271.27</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF UNAPPROPRIATED RESERVES FOR GRANTS - FEDERAL AND STATE GRANT FUND

A-29

<u>Grant</u>	Balance Dec. 31, <u>2012</u>	Transfer to Budget <u>Revenue</u>	<u>Received</u>	Balance Dec. 31, <u>2013</u>
Cops in Shop Grant	\$ -	\$ -	\$ 2,268.36	\$ 2,268.36
Alcohol Education and Rehabilitation Fund	971.33	971.33	633.30	633.30
Clean Communities Grant			8,130.22	8,130.22
Click it or Ticket Grant	4,000.00	4,000.00		0.00
Recycling Tonnage Grant	40,227.03	40,227.03	47,376.24	47,376.24
Body Armor Replacement Grant	8,818.74	8,818.74	11,117.35	11,117.35
Federal Bulletproof Vest Partnership Grant	24,942.38	24,942.38	4,802.92	4,802.92
	<u>\$ 78,959.48</u>	<u>\$ 78,959.48</u>	<u>\$ 74,328.39</u>	<u>\$ 74,328.39</u>
	A	A-17,27	A-5	A

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF CASH - COLLECTOR - TREASURER

B-2

	<u>Reference</u>	<u>Assessment Trust Fund</u>	<u>Animal License Fund</u>	<u>Other Trust</u>	<u>Payroll</u>
Balance December 31, 2012	B	<u>\$ 8,201.85</u>	<u>\$ 12,411.49</u>	<u>\$ 126,646.07</u>	<u>\$ 327,876.62</u>
Increased by Receipts:					
Other Trust Funds (Interest Income)	B-9			47.25	
Reserve for COAH Fees (Interest Income)	B-13			7.10	
Due from Social Services	B			5,000.00	
Due to Current Fund	B-5			290,553.33	
Payroll Deductions Receipts	B-10				20,064,591.27
Total Receipts		<u>0.00</u>	<u>0.00</u>	<u>295,607.68</u>	<u>20,064,591.27</u>
		<u>8,201.85</u>	<u>12,411.49</u>	<u>422,253.75</u>	<u>20,392,467.89</u>
Decreased by Disbursements:					
Reserve for Affordable Housing	B-12			5,320.82	
Payroll Deductions Disbursements	B-10				20,021,587.02
Total Disbursements		<u>0.00</u>	<u>-</u>	<u>5,320.82</u>	<u>20,021,587.02</u>
Balance December 31, 2013	B	<u><u>\$ 8,201.85</u></u>	<u><u>\$ 12,411.49</u></u>	<u><u>\$ 416,932.93</u></u>	<u><u>\$ 370,880.87</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

**ANALYSIS OF ASSESSMENT CASH
ASSESSMENT TRUST FUND**

B-3

Reference

Fund Balance	B-1	\$ 3,262.76
Interfund - General Capital Fund		350,736.55
Interfund - Current Fund	B-5	(345,797.46)
		<hr/>
	B	<u><u>\$ 8,201.85</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF ASSESSMENTS RECEIVABLE

B-4

Ord. No.	Improvement Description	Assessment Number	Date of Confirmation	Payable In Annual Installments of	Due Dates	Balance December 31, 2012	Collected	Balance December 31, 2013	Balance Pledged to	
									Capital Fund	Reserve
3509	Sidewalk Improvements Various	11	03-23-99	10	06-07-99/08	\$ 4.37	\$ -	\$ 4.37	\$ 4.37	\$ -
3691/3770	Sidewalk Improvements Various	12	11-01-05	10		7,913.03	4,825.74	3,087.29	3,087.29	
						<u>\$ 7,917.40</u>	<u>\$ 4,825.74</u>	<u>\$ 3,091.66</u>	<u>\$ 3,091.66</u>	<u>\$ -</u>
				Reference		B	B-5	B		

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF DUE FROM/ (TO) CURRENT FUND

					B-5
	Reference	Total	Assessment Fund	Animal License Fund	Other Trust Funds
Balance December 31, 2012	B	\$5,470,690.16	\$ 340,971.72	\$ 29,088.40	\$ 5,100,630.04
Increased by:					
Receipts in Current					
Assessment Receivables	B-4	4,825.74	4,825.74		
Animal License Receipts	B-8	20,346.00		20,346.00	
Due to State of NJ- animal license fees	B-8A	2,676.00		2,676.00	
Other Trust Funds	B-9	5,316,125.65			5,316,125.65
Insurance Refunds	B-11	278,604.11			278,604.11
Unemployment W/H from payroll	B-11	37,725.58			37,725.58
Municipal Open Space Levy	B-15	592,055.85			592,055.85
		<u>11,723,049.09</u>	<u>345,797.46</u>	<u>52,110.40</u>	<u>11,325,141.23</u>
Decreased by:					
Transfer from Current Fund	B-2	290,553.33			290,553.33
Disbursements in Current					
Due to State of NJ- Animal License Fee:	B-8A	2,659.80		2,659.80	
Reserve for Animal License Fund	B-8	42,067.40		42,067.40	
Reserve for Other Trust Funds	B-9	4,339,751.38			4,339,751.38
Reserve for Insurance Funds	B-11	566,014.63			566,014.63
Reserve for Municipal Open Space	B-14	97,650.85			97,650.85
Res. For Municipal Open Space-2009-14	B-15	35,755.00			35,755.00
		<u>5,374,452.39</u>	<u>0.00</u>	<u>44,727.20</u>	<u>5,329,725.19</u>
Balance December 31, 2013	B	<u>\$6,348,596.70</u>	<u>\$ 345,797.46</u>	<u>\$ 7,383.20</u>	<u>\$ 5,995,416.04</u>
			B-3		

SCHEDULE OF INTERFUND- GENERAL CAPITAL FUND
OTHER TRUST FUND

	Reference		B-6
Balance December 31, 2012- Due From	B	\$3,094,550.61	
Decreased by:			
Due to Capital Fund			
-fund improvement authorizations	C-15	<u>\$2,175,199.72</u>	<u>2,175,199.72</u>
Balance December 31, 2013- Due From	B	<u>\$ 919,350.89</u>	

SCHEDULE OF INTERFUND- GENERAL CAPITAL FUND
ASSESSMENT TRUST FUND

	Reference		B-7
Balance December 31, 2012- Due To	B	\$ 353,828.21	
Balance December 31, 2013- Due To	B	<u>\$ 353,828.21</u>	

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF RESERVE FOR ANIMAL LICENSE FUND EXPENDITURES

B-8

	<u>Reference</u>	
Balance December 31, 2012	B	\$ 41,547.89
Increased by:		
Dog License Fees- Township Share		\$ 13,684.00
Cat License Fees -Township Share		3,537.00
Late Fees		3,105.00
	Below	<u>20,326.00</u>
Decreased by:		<u>61,873.89</u>
Expenditures	B-5	<u>42,067.40</u>
Balance December 31, 2013	B	<u><u>\$ 19,806.49</u></u>

License Fees Collected

2012	21,832.40
2011	<u>21,382.20</u>
	<u><u>\$ 43,214.60</u></u>
Due from Current Fund	B-5 20,346.00
Prior Year DIT- Board of Health	B (48.00)
Due from Board of Health	B <u>28.00</u>
	Above <u><u>\$ 20,326.00</u></u>

SCHEDULE OF DUE TO STATE OF NEW JERSEY- ANIMAL LICENSE FUND

B-8A

Balance December 31, 2012	B	\$ -
Increased by:		
Due to State of New Jersey- Animal License Fees	B-5	<u>2,676.00</u>
		2,676.00
Decreased by:		
Due to State of New Jersey- Animal License Fees	B-5	<u>2,659.80</u>
Balance December 31, 2013	B	<u><u>\$ 16.20</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF OTHER TRUST FUNDS

B-9

	Balance <u>Dec. 31, 2012</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>Dec. 31, 2013</u>
Tax Sale Premium	\$ 1,767,000.00	\$ 1,552,410.00	\$ 970,500.00	\$ 2,348,910.00
Returned Bail Void Checks	5,494.50			5,494.50
Outside Police Duty (Receivable)	218,448.79	864,803.68	984,318.68	98,933.79
Recycling Trust	526,973.41	140,740.74	136,434.54	531,279.61
Street & Other Deposits Payable	918,232.79	61,121.50	84,983.10	894,371.19
Redemption of Tax Sale Certificate	277,046.46	1,890,499.58	1,451,078.16	716,467.88
Special Law Enforcement Trust	249,802.99	521,804.31	257,319.36	514,287.94
Other Gifts and Donations	106,616.43	39,023.00	15,064.12	130,575.31
Zoning Escrow Deposits	131,574.65	22,325.00	61,520.00	92,379.65
Drunk Driving Enforcement Fund	18,952.12		1,800.00	17,152.12
Municipal Court - POAA Fund	52,635.73	5,368.00	9,230.09	48,773.64
Dedicated Fire Penalties	8,587.00	812.50	1,054.86	8,344.64
Elevator Inspections	4,571.00	30,546.00	28,435.00	6,682.00
Snow Removal Reserve	355,159.97		174,640.38	180,519.59
Donations- Historical Burial Grounds	25,844.00			25,844.00
Accumulated Absence Liability	20,740.71	47.25	(1,974.99)	22,762.95
Cedar Lane Special Improvement District	118,473.00	186,671.34	165,348.08	139,796.26
	<u>\$ 4,806,153.55</u>	<u>\$ 5,316,172.90</u>	<u>\$ 4,339,751.38</u>	<u>\$ 5,782,575.07</u>
Reference	B	Below	Below	B
Due to Current Fund	B-5	\$ 5,316,125.65	\$ 4,339,751.38	
Cash Receipts- Interest Income	B-2	47.25		
	Above	<u>\$ 5,316,172.90</u>	<u>\$ 4,339,751.38</u>	

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF PAYROLL DEDUCTIONS PAYABLE

B-10

<u>Account</u>	Balance <u>Dec. 31, 2012</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance <u>Dec. 31, 2013</u>
Federal Withholding Tax and F.I.C.A.	\$ 0.04	\$ 6,904,111.47	\$ 6,904,111.51	\$ -
State Withholding Tax	-	1,264,264.02	1,264,264.02	-
Unemployment Retirement System	2,914.10	65,254.10	65,609.20	2,559.00
Public Employees' Retirement System	76,772.34	1,005,636.40	998,412.92	83,995.82
Police and Firemen's Retirement System	214,316.63	2,547,495.37	2,551,693.36	210,118.64
PERS Retro- Due Current		17,001.37		17,001.37
Employees' Union Dues	-	281,097.35	281,097.35	-
Garnishment/Levy	10,332.51	369,694.99	378,552.00	1,475.50
Deferred Compensation/IRA Roth/Dues	-	1,426,343.46	1,426,343.46	-
Uniform Payments	161.11	9,975.74	10,055.05	81.80
Employee Benefits - Eye Care	72.60	893.94	945.00	21.54
Employee Benefits - FSA	10,798.99	82,958.46	74,381.64	19,375.81
Employee Benefits - AFLAC	13,308.04	122,662.12	117,394.34	18,575.82
Employee Benefits - NYL		4,495.10	3,852.11	642.99
Employee Benefits - Allstate		11,745.97	9,995.70	1,750.27
Health Insurance	-	586,166.81	586,166.81	-
Miscellaneous	(799.74)	5,364,794.60	5,348,712.55	15,282.31
	<u>\$ 327,876.62</u>	<u>\$ 20,064,591.27</u>	<u>\$ 20,021,587.02</u>	<u>\$ 370,880.87</u>
Reference	B	B-2	B-2	B

-

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF RESERVE FOR INSURANCE FUNDS

	Balance <u>Dec. 31, 2012</u>	Increased By:		<u>Paid</u>	<u>Transfers</u>	Balance <u>Dec. 31, 2013</u>
		<u>Payroll</u>	<u>Refunds/ Budget Approp.</u>			
<u>Insurance Fund</u>						
General Liability						
Self Insurance Fund						
(Insurance Fund Commission)	\$ 179,687.67	\$ -	\$ 278,604.11	\$ 239,615.75	\$ (150,000.00)	\$ 68,676.03
Workmen's Compensation						
Self Insurance Fund	85,842.17			235,114.73	150,000.00	727.44
Unemployment Insurance Trust Fund	205,449.60	37,725.58		91,284.15		151,891.03
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	\$ 470,979.44	\$ 37,725.58	\$ 278,604.11	\$ 566,014.63	\$ -	\$ 221,294.50
Reference	B	B-5	B-5	B-5		B

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF RESERVE FOR AFFORDABLE HOUSING

B-12

	<u>Reference</u>	
Balance December 31, 2012	B	\$ 295,606.89
Decreased by:		
Disbursements	B-2	<u>5,320.82</u>
Balance December 31, 2013	B	<u>\$ 290,286.07</u>

SCHEDULE OF RESERVE FOR COAH FEES

B-13

	<u>Reference</u>	
Balance December 31, 2012	B	\$ 71,030.83
Increased by:		
Interest Income	B-2	<u>7.10</u>
Balance December 31, 2013	B	<u>\$ 71,037.93</u>

SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE

B-14

	<u>Reference</u>	
Balance December 31, 2012	B	\$ 251,783.93
Decreased by:		
Disbursements	B-5	<u>\$ 97,650.85</u>
		<u>97,650.85</u>
Balance December 31, 2013	B	<u>\$ 154,133.08</u>

SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE FOR YEARS 2009-2013

B-15

	<u>Reference</u>	
Balance December 31, 2012	B	\$ 2,431,272.08
Increased by:		
Levy- Open Space	A-1, 8	\$ 591,494.18
Added and Omitted Taxes	A-1, 8	<u>561.67</u>
	B-5	<u>592,055.85</u>
Decreased by:		<u>3,023,327.93</u>
Due to Capital to Fund Improvement Authoriz.	B-7	2,175,199.72
Disbursements	B-5	<u>35,755.00</u>
		<u>2,210,954.72</u>
Balance December 31, 2013	B	<u>\$ 812,373.21</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF CASH - TREASURER

C-2

	<u>Reference</u>	
Balance December 31, 2012	C	\$ 385,170.33
Increased by:		
Interfund - Current Fund- Interest Income	C-2A,3	2.62
		<u>385,172.95</u>
Decreased by:		
Transfer to Current Fund	C-2A	265,509.11
		<u>265,509.11</u>
Balance December 31, 2013	C	<u>\$ 119,663.84</u>

SCHEDULE OF DUE FROM/(TO) CURRENT FUND

C-2A

	<u>Reference</u>	
Balance December 31, 2012	C	\$ 6,183,111.51
Increased by:		
Grants Receivable/ Other	C-4	\$ 341,392.21
Bond Premium Received	C-1	38,183.00
Bond Issue	C-9	10,000,000.00
Bond Anticipation Notes- Renewals	C-10	11,317,358.00
Bond Anticipation Notes- Paid by Budget Appropriation	C-10	1,060,992.00
Tax Refunding Appropriated	C-6,14	744,000.00
Transfer from Community Development	C-2	265,509.11
Capital Improvement Fund Appropriated	C-13	79,500.00
		<u>23,846,934.32</u>
		30,030,045.83
Decreased by:		
Improvement Authorizations	C-12	6,421,293.60
Encumbrance Payable	C-18	1,715,618.34
Bond Anticipation Notes Paid	C-10	22,378,350.00
Reserve for Preliminary Costs Studies	C-16	31,450.49
Fund Balance Appropriated to 2013 Budget Revenue	C-1	580,000.00
Interest Earned	C-2	2.62
		<u>31,126,715.05</u>
Balance December 31, 2013	C	<u>\$ (1,096,669.22)</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF ANALYSIS OF GENERAL CAPITAL CASH

C-3

	Balance <u>Dec. 31, 2012</u>	Interfund Current <u>Receipts</u>	Interfund Current <u>Disbursements</u>	Transfer <u>To/(From)</u>	Balance <u>Dec. 31, 2013</u>
Fund Balance	\$ 594,689.79	\$ 38,183.00	\$ -	\$ (255,798.99)	\$ 377,073.80
Capital Improvement Fund	726,717.09			(154,340.00)	572,377.09
Due from Current Fund	(6,183,111.51)	(21,696,930.59)	(29,220,211.32)	(243,500.00)	1,096,669.22
Due from Assessment Fund	(353,828.21)				(353,828.21)
Due to Other Trust Fund	3,094,550.61			(2,175,199.72)	919,350.89
State Road Aid Receivable	(523,367.11)	307,119.75			(216,247.36)
Due from Community Development	(85,315.89)			(201,244.00)	(286,559.89)
Due from Bergen County Open Space	(214,708.00)	34,272.46		(100,000.00)	(280,435.54)
Green Acres Grant Receivable				(750,000.00)	(750,000.00)
Encumbrances Payable	1,715,618.34		(5,757,426.30)		7,473,044.64
Reserve for Improvements	25,000.67			(25,000.67)	-
Reserve for Preliminary Cost Studies	107,964.77		103,346.10	100,200.00	104,818.67
Reserve for Payment of Bond Anticipation Notes	398,817.24			(299,200.34)	99,616.90
Bond Anticipation Notes - Renewals/ Serial Bonds	-	21,317,358.00	21,317,358.00		-
Improvement Authorizations:					
Ord. # Improvement Description					
'3834/3858 Cedar Lane Streetscape - Supplemental	155,393.92				155,393.92
3814 Municipal Building Exteriors Upgrades	20,140.01		20,140.01		-
3873 Various Capital Improvements	27,813.61		27,813.61		-
3944 Sewer Upgrade Winthrop Road	12,969.88				12,969.88
3945 Road Resurfacing & Curb Replacement	27,336.32				27,336.32
4003 Road Resurfacing & Curb Replacement	30,010.39				30,010.39
4027 HVAC Upgrades for Library & Municipal Building	(0.10)				(0.10)
4074 Various Capital Improvements	38,286.56		26,056.55		12,230.01
4076 Annual Road Resurfacing & Curb Replacement	24,360.73				24,360.73
4138 Pool, Courts, Field Upgrades Various Parks	12,280.00				12,280.00
4141/4160 Streetscape Improvements Ward Plaza	171,664.86				171,664.86
4145 Improvements to Various Township Buildings	54,238.12		3,491.82		50,746.30
4164 Annual Road Resurfacing & Curb Replacement	12,720.35				12,720.35
4166 Improvements to Votee Park Pool	128,641.00		68,990.12		59,650.88
4167 Improvements at the Greenbelt Walkway	17,024.40		498.98		16,525.42
4168 Sanitary Sewer Perry Lane and Lozier Place	151,800.00		498.98		151,301.02
4188 Glenwood/ Sanford St. Resurface	6,600.00				6,600.00
4189 Wading Pools/BB Courts BCOS	81,654.00				81,654.00
4190 Road Resurfacing & Curb Replacement	27,189.50		1,038.98		26,150.52
4195 ADA Ramps & Curbs- BCDPW	60,945.10				60,945.10
4202 Fire Department Work Station Uniforms	5,948.01		5,944.64		3.37
4203 Fire Department Personal Emergency Escape System	4,860.00		498.98		4,361.02
4204 Acq. Of DPW Trucks/Equipment	(121,081.60)		241,737.00		(362,818.60)
4205 Radio Communication Upgrade Equipment	50,719.37		9,094.30		41,625.07

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF ANALYSIS OF GENERAL CAPITAL CASH
(CONTINUED)

		C-3				
		Balance	Interfund Current	Interfund Current	Transfer	Balance
		<u>Dec. 31, 2012</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>To/(From)</u>	<u>Dec. 31, 2013</u>
Improvement Authorizations:						
Ord. #	Improvement Description					
4213	Rehabilitation of Votee Park Sports Fields	\$ 169,416.00	\$ -	\$ 169,416.00	\$ (84,708.00)	\$ (84,708.00)
4214	Fire House Signal Improvements	120,000.00		120,000.00		-
4215	Install Fencing at Votee Park	4,775.00				4,775.00
4217	Improvement to GlenPointe Sanitary Sewer Pump Station	11,000.00				11,000.00
4218	Installation of Fencing at Andreas Park	20,000.00		20,000.00		-
4219	Sagamore Park Fencing/Trail Paving	22,000.00		22,000.00		-
4220	HVAC Improvement to Library, Police and Municipal Buildings	109,994.67		1,356.63		108,638.04
4221	Sanitary Sewer Improvements	221,169.30		498.98		220,670.32
4222	Renovation of Old Police Headquarters Building	265,945.00		3,057,370.83		(2,791,425.83)
4223	Various Public Improvements	218,756.25		2,302.45		216,453.80
4224	Phelps/Votee Courts	86,610.00		86,610.00		-
4235	Acquisition of Radio Communication Upgrade Equipment	(61,872.11)		10,271.43		(72,143.54)
4236	Acquisition of Fire Dept. Vehicles & Equipment	(34,783.92)		69,159.62		(103,943.54)
4238	2011 Road Resurf. & Sidewalk & Curb Improvements Program	(1,044,982.50)		(21,764.83)		(1,023,217.67)
4239	Stormwater Drainage Improvements - Various	(89,300.00)				(89,300.00)
4240	Resurfacing of Various Municipal Parking Lots	(306,637.50)				(306,637.50)
4242	Acquisition of Sign Making Equipment for DPW	(42,874.49)		4,620.70		(47,495.19)
4251	Lozier Place Sanitary Sewer Replacement	30,708.73		30,708.73		-
4253	Open Space Park Projects	80,853.68		80,853.68		-
4265	Glenwood Ave Resurfacing	146,500.00		146,500.00		-
4267	2012 Road & Municipal Parking Lot Resurfacing Program	99,350.00		1,923,063.39		(1,823,713.39)
4270/22-2013	Acquisition of Emergency Generators	20,000.00		697,117.63	15,000.00	(662,117.63)
4272	Installation of Library Roof Drainage System	25,000.00				25,000.00
4273	Stormwater Drainage Improv. Tokoloka & Dearborn	9,000.00		3,500.00		5,500.00
03-2013	Votee Park- Turf Field			3,729,573.84	3,109,907.72	(619,666.12)
06-2013	Police and Fire Equipment			850,360.58	43,640.00	(806,720.58)
11-2013	Tax Appeal Refunding			2,232,000.00	744,000.00	(1,488,000.00)
16-2013	ADA Bathrooms- Belle	-		181,119.00	20,125.00	(160,994.00)
21-2013	Ayers Lozier- CDBG	-			181,119.00	181,119.00
41-2013	Purchase of Sewer Camera	-			75,000.00	75,000.00
		<u>\$ 385,170.33</u>	<u>\$ 2.62</u>	<u>\$ 265,509.11</u>	<u>\$ -</u>	<u>\$ 119,663.84</u>
Reference		C-C-2	C-2	C-2		C-C-2

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF ANALYSIS OF VARIOUS RECEIVABLES

C-4

		<u>Balance</u>	<u>Grants</u>	<u>Cash</u>		<u>Balance</u>
	<u>Ref.</u>	<u>Dec. 31, 2011</u>	<u>Approved</u>	<u>Received</u>	<u>Canceled</u>	<u>Dec. 31, 2013</u>
<u>State Road Aid Receivable:</u>						
Ord #						
3807		\$ 57,244.75	\$ -	\$ 57,244.75	\$ -	\$ -
4160		171,664.86				171,664.86
		Queen Anne Road Sidewalk Improvement Study				1,207.50
		1,207.50				1,207.50
		Cedar Lane /Palisades Park Intersection Impr.				6,750.00
		6,750.00				6,750.00
4237		West Englewood Avenue, Section 4		140,000.00		-
		140,000.00				-
4265		Glenwood Ave. Resurfacing		109,875.00		36,625.00
		146,500.00				36,625.00
	C	<u>523,367.11</u>	<u>0.00</u>	<u>307,119.75</u>	<u>0.00</u>	<u>216,247.36</u>
<u>Community Development:</u>						
Ord #						
4195		54,000.00				54,000.00
		54,000.00				54,000.00
4251		31,315.89				31,315.89
		31,315.89				31,315.89
21-2013		Lozier Ayers	181,119.00			181,119.00
		-				-
16-2013		ADA Bathrooms	20,125.00			20,125.00
		20,125.00				20,125.00
	C	<u>85,315.89</u>	<u>201,244.00</u>	<u>0.00</u>	<u>0.00</u>	<u>286,559.89</u>
<u>Bergen County Open Space</u>						
Ord #						
4213		84,708.00			(84,708.00)	-
		84,708.00				-
4224		Phelps/Votee Courts				55,000.00
		55,000.00				55,000.00
4253		Open Space Park Projects		34,272.46		40,727.54
		75,000.00				40,727.54
3-2013		Votee Park Turf Field	184,708.00			184,708.00
		184,708.00				184,708.00
	C	<u>214,708.00</u>	<u>184,708.00</u>	<u>34,272.46</u>	<u>(84,708.00)</u>	<u>280,435.54</u>
		Green Acres Grant/Loan				
03-2013		Votee Park Turf Field	750,000.00			750,000.00
		0.00				750,000.00
	C	<u>0.00</u>	<u>750,000.00</u>			<u>750,000.00</u>
		<u>\$ 823,391.00</u>	<u>\$ 1,135,952.00</u>	<u>\$ 341,392.21</u>	<u>\$ (84,708.00)</u>	<u>\$ 1,533,242.79</u>
	Reference		C-12	Below	C-6,14	
		Due From Current Fund		C-2a	\$	341,392.21
					\$	<u>341,392.21</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	<u>Reference</u>		C-5
Balance December 31, 2012	C		\$ 1,946,081.93
Increased by:			
Green Acres Loan Payable	C-7	\$ 128,750.00	
Bond Issue	C-9	<u>10,000,000.00</u>	<u>10,128,750.00</u>
Decreased by:			12,074,831.93
Principal on State of NJ Economic Development Authority Loan			
Paid by Budget Appropriations	C-7	67,500.00	
Downtown Business Improvement Loan	C-8	40,000.00	
Budget Appropriations to Pay Bonds	C-9	325,000.00	
Budget Appropriations to Pay Capital Leases	C-11	<u>72,489.99</u>	<u>504,989.99</u>
Balance December 31, 2013	C		<u>\$ 11,569,841.94</u>

See independent auditor's report and the notes to the financial statements.

BOROUGH OF TEANECK

CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ord.	Improvement Description	Balance Dec. 31, 2012	Authorizations 2013	Funded/Cancelled 2013	Balance Dec. 31, 2013	Expenses 2013	Unexpended Improvement Authorizations 2013
3604	General Improvements:	\$ 535,012.18	\$	\$	\$ 535,012.18	\$	\$
3706/3819/ 3834/3858	Construction of DPW Cedar Lane Streetscape Project/ Supplemental	1,825,860.00		1,825,860.00	0.00	1,612.50	0.00
3813/4087	Replacement of Library Roof	286,056.50		284,444.00	0.00	0.00	0.00
3814	Municipal Building Exterior Upgrades	522,500.00		522,500.00	0.00	0.00	0.00
3874	Road Resurfacing & Curb Replacement	540,768.00		540,768.00	0.00	0.00	0.00
3875	Acq. of Rescue Vehicle & Related Equipment	399,000.00		399,000.00	0.00	0.00	0.00
3932	Acquisition of Bomander Walk	266,631.00		266,631.00	0.00	0.00	0.00
3944	Sewer Upgrade Windrop Road	408,500.00		408,500.00	0.00	0.00	0.00
3945	Road Resurfacing & Curb Replacement	665,000.00		665,000.00	0.00	0.00	0.00
3954	Police Headquarters & Curb Upgrade	2,565,000.00		2,565,000.00	0.00	0.00	0.00
3960	Acquisition of Public Works Equipment	442,240.00		442,240.00	0.00	0.00	0.00
4003	Road Resurfacing & Curb Replacement	646,000.00		646,000.00	0.00	0.00	0.00
4004	Acquisition of Packer Truck	240,350.00		240,350.00	0.00	0.00	0.00
4027	HVAC Upgrades for Library & Municipal Building	451,350.00		451,350.00	0.00	0.00	33,351.66
4076	Annual Road Resurfacing & Curb Replacement	617,500.00		617,500.00	0.00	0.00	0.00
4127	Various Photovoltaic Power Projects	106,456.40		106,456.40	0.00	0.00	0.00
4128	Refunding Bond Ordinance - Emergency Judgments	5,450,000.00		400,000.00	5,050,000.00	0.00	50,746.30
4145	Improvements to Various Township Buildings	333,500.00		213,750.00	300,000.00	0.00	0.00
4152	Acq. Of Radio Communications Upgrade Equipment	213,750.00		380,000.00	0.00	0.00	0.00
4164	Annual Road Resurfacing & Curb Replacement	280,000.00		380,000.00	0.00	0.00	0.00
4165	Stormwater Drainage Improvements Ardley Ct.	261,250.00		138,659.00	297,943.00	0.00	0.00
4166	Improvements to Voice Park Pool	190,000.00		190,000.00	0.00	0.00	51,341.00
4167	Improvements at the Greenbelt Walkway	190,000.00		190,000.00	0.00	0.00	16,525.42
4168	Sanitary Sewer Perry Lane and Lozier Place	148,200.00		1,876.00	146,324.00	0.00	146,324.00
4182	Fire Pumper Truck	475,000.00		475,000.00	0.00	0.00	0.00
4186	Recycling Trucks	598,500.00		598,500.00	0.00	0.00	0.00
4190	Road Resurfacing & Curb Replacement	760,000.00		760,000.00	0.00	0.00	0.00
4203	Fire Department Personal Emergency Escape System	85,500.00		85,500.00	0.00	0.00	4,361.02
4204	Acq. Of DPW Trucks/Equipment	926,250.00		926,250.00	0.00	0.00	163,431.40
4205	Radio Communication Upgrade Equipment	213,750.00		114,000.00	172,124.93	0.00	41,625.07
4214	Fire House Signal Improvements	114,000.00		84,708.00	114,000.00	0.00	0.00
4213	Rehabilitation of Voice Park Sports Fields	90,725.00		(84,708.00)	84,708.00	0.00	0.00
4215	Install Fencing at Voice Park	90,725.00		90,725.00	0.00	0.00	90,725.00
4216	Stormwater Drainage Improvements at Northumberland Road	57,000.00		57,000.00	0.00	0.00	0.00
4217	Improvement to Glenholme Sanitary Sewer Pump Station	209,000.00		209,000.00	0.00	0.00	0.00
4220	HVAC Improvement to Library, Police and Municipal Buildings	950,000.00		950,000.00	0.00	0.00	108,638.04
4221	Sanitary Sewer Improvements	1,033,500.00		1,035,000.00	0.00	0.00	220,670.32
4222	Renovation of Old Police Headquarters Building	3,325,000.00		3,325,000.00	3,191,425.83	0.00	133,574.17
4223	Various Public Improvements	475,000.00		475,000.00	0.00	0.00	475,000.00
4235	Acquisition of Radio Communication Upgrade Equipment	203,062.00		203,062.00	72,143.54	0.00	130,918.46
4236	Acquisition of Fire Dept. Vehicles & Equipment	128,250.00		128,250.00	103,943.54	0.00	24,306.46
4238	2013 Road Resurf. & Sidewalk & Curb Improvements Program	1,045,000.00		1,045,000.00	1,023,217.67	0.00	21,782.33
4239	Stormwater Drainage Improvements - Various	89,300.00		89,300.00	89,300.00	0.00	0.00
4240	Resurfacing of Various Municipal Parking Lots	310,650.00		310,650.00	306,637.50	0.00	4,012.50
4242	Acquisition of Sign Making Equipment for DPW	47,500.00		47,500.00	47,495.19	0.00	4.81
4247	2012 Road & Municipal Parking Lot Resurfacing Program	1,887,650.00		1,887,650.00	1,823,713.39	0.00	63,936.61
4270/22,2013	Acquisition of Emergency Generators	380,000.00		665,000.00	662,117.63	0.00	171,000.00
4273	Stormwater Drainage Impro. Tokoloka & Dearborn	171,000.00		171,000.00	619,666.12	0.00	470,426.16
03-2013	Voice Park Turf Field	4,200,000.00		3,109,907.72	829,160.00	0.00	22,439.42
06-2013	Fire Ladder Truck	872,800.00		43,640.00	806,770.58	0.00	0.00
11-2013	Tax Appeal Refunding	2,232,000.00		744,000.00	1,488,000.00	0.00	0.00
16-2013	ADA Bathrooms- Belle	20,125.00		20,125.00	0.00	0.00	0.00
21-2013	Ayers Lozier- CDBG	181,119.00		181,119.00	0.00	0.00	0.00
41-2013	Purchase of Sewer Camera	75,000.00		75,000.00	0.00	0.00	0.00

Capital Improvement Fund	C-13	\$	133,640.00
Serial Bonds	C-9		10,000,000.00
BAN Paydown	C-10		1,060,992.00
Funded by Budget Appropriation	C-2A		744,000.00
Funded by Grants	C-4		385,952.00
Municipal Open Space	C-15		2,175,199.72
Due from Green Acres	C-4		750,000.00
Cancelled Grant Receivable	C-4		(64,708.00)
	Above	\$	15,165,073.72

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF NEW JERSEY -E.D.A./ GREEN ACRES LOAN

	<u>Reference</u>	C-7
Balance December 31, 2012	C	\$ 67,500.00
Increased by:		
Green Acres Loan Payable- Ord # 03-2013	C-5	<u>128,750.00</u>
		196,250.00
Decreased by:		
Principal on State of NJ Economic Development Authority Loan Paid by Budget Appropriations	C-5	<u>67,500.00</u>
Balance December 31, 2013	C	<u>\$ 128,750.00</u>

SCHEDULE OF LOAN PAYABLE- NEW JERSEY
DOWNTOWN BUSINESS IMPROVEMENT LOAN FUND

	<u>Reference</u>	C-8
Balance December 31, 2012	C	\$ 360,000.00
Decreased by:		
Principal on State of NJ Downtown Business Improvement Loan Paid	C-5	<u>40,000.00</u>
Balance December 31, 2013	C	<u>\$ 320,000.00</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF GENERAL SERIAL BONDS

C-9

Purpose	Date of Issue	Original Issue	Maturates of Bonds Outstanding December 31, 2013		Interest Rate	Balance Dec. 31, 2012	Issued	Decreased	Balance Dec. 31, 2013
			Date	Amount					
General Improvement Bonds - 2002	04/15/02	\$ 3,544,000.00	04/15/2014	\$ 350,000.00	4.38%	\$ 1,044,000.00	\$ -	\$ 325,000.00	\$ 719,000.00
			04/15/2015	369,000.00	4.45%				
General Improvement Bonds - 2013	04/15/13	10,000,000.00	04/15/2014	500,000.00	2.00%		10,000,000.00		\$ 10,000,000.00
			04/15/2015	500,000.00	2.00%				
			04/15/2016	500,000.00	2.00%				
			04/15/2017	500,000.00	2.00%				
			04/15/2018	500,000.00	2.00%				
			04/15/2019	500,000.00	2.00%				
			04/15/2020	500,000.00	2.00%				
			04/15/2021	500,000.00	2.00%				
			04/15/2022	500,000.00	2.00%				
			04/15/2023	500,000.00	2.00%				
			04/15/2024	500,000.00	3.00%				
			04/15/2025	500,000.00	3.00%				
			04/15/2026	500,000.00	3.00%				
			04/15/2027	500,000.00	3.00%				
			04/15/2028	600,000.00	3.00%				
			04/15/2029	600,000.00	3.00%				
			04/15/2030	600,000.00	3.00%				
			04/15/2031	600,000.00	3.00%				
			04/15/2032	600,000.00	3.00%				

<u>\$ 1,044,000.00</u>	<u>\$ 10,000,000.00</u>	<u>\$ 325,000.00</u>	<u>\$ 10,719,000.00</u>
C	C-2,5,10	C-5	C

Paid by Budget Appropriation

A-3

\$ 325,000.00

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

C-10

SCHEDULE OF BOND ANTICIPATION NOTES

Ord. #	Purpose	Original Amount Issued	Original Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2012	Issued	Paid/Transferred	Balance Dec. 31, 2013
3706	Cedar Lane Streetscape	\$ 2,118,000.00	06/22/2006	04/25/14	0.75%	\$ 1,825,860.00	\$ -	\$ 1,825,860.00	\$ -
3811	Various Public Works Equipment	320,000.00	07/31/2008	04/25/14	0.75%	14,551.00		14,551.00	-
3874	Road Resurfacing & Curb Repl	570,000.00	07/31/2008	04/25/14	0.75%	540,768.00		540,768.00	-
3875	Acq. Of Rescue Vehicle & Equipment	513,000.00	07/31/2008	04/25/14	0.75%	399,000.00		399,000.00	-
3960	Acq. Of Public Works Equip.	475,000.00	07/31/2008	04/25/14	0.75%	442,240.00		442,240.00	-
4003	Road Resurfacing & Curb Repl	722,000.00	07/31/2008	04/25/14	0.75%	646,000.00		646,000.00	-
4128	Refunding Bonds Judgment	5,950,000.00	07/07/2009	04/25/14	0.75%	5,450,000.00	5,050,000.00	5,450,000.00	5,050,000.00
3813	Replacement of Library Roof	380,000.00	04/26/10	04/25/14	0.75%	380,000.00		380,000.00	-
4087	Supplemental Replacement of Libr. Roof	389,500.00	04/26/10	04/25/14	0.75%	389,500.00		389,500.00	-
3814	Municipal Bldg. Exterior Upgrades	522,500.00	04/26/10	04/25/14	0.75%	522,500.00		522,500.00	-
3932	Acq. of Pomander Walk	266,631.00	04/26/10	04/25/14	0.75%	266,631.00		266,631.00	-
3944	Sewer Upgrade Winthrop Road	408,500.00	04/26/10	04/25/14	0.75%	408,500.00		408,500.00	-
3945	Road Resurfacing & Curb Repl	665,000.00	04/26/10	04/25/14	0.75%	665,000.00		665,000.00	-
3954	Police Headquarters Upgrade	2,565,000.00	04/26/10	04/25/14	0.75%	2,565,000.00		2,565,000.00	-
4004	Acq. of Packer Garbage Truck	240,350.00	04/26/10	04/25/14	0.75%	240,350.00		240,350.00	-
4076	Road Resurfacing & Curb Repl	617,500.00	04/26/10	04/25/14	0.75%	617,500.00		617,500.00	-
4152	Radio Communications Equip Upgrade	213,750.00	04/26/10	04/25/14	0.75%	213,750.00		213,750.00	-
4164	Road Resurfacing & Curb Repl	380,000.00	04/26/10	04/25/14	0.75%	380,000.00		380,000.00	-
4165	Stormwater Drainage Improvements	261,250.00	04/26/10	04/25/14	0.75%	261,250.00	257,943.00	261,250.00	257,943.00
4166	Imp. To Votee Park Inground Pool	190,000.00	04/26/10	04/25/14	0.75%	190,000.00	51,341.00	190,000.00	51,341.00
4168	Sanitary Sewer Replacement/ Upgrade	148,200.00	04/26/10	04/25/14	0.75%	148,200.00	146,324.00	148,200.00	146,324.00
4145	Improvements to Various Township Buildings	332,500.00	04/26/11	04/25/14	0.75%	332,500.00	332,500.00	332,500.00	332,500.00
4167	Improvements at the Greenbelt Walkway	190,000.00	04/26/11	04/25/14	0.75%	190,000.00	190,000.00	190,000.00	190,000.00
4182	Fire Pumper Truck	475,000.00	04/26/11	04/25/14	0.75%	475,000.00	475,000.00	475,000.00	475,000.00
4186	Recycling Trucks	598,500.00	04/26/11	04/25/14	0.75%	598,500.00	598,500.00	598,500.00	598,500.00
4190	Road Resurfacing & Curb Replacement	760,000.00	04/26/11	04/25/14	0.75%	760,000.00	760,000.00	760,000.00	760,000.00
4203	Fire Department Personal Emergency Escape System	85,500.00	04/26/11	04/25/14	0.75%	85,500.00	85,500.00	85,500.00	85,500.00
4204	Acq. Of DPW Trucks/Equipment	400,000.00	04/26/11	04/25/14	0.75%	400,000.00	400,000.00	400,000.00	400,000.00
4205	Radio Communication Upgrade Equipment	213,750.00	04/26/11	04/25/14	0.75%	213,750.00	213,750.00	213,750.00	213,750.00
4214	Fire House Signal Improvements	114,000.00	04/26/11	04/25/14	0.75%	114,000.00	114,000.00	114,000.00	114,000.00
4216	Stormwater Drainage Improvements at Northumberland Road	57,000.00	04/26/11	04/25/14	0.75%	57,000.00	57,000.00	57,000.00	57,000.00
4220	HVAC Improvement to Library, Police and Municipal Buildings	950,000.00	04/26/11	04/25/14	0.75%	950,000.00	950,000.00	950,000.00	950,000.00
4221	Sanitary Sewer Improvements	1,035,500.00	04/26/11	04/25/14	0.75%	1,035,500.00	1,035,500.00	1,035,500.00	1,035,500.00
4222	Renovation of Old Police Headquarters Building	400,000.00	04/26/11	04/25/14	0.75%	400,000.00	400,000.00	400,000.00	400,000.00
4223	Various Public Improvements	200,000.00	04/26/11	04/25/14	0.75%	200,000.00	200,000.00	200,000.00	200,000.00
						<u>\$ 22,378,350.00</u>	<u>\$ 11,317,358.00</u>	<u>\$ 22,378,350.00</u>	<u>\$ 11,317,358.00</u>
Reference						C	C-2A,Below	C-2A	C
Renewals							C-2A	\$ 11,317,358.00	
Paid by Bonds							C-9	10,000,000.00	
Paid by Budget Appropriation							C-2A,6	1,060,992.00	
							Above	<u>\$ 22,378,350.00</u>	

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

C-10A

SCHEDULE OF NOTES PAYABLE- CURRENT FUND

Ord. #	Purpose	Original Amount Issued	Original Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2012	Bond	Balance Dec. 31, 2013
3604	Construction of DPW Building	\$ 535,012.18	11/26/2012	11/26/2014	0.00%	\$ 535,012.18	\$ -	\$ 535,012.18
3811	Replacement of Various Public Works Equipment	1,612.50	11/26/2012	11/26/2014	0.00%	1,612.50	-	1,612.50
4027	HVAC Upgrades for Library & Municipal Building	417,898.24	11/26/2012	11/26/2014	0.00%	417,898.24		417,898.24
4127	Various Photovoltaic Power Projects	106,456.40	11/26/2012	11/26/2014	0.00%	106,456.40	-	106,456.40
								-
						<u>\$ 1,060,979.32</u>	<u>\$ -</u>	<u>\$ 1,060,979.32</u>
					Reference	C	C-2A,14	C

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF CAPITAL LEASE PAYABLE

C-11

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Semi-Annual Maturities</u>		<u>Balance Dec. 31, 2012</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2013</u>
			<u>Date</u>	<u>Amount</u>			
Bergen County Improvement Authority - Various Equipment	09/12/2008	\$ 1,557,775.00	09/12/2014	\$ 75,012.64	\$ 474,581.93	\$ 72,489.99	\$ 402,091.94
			09/12/2015	77,623.08			
			09/12/2016	80,324.36			
			09/12/2017	83,119.65			
			09/12/2018	86,012.21			
				<u>\$ 402,091.94</u>	<u>\$ 474,581.93</u>	<u>\$ 72,489.99</u>	<u>\$ 402,091.94</u>
				C	C	C-5	C

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

C-12

Ord. No.	Improvement Description	Date	Ordinance Amount	Balance December 31, 2012		2013 Authorizations	Paid or Charged	Reimbursed/ (Canceled)	Balance December 31, 2013	
				Funded	Unfunded				Funded	Unfunded
General Improvements										
3858	Supplemental	02-08-05	\$ 250,000.00	\$ -	\$ 155,393.92	\$ -	\$ -	\$ -	155,393.92	\$ -
3814	Municipal Building Exterior Upgrades	04-21-04	550,000.00		20,140.01		20,140.01			(0.00)
3873	Various Capital Improvements	04-26-05	388,000.00	27,813.61			27,813.61		-	
3944	Sewer Upgrade Winthrop Road	04-17-06	430,000.00		12,969.88				12,969.88	-
3945	Road Resurfacing & Curb Replacement	04-17-06	700,000.00		27,336.32				27,336.32	-
4003	Road Resurfacing & Curb Replacement	04-24-07	760,000.00		30,010.39				30,010.39	-
4027	HVAC Upgrades for Library & Municipal Building	08-21-07	475,000.00		33,351.66					33,351.66
4074	Various Capital Improvements	05-27-08	126,500.00	38,286.56			26,056.55		12,230.01	
4076	Annual Road Resurfacing & Curb Replacement	05-27-08	650,000.00		24,360.73				24,360.73	-
4138	Pool, Courts, Field Upgrades Various Parks	06-23-09	140,000.00	12,280.00					12,280.00	
4141/4160	Streetscape Improvements Ward Plaza	11-23-09	854,766.00	171,664.86					171,664.86	
4145	Improvements to Various Township Buildings	09-08-09	350,000.00	-	54,238.12		3,491.82		-	50,746.30
4164	Annual Road Resurfacing and Curb Replacement	11-23-09	400,000.00		12,720.35				12,720.35	
4166	Improvements to Votee Park Pool	11-23-09	200,000.00		128,641.00		68,990.12		8,309.88	51,341.00
4167	Improvements to the Greenbelt Walkway	11-23-09	200,000.00		17,024.40		498.98			16,525.42
4168	Sanitary Sewer Perry Lane and Lozier Place	11-23-09	156,000.00	3,600.00	148,200.00		498.98		4,977.02	146,324.00
4188	Glenwood/ Sanford St. Resurface	07-27-10	55,000.00	6,600.00					6,600.00	
4189	Wading Pools/BB Courts BCOS	07-27-10	163,308.00	81,654.00					81,654.00	
4190	Road Resurfacing & Curb Replacement	07-27-10	800,000.00	-	27,189.50		1,038.98		-	26,150.52
4195	ADA Ramps & Curbs- BCDPW	08-10-10	108,000.00	60,945.10					60,945.10	
4202	Fire Department Work Station Uniforms	10-12-10	25,000.00	5,948.01			5,944.64		3.37	
4203	Fire Department Personal Emergency Escape System	10-12-10	90,000.00	-	4,860.00		498.98		-	4,361.02
4204	Acq. Of DPW Trucks/Equipment	10-12-10	975,000.00	-	405,168.40		241,737.00		-	163,431.40
4205	Radio Communication Upgrade Equipment	10-12-10	225,000.00	-	50,719.37		9,094.30		-	41,625.07
4213	Rehabilitation of Votee Park Sports Fields	01-25-11	169,416.00	169,416.00			169,416.00		-	
4214	Fire House Signal Improvements	02-08-11	120,000.00	6,000.00	114,000.00		120,000.00			-
4215	Install Fencing at Votee Park	02-08-11	95,500.00	4,775.00	90,725.00				4,775.00	90,725.00
4217	Improvement to GlenPointe Sanitary Sewer Pump Station	02-08-11	220,000.00	11,000.00	209,000.00				11,000.00	209,000.00
4218	Installation of Fencing at Andreas Park	02-22-11	20,000.00	20,000.00	-		20,000.00		-	
4219	Sagamore Park Fencing/Trail Paving	02-22-11	22,000.00	22,000.00	-		22,000.00		-	
4220	HVAC Improvement to Library, Police and Municipal Buildings	02-22-11	1,000,000.00		109,994.67		1,356.63			108,638.04
4221	Sanitary Sewer Improvements	02-22-11	1,090,000.00		221,169.30		498.98			220,670.32

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
(CONTINUED)

C-12

Ord. No.	Improvement Description	Date	Ordinance Amount	Balance December 31, 2012		2013 Authorizations	Paid or Charged	Reimbursed/ (Canceled)	Balance December 31, 2013	
				Funded	Unfunded				Funded	Unfunded
General Improvements										
4222	Renovation of Old Police Headquarters Building	02-22-11	\$ 3,500,000.00	\$ -	\$ 3,190,945.00	\$ -	\$ 3,057,370.83	\$ -	\$ -	\$ 133,574.17
4223	Various Public Improvements	02-22-11	500,000.00	18,756.25	475,000.00		2,302.45		16,453.80	475,000.00
4224	Phelps/Votee Courts	04-12-11	190,000.00	86,610.00	-		86,610.00		-	-
4235	Acquisition of Radio Communication Upgrade Equipment	05-24-11	213,750.00		141,189.89		10,271.43			130,918.46
4236	Acquisition of Fire Dept. Vehicles & Equipment	06-28-11	135,000.00		93,466.08		69,159.62			24,306.46
4238	2011 Road Resurf. & Sidewalk & Curb Improvements Program	06-28-11	1,100,000.00		17.50		(21,764.83)			21,782.33
4240	Resurfacing of Various Municipal Parking Lots	06-28-11	327,000.00		4,012.50		-			4,012.50
4242	Acquisition of Sign Making Equipment for DPW	09-13-11	50,000.00		4,625.51		4,620.70			4.81
4251	Lozier Place Sanitary Sewer Replacement	02/21/2012	77,825.00	30,708.73	-		30,708.73			-
4253	Open Space Park Projects	03/06/2012	150,000.00	80,853.68			80,853.68		-	-
4265	Glenwood Ave Resurfacing	08/14/2012	146,500.00	146,500.00			146,500.00		-	-
4267	2012 Road & Municipal Parking Lot Resurfacing Program	08/14/2012	1,987,000.00	99,350.00	1,887,650.00		1,923,063.39			63,936.61
4270	Acquisition of Emergency Generators	09/11/2012	400,000.00	20,000.00	380,000.00	300,000.00	697,117.63			2,882.37
4272	Installation of Library Roof Drainage System	09/24/2012	25,000.00	25,000.00	-				25,000.00	-
4273	Stormwater Drainage Improv. Tokoloka & Dearborn	09/24/2012	180,000.00	9,000.00	171,000.00		3,500.00		5,500.00	171,000.00
03-2013	Votee Park- Turf Field	02/19/2013	4,200,000.00			4,200,000.00	3,729,573.84			470,426.16
06-2013	Police and Fire Equipment	03/19/2013	872,800.00			872,800.00	850,360.58			22,439.42
11-2013	Tax Appeal Refunding	04/23/2013	2,232,000.00			2,232,000.00				-
16-2013	ADA Bathrooms- Belle	04/23/2013	20,125.00			20,125.00			20,125.00	-
21-2013	Ayers Lozier- CDBG	06/25/2013	181,119.00			181,119.00	181,119.00			-
41-2013	Purchase of Sewer Camera	12/17/2013	75,000.00		-	75,000.00			75,000.00	-
				\$ 1,158,761.80	\$ 8,245,119.50	\$ 7,881,044.00	\$ 13,822,442.63	\$ -	\$ 779,309.63	\$ 2,683,173.04
				C	C	Below	Below	Below	C	C, C-6

	Ref.	
Bond Ordinance Authorized		\$ 4,436,252.28
Capital Ordinance Funded by Grants	C-4	1,135,952.00
Capital Ordinance Funded by CIF	C-13	133,640.00
Capital Ordinance Funded by Trust Fund	C-15	2,175,199.72
	Above	<u>\$ 7,881,044.00</u>

Encumbrance Payable	C-18	\$ 7,401,149.03
Cash Disbursements	C-2A	6,421,293.60
	Above	<u>\$ 13,822,442.63</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF CAPITAL IMPROVEMENT FUND

C-13

	<u>Reference</u>		
Balance December 31, 2012	C		\$ 726,717.09
Increased by:			
Budget Appropriation	C-2A		<u>79,500.00</u>
			806,217.09
Decreased by:			
Appropriated to Finance Improvement			
Authorizations	C-6,14	\$ 133,640.00	
Appropriated to Finance Preliminary Costs	C-16	<u>100,200.00</u>	
			<u>233,840.00</u>
Balance December 31, 2013	C		<u><u>\$ 572,377.09</u></u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

C-14

Ord. No.	Improvement Description <u>General Improvements</u>	<u>Balance December 31, 2012</u> <u>Capital Fund</u>	2013 <u>Authorizations</u>	Grant <u>Canceled</u>	Funded / <u>Canceled</u>	<u>Balance December 31, 2013</u> <u>Capital Fund</u>
		\$ -	\$ -	\$ -	\$ -	\$ -
4027	HVAC Upgrades for Library & Municipal Building	33,351.76				33,351.76
4204	Acq. Of DPW Trucks/Equipment	526,250.00				526,250.00
4213	Rehabilitation of Votee Park Sports Fields			84,708.00		84,708.00
4215	Install Fencing at Votee Park	90,725.00				90,725.00
4217	Improvement to GlenPointe Sanitary Sewer Pump Station	209,000.00				209,000.00
4222	Renovation of Old Police Headquarters Building	2,925,000.00				2,925,000.00
4223	Various Public Improvements	275,000.00				275,000.00
4235	Acquisition of Radio Communication Upgrade Equipment	203,062.00				203,062.00
4236	Acquisition of Fire Dept. Vehicles & Equipment	128,250.00				128,250.00
4238	2011 Road Resurf. & Sidewalk & Curb Improvements Program	1,045,000.00				1,045,000.00
4239	Stormwater Drainage Improvements - Various	89,300.00				89,300.00
4240	Resurfacing of Various Municipal Parking Lots	310,650.00				310,650.00
4242	Acquisition of Sign Making Equipment for DPW	47,500.00				47,500.00
4267	2012 Road & Municipal Parking Lot Resurfacing Program	1,887,650.00				1,887,650.00
4270	Acquisition of Emergency Generators	380,000.00	300,000.00		15,000.00	665,000.00
4273	Stormwater Drainage Impr. Tokoloka & Dearborn	171,000.00				171,000.00
03-2013	Votee Park- Turf Field		4,200,000.00		3,109,907.72	1,090,092.28
06-2013	Police and Fire Equipment		872,800.00		43,640.00	829,160.00
11-2013	Tax Appeal Refunding		2,232,000.00		744,000.00	1,488,000.00
16-2013	ADA Bathrooms- Belle	-	20,125.00		20,125.00	-
21-2013	Ayers Lozier- CDBG	-	181,119.00		181,119.00	-
41-2013	Purchase of Sewer Camera	-	75,000.00		75,000.00	-
						-
		<u>\$ 8,321,738.76</u>	<u>\$ 7,881,044.00</u>	<u>\$ 84,708.00</u>	<u>\$ 4,188,791.72</u>	<u>\$ 12,098,699.04</u>
			C-6,12	C-4,6	Below	C
	Funded Through:					
	Capital Improvement Fund		C-13		\$ 133,640.00	
	Grants		C-12		385,952.00	
	Due from Green Acres		C-4		750,000.00	
	Municipal Open Space		C-15		2,175,199.72	
	Current Fund Anticipated Tax Refunding		C-2a		744,000.00	
			Above		<u>\$ 4,188,791.72</u>	

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF DUE TO TRUST FUND

	Reference	C-15
Balance December 31, 2012	C	\$ 3,094,550.61
Decreased by:		
Fund Ordinance # 3-2013	C-12,14	<u>2,175,199.72</u>
Balance December 31, 2013	C	<u>\$ 919,350.89</u>

SCHEDULE OF RESERVE FOR PRELIMINARY COSTS

	Reference	C-16
Balance December 31, 2012	C	\$ 107,964.77
Increased by:		
New Preliminary Cost Resolutions:		
Ayers Ct. & Lozier Place Study- Res # 25-2013		\$ 22,000.00
Downing Street Drainage Study		19,700.00
Glenwood Pump Station- Ord # 4217		<u>58,500.00</u>
Funded from Capital Improvement Fund	C-13	100,200.00
		<u>208,164.77</u>
Decreased by:		
Encumbrances	C-18	71,895.61
Expenditures- Paid from Current Fund	C-2A	<u>31,450.49</u>
		<u>103,346.10</u>
Balance December 31, 2013	C	<u>\$ 104,818.67</u>

SCHEDULE OF RESERVE FOR PAYMENT OF BOND ANTICIPATION NOTES

	Reference	C-17
Balance December 31, 2012	C	\$ 398,817.24
Decreased by:		
Canceled to Fund Balance	C-1	<u>299,200.34</u>
Balance December 31, 2013	C	<u>\$ 99,616.90</u>
Analysis of Reserve for Pmt of BANS	Ordinance #	
	4128	\$ 44,547.50
	4165	<u>55,069.40</u>
		<u>\$ 99,616.90</u>

SCHEDULE OF ENCUMBRANCE PAYABLE

	Reference	C-18
Balance December 31, 2012	C	\$ 1,715,618.34
Increased by:		
Preliminary Costs- Encumbrances	C-16	\$ 71,895.61
Improvement Authorizations- Encumbrances	C-12	<u>7,401,149.03</u>
		9,188,662.98
Decreased by:		
Encumbrances Paid	C-2A	<u>1,715,618.34</u>
Balance December 31, 2013	C	<u>\$ 7,473,044.64</u>

See independent auditor's report and the notes to the financial statements.

TOWNSHIP OF TEANECK
PUBLIC ASSISTANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

SCHEDULE OF CASH-SOCIAL SERVICES FUND - TREASURER

D-1

	<u>Reference</u>		
Balance December 31, 2012	D		\$ 11,323.79
Increased by:			
Donations	D-2		4,034.78
			<u>15,358.57</u>
Decreased by:			
Due to Other Trust Fund	D	5,000.00	
Disbursements	D-2	<u>9,110.07</u>	<u>14,110.07</u>
Balance December 31, 2013	D		<u><u>\$ 1,248.50</u></u>

SCHEDULE OF RESERVE FOR SOCIAL SERVICES

D-2

	<u>Reference</u>		
Balance December 31, 2012	D		\$ 6,323.79
Increased by:			
Cash Receipts	D-1		4,034.78
			<u>10,358.57</u>
Decreased by:			
Social Services / Donations	D-1		<u>9,110.07</u>
Balance December 31, 2013	D		<u><u>\$ 1,248.50</u></u>

See independent auditor's report and the notes to the financial statements.

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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements- regulatory basis (the "financial statements") of the Township of Teaneck (the "Township"), State of New Jersey, prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 6, 2014.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs as item 13-01 through 13-04 that we consider to be significant deficiencies in internal control over financial reporting.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which are described in the accompanying schedule of findings and questioned costs as item 13-01, 13-02, 13-04 and 13-05.

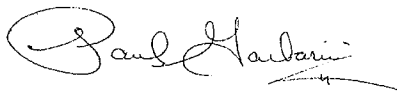
We noted certain matters that we reported to management of the Township in the schedule of audit comments and recommendations as item numbers 13-06.

Township's Response to Findings

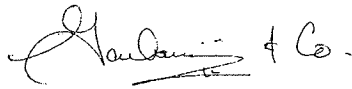
The Township's responses to findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Township's response was not subjected to the auditing procedures applied in the audit of financial statements, and, accordingly, we express no opinion on it.

Purpose of this Report

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



Paul W. Garbarini, CPA
Registered Municipal Accountant
No. 534



Garbarini & Co. P.C.
Certified Public Accountants

June 6, 2014
Carlstadt, New Jersey

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133 AND STATE OF NEW JERSEY'S OMB
CIRCULAR 04-04**

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for Each Major Federal and State Program

We have audited the Township of Teaneck, Bergen County, State of New Jersey (the "Township") compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* and the New Jersey State Office of Management and Budget's (OMB) State Grant Compliance Supplement that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2013. The Township's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Township's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the *Comptroller General of the United States*; *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations* and *State of New Jersey's OMB Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, *OMB Circular A-133* and *State Circular 04-04* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the Township's compliance with those requirements and performing such other procedures as we consider necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination on the Township's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the Township complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2013.

Report on Internal Control Over Compliance

Management of Township is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Township's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state programs to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state programs and to test and report on internal control over compliance in accordance with *OMB Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Townships' internal control over compliance.

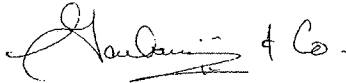
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal or state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133 and Non-Profit Organizations and State of New Jersey's OMB Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid. Accordingly, this report is not suitable for any other purpose.



Paul W. Garbarini, CPA
Registered Municipal Accountant
No. 534



Garbarini & Co. P.C.
Certified Public Accountants

June 6, 2014
Carlstadt, New Jersey

TOWNSHIP OF TEANECK

COMPARATIVE SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2013

Schedule I-1

Name of Federal Agency or Department	Federal Program	Federal CFDA#	Total Grant Award Amount	Balance Dec. 31, 2012	Cash Received	Program Expenditures	Adjusted/ Canceled	Balance Dec. 31, 2013	Memo
									Cumulative Total Expenditures
Department of Housing and Urban Development	Community Development Block Grant:								
	ADA Ramps & Curbs (Ord 4195)	14.218	108,000.00	\$ 6,945.10	\$ -	\$ -	\$ -	\$ 6,945.10	\$ 47,054.90
	Lozier Place Sanitary Sewer Replacement (Ord # 4251)		77,825.00	(607.16) *		30,708.73		(31,315.89)	77,825.00
	Lozier Ayers(Ord # 21-2013)		181,119.00	-		181,119.00		(181,119.00)	181,119.00
	ADA Bathrooms (Ord # 16-2013)		20,125.00	-		-		-	-
U.S. Department of Homeland Security	Assistance to Firefighters Grant	97.044	143,217.00 83,057.00	39,966.61 -	30,406.00	18,290.21		52,082.40 -	121,540.60
U.S. Department of Transportation									
	Pedestrian Safety Program	20.600	16,000.00 15,000.00	14,000.00		14,000.00 15,000.00		- (25.00)	16,000.00 15,000.00
	Federal Highway Safety Grant	20.600	14,000.00		14,975.00			-	-
National Highway Safety Pass thru State of NJ	Click it or Ticket	20.602	4,000.00 4,000.00	4,000.00		4,000.00 4,000.00		- -	4,000.00 4,000.00
	US Department of Transportation Pass Through Funds	20.205							
	Transportation Trust Fund:								
	Pedestrian Bridge Votee Park (Ord # 3807)		100,000.00	(57,244.75) *	57,244.75			-	57,244.75
	Cedar Lane / Palisades Prk Intersection (Ord # 4160)		27,000.00	(6,750.00) *	-			(6,750.00)	27,000.00
	Streetscape Improvement of Ward Plaza (4141/4160)		854,766.00	-				-	683,101.14
	W. Englewood # 4 (Ord # 4237)		140,000.00	(140,000.00) *	140,000.00			-	140,000.00
	Glenwood Ave Resurfacing (Ord # 4265)		146,500.00	-	109,875.00	146,500.00		(36,625.00)	146,500.00
U.S. Department of Justice	COPS - Grant Award- COPS in Shops	16.710	2,400.00 2,268.36	2,268.36 2,268.36	131.64	2,400.00		- 2,268.36	2,400.00
Pass Thru Boro. of Paramus	Edward Byrne Mem. JAG	16.738	9,997.00	9,997.00		9,997.00		-	9,997.00
	Bulletproof Vest Program	16.607	12,496.05 4,802.92	24,942.38		12,068.45		12,873.93 4,802.92	12,068.45 -
US Department of Law & Public Safety	Public Assistance Grants	97.036							
	Hurricane Sandy/ October Snow Storm		826,801.29	(826,801.29) *	807,845.17			(18,956.12)	826,801.29
	Emergency Management Performance Grant (PY)	97.042	5,000.00 5,000.00 5,000.00	5,000.00		5,000.00 5,000.00 5,000.00		5,000.00 5,000.00 5,000.00	-
Total Federal Financial Assistance				\$ (922,015.39)	\$ 1,179,280.48	\$ 438,083.39	\$ -	\$ (180,818.30)	\$ 2,371,652.13

* Expended prior year

See independent auditor's report and the notes to the financial statements

TOWNSHIP OF TEANECK
COMPARATIVE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2013

Schedule I-2

State Grantor Department	Program Title	State Program/ Account Number	Program Amount	Balance Dec. 31, 2012	Cash Received	Program Expenditures	Adjusted/ Canceled	Balance Dec. 31, 2013	Memo
									Cumulative Total Expenditures
Department of Law & Public Safety	Body Armor Grant	120-718-066-1020-001	8,168.67	\$ 2,961.38	\$ -	\$ 1,917.50	\$ -	\$ 1,043.88	\$ 7,124.79
			8,818.74		8,818.74		8,818.74	7,124.79	
			11,117.35		11,117.35		11,117.35		
	Drunk Driving Enforcement Fund		4,573.62	4,573.62			4,573.62	-	
			5,309.90		5,309.90	-	5,309.90		
Division of Motor Vehicles	Municipal Court Alcohol Education & Rehab. Fund	9735-760-060000-60	971.33	971.33			971.33		
			633.30	-	633.30		633.30		
Department of Environmental Protection	Clean Communities Program	4900-765-042-4900	53,767.99	(1,047.41) *	1,047.41		0.00	53,767.99	
			60,850.80		60,850.80	52,720.58	8,130.22	52,720.58	
	NJ Clean Energy Program		14,997.00			14,997.00	(14,997.00)	14,997.00	
	Green Communities Grant-2011		3,000.00	(300.52) *			(300.52)	3,000.00	
	State Recycling Grants	4900-752-001-4900	40,227.03	40,227.03		40,227.03	-	40,227.03	
			47,376.24		47,376.24		47,376.24		
Sustainable Land Use Grant		5,250.00	(5,250.00) *			250.00	(5,000.00)	5,250.00	
Bergen County Municipal Alliance	Governor's Alcohol and Drug Abuse Prevention Teaneck Against Substance Abuse		15,759.00	(5,378.03) *	5,378.03		0.00	15,759.00	
			15,759.00	(9,706.42) *	8,550.20	6,052.58	(7,208.80)	9,706.42	
			15,279.00		-	3,378.52	(3,378.52)	3,378.52	
Green Acres Grant	Votee Park Turf Field (Ord # 03-2013)		750,000.00			750,000.00	(750,000.00)	750,000.00	
State of New Jersey	NJLM Education Foundation		9,000.00	(3,900.00) *			(3,900.00)	8,400.00	
Total State Financial Assistance:				\$ 23,150.98	\$ 149,081.97	\$ 869,293.21	\$ 250.00	\$ (696,810.26)	\$ 971,456.12
Total Federal and State Financial Assistance				\$ (898,864.41)	\$ 1,328,362.45	\$ 1,307,376.60	\$ 250.00	\$ (877,628.56)	\$ 3,343,108.25

* Expended prior year

See independent auditor's report and the notes to the financial statements

TOWNSHIP OF TEANECK
NOTES TO THE SCHEDULES OF EXPENDITURES
OF FEDERAL AND STATE FINANCIAL ASSISTANCE
DECEMBER 31, 2013 AND 2012

1. General

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

2. Basis of Accounting

The accompanying schedules are presented using the modified accrual 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 generally accepted accounting principles (GAAP) applicable to local government units. This basis of accounting is described in Note 1C of the Township's financial statements.

3. Relationship of Financial Statements

Amounts reported in the accompanying schedules agree with amounts reported in the Township's financial statements, exclusive of the unappropriated reserves. Financial assistance awards are reported in the Township's financial statements on a basis of accounting described above as follows:

	Federal	State/Other	Total
Current /Grant Fund	\$ 79,755.66	\$ 119,293.21	\$ 199,048.87
Capital	358,327.73	750,000.00	1,108,327.73
	<u>\$ 438,083.39</u>	<u>\$ 869,293.21</u>	<u>\$ 1,307,376.60</u>

4. Relationship to Federal and State Financial Reports

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

5. State Loans Outstanding

The Township's New Jersey loans outstanding at December 31, 2013, which are not required to be reported on the schedule of expenditures of state financial assistance, are as follows:

<u>Loan Program</u>	<u>State Account Number</u>	<u>State</u>
Green Acres Loan	Various	\$ 128,750

For the Year Ended December 31, 2013

Section I – Summary of Auditor’s Results

Financial Statements

[Reference – Section .510 of Circular OMB-133]

Type of Auditors Report Issued

Unqualified

Internal Control over Financial Reporting:

1) Material weakness(s) identified?

Yes

X

No

2) Significant deficiencies identified?

X

Yes

Noncompliance material to basic financial statement noted?

Yes

X

No

Federal Awards – Not Applicable

Internal Control over major programs:

1) Material weakness(s) identified

Yes

No

2) Significant deficiencies identified?

Yes

Type of auditor's report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section .510(a) of Circular A-133?

Yes

No

Identification of major programs:

CFDA Number

Name of Federal Program or Cluster

(Type A)

(Type A)

Dollar threshold used to determine type A and type B programs:

Auditee qualified as low-risk auditee?

Yes

No

Township of Teaneck
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2013

Section I – Summary of Auditor’s Results (Continued)

State Awards

Dollar threshold used to determine Type A and Type B Programs:

\$300,000

Audited qualified as low-risk auditee?

Yes

X

No

Internal Control over Major Programs

1) Material weakness identified

Yes

X

No

2) Significant deficiencies identified that are not considered to be material weaknesses?

Yes

X

No

Type of Auditor’s Report Issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 04-04?

Yes

X

No

Identification of major programs:

State Grant/ Project Number

Name of State Program

Proj.# 0260-07-015

Green Acres Grant

Section II – Financial Statement Findings

[This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements for which Government Auditing Standards requires reporting in a Circular A-133 and New Jersey OMB Circular 04-04 audit. See paragraphs 13.15 and 13.35. See the AICPA Audit Guide *Government Auditing Standards and Circular A-133 Audits* for further guidance on this schedule]

***Finding 13-01:**

All funds shall be deposited within forty-eight (48) hours of receipt.

Criteria:

N.J.S.A.40: A5-15

Condition:

The Fire Department was not always depositing funds within 48 hours.

Cause:

The Fire Department inspectors are collecting fees in the field and are not remitting those collections to the proper personnel within 48 hours.

Effect:

Not depositing within 48 hours.

Recommendation:

That all funds for all departments be deposited within forty-eight (48) hours of receipt, in accordance with N.J.S.A.40: A5-15

Management's Response:

The Chief Financial Officer and the Township Manager will meet with the Fire Department staff to determine what procedural changes are necessary to ensure compliance with the requirements of N.J.S.A. 40:A5-15.

Section II – Financial Statement Findings

Payroll Department:

***Finding 13-02:**

Eligible employees that meet the criteria established by the State of NJ Division of Pensions and Benefits must be enrolled.

Criteria:

- State of NJ Division of Pension and Benefits Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010.

Condition:

Several employees that appear to be eligible to meet the criteria are not enrolled in the defined contribution retirement program.

Cause:

- The internal controls do not include monitoring of defined contribution retirement program responsibilities.

Effect:

Employees that meet the criteria are not always enrolled in the defined contribution retirement program.

Recommendation:

That eligible employees that meet the criteria established by the State of NJ Division of Pensions and Benefits be enrolled accordingly.

Management's Response:

The finance department will work with the human resources department to design a system that ensures all requirements of newly hired employees are being met.

Township of Teaneck
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2013

Section II – Financial Statement Findings

Finding 13-03:

Cash reconciliations must be completed on a monthly basis and reconciled to the general ledger.

Criteria:

Internal Control over financial reporting.

Condition:

The Current Fund cash reconciliations to the bank statement were not completed on a monthly basis and not reconciled to the general ledger timely.

Cause:

Unusual circumstances created by various events including the record number of checks issued related to the inordinate amount of tax appeals caused significant problems, which in turn resulted in delays in certain reconciliations being completed accurately.

Effect:

The general ledger had to be adjusted at year end to reflect the correct cash balance and corresponding cash receipts and/or disbursement adjustments.

Recommendation:

That the Current Fund cash be reconciled to the bank statement and to the general ledger on a monthly basis.

Management's Response:

The Current Fund cash reconciliations to the bank statements will be completed and reconciled to the general ledger on a monthly basis.

Section II – Financial Statement Findings

***Finding 13-04:**

Monthly and/or quarterly statements must be sent to developers in accordance with CFO-98-7.

Criteria:

Finance Notice CFO-98-7

Condition:

Monthly and/or quarterly statements are not being sent to developers. The statements must include a listing of all deposits, interest earnings, disbursements, and cumulative balance of the escrow account. The statements must be provided on a quarterly basis, if monthly charges are \$1,000 or less; or on a monthly basis if charges exceed \$1,000. Professionals are also required to send payment vouchers to the CFO, as well as an advice copy to the developer/applicant.

Cause:

Statements are not being sent to developers.

Effect:

Violation of Finance Notice CFO-98-7

Recommendation:

That monthly and/or quarterly statements be sent to developers in accordance with Finance Notice CFO-98-7.

Management's Response:

Subsidiary ledgers for Escrows show balances remaining on nearly 400 accounts dating back as early as 1995 and are not identified by address or block and lot. The finance office has been working with the Engineering department to identify addresses. In addition, the finance office believes that a significant number of these Escrow fund actually belong to the Township. Prior to mailing notices, it is essential that the Township determine the validity of each escrow account. Determining the validity will require extensive research.

For those deposits received in the future, the CFO has arranged for those funds to be maintained in a Bank of America Escrow account. Procedures are being finalized to ensure the required date is being provided by the developers and the bank has the mechanism in place to provide the required statements for the developers in accordance with Notice CFO-98-7.

Township of Teaneck
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2013

Section II – Financial Statement Findings

Finding 13-05:

The 2014 Budget has not been introduced/approved by the statutory date.

Criteria:

Finance Notice 2013-25

Condition:

2014 Budget process is not complete.

Cause:

Governing body has not taken formal action.

Effect:

The 2014 Budget document was not sent to D.L.G.S. for review.

Recommendation:

That the 2014 Budget be introduced/approved and sent to D.L.G.S. for review.

Management's Response:

Under the Faulkner Act, budget transmission to governing body was completed on January 9, 2014, to date the budget has not been introduced/approved and sent to D.L.G.S.

Section III – Schedule of Federal and State Award Findings and Questioned Cost

[This section identifies audit findings required to be reported by section .510(a) of Circular A-133 and NJOMB Circular Letter 04-04].

FEDERAL AWARDS

No matters were reported.

STATE AWARDS

No matters were reported.

***Section IV: Summary Schedule of Prior – Year Audit Findings
and Questioned Costs as Prepared by Management***

[This section identifies the status of prior-year findings related to the general-purpose financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, US OMB Circular A-133 (section .315(a)(b)) and NJ OMB's Circular Letter 04-04].

Finding #12-01:

Condition:

Several departments did not maintain a detailed cash receipts ledger, pre-numbered receipts and or permits which detail date received, payee, receipt type, pre-numbered receipt, permit number and amount for every receipt for the entire year. In the last quarter of the year there was substantial improvement in the various departments.

Current Status:

Corrective action has been taken.

Finding #12-02:

Condition:

The Health Department was not always depositing funds within 48 hours. Several other departments could not provide documentation of receipts in order to ascertain that deposits are made within 48 hours.

Current Status:

Corrective action has been taken by the Health Department. See current year audit findings 13-01.

Finding 12-03:

Condition:

- a. A few health insurance deductions tested were not calculated correctly.
- b. The payroll reconciliation is not being done on a monthly basis.
- c. Several employees categorized as seasonal, appear to be full time employees and are not enrolled in the pension system.
- d. New Jersey GIT wages reported on the quarterly Forms #927, did not agree with the payroll records.

Current Status:

Corrective action has been taken on (a), (b) and (d) above. See current year audit findings 13-02.

TOWNSHIP OF TEANECK
ROSTER OF OFFICIALS AND SURETY BONDS
AT DECEMBER 31, 2013

<u>Name</u>	<u>Title</u>	
Mohammed Z. Hameeduddin	Mayor	
Adam Gussen	Deputy- Mayor	
Elie Y. Katz	Council Member	
Lizette P. Parker	Council Member	
Henry Pruitt	Council Member	
Mark J. Schwartz	Council Member	
Yitz Stern	Council Member	
William Broughton	Township Manager	
Jamie L. Evelina	Township Clerk & Officer for Searches for Municipal Improvements	
Christine L. Brown	Chief Financial Officer	
Milene Quijano	Tax Collector	(a) \$300,000
James E. Young, Jr.	Judge	
Jill Graham	Municipal Court Administrator	
David Hals	Acting Township Engineer	
Steven Gluck	Construction Code/Zoning Official	
Robert Wilson	Police Chief	
Anthony Verley	Fire Chief	
Chris Brothers	Fire Official	
Kevin McQuire	Fire Sub-Code Official	
Ken Katter	Health Officer	
Laura Turnbull	Registrar of Vital Statistics	
Michael D. McCue	Library Director	
Stanley Turitz	Attorney	
James Tighe	Assessor	
Glenna Crockett	Superintendent of Recreation	

(a) Note: The Surety Bond for the Tax Collector, Municipal Court Personnel and other municipal employees is provided by the Traveler's Casualty and Surety Company of America.

TOWNSHIP OF TEANECK

General Comments

For the Year Ended December 31, 2013

Contracts and Agreements Required to be Advertised for NJS 40A:11-4

NJS40A:11-4 states "Every contract awarded by the contracting agents, for the provision or performance of any goods or services, the cost of which in the aggregate exceed the bid threshold [40A:11-3 "a contract year the total sum of \$17,500. If the purchasing agent is qualified pursuant to subsection b. of section 9 of P.L.1971, c.198 (C.40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to \$36,000.00"], 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."

NJS40A:11-9 states "The governing body of any contracting unit may by ordinance, in the case of a municipality, by ordinance or resolution, as the case may be, in the case of a county, or by resolution in all other cases, establish the office of purchasing agent, or a purchasing department or a purchasing board, with the authority, responsibility, and accountability as its contracting agent, for the purchasing activity for the contract in unit, to prepare public advertising for bids and to receive bids for the provision or performance of goods or services on behalf of the contracting unit and to award contracts permitted pursuant to subsection a. of section 3 of P.L.1971, c. 198 (C.40A:11-3) in the name of the contracting unit, and conduct any activities as may be necessary or appropriate to the purchasing function of the contracting unit."

The Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$36,000.00 within the calendar year or any twelve-month period. Where questions arise as to whether any contract or agreement might result in a violation of the statute, the Township Attorney's opinion should be sought before a commitment is made.

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

Our examination of expenditures did not reveal individual payments, contracts or agreements in excess of \$36,000.00 "for the performance of any work, or the furnishing or hiring of any materials or supplies," other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of NJS 40A:11-6.

Expenditure of \$5,400 or more and less than \$36,000.00 Per N.J.S.A. 40A:11-6.1

N.J.S.A 40A:11-6.1 states, "a. For all contracts that in the aggregate are less than the bid threshold but 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L.1971, c.198 (C.40A:11-5), except for paragraph (a) of that subsection professional services and paragraph (b) of the subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered. The contracting agent shall retain the record of the quotation solicitation and shall include a copy of the record with the voucher used to pay the vendor. Whenever two or more responses to a request of a contracting agent offer equal prices and are the lowest responsible bids or proposals, the contracting unit may award the contract to the vendor whose response, in the discretion of the contracting unit, is the most advantageous, price and other factors considered. In such a case, the award resolution or purchase order documentation shall explain why the vendor selected is the most advantageous."

TOWNSHIP OF TEANECK
General Comments (Continued)
For the Year Ended December 31, 2013

Collection of Interest of Delinquent Taxes and Assessments

The statute provides 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 on January 1, 2013 adopted the following resolution authorizing interest to be charged on delinquent taxes:

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

WHEREAS, N.J.S.A. 54:4-67 has been amended to permit the fixing of said rate of 8% per annum on the first \$1,500.00 of the delinquency and 18% per annum on any amount in excess of \$1,500.00 and allows an additional penalty of 6% be collected against a delinquency in excess of \$10,000.00 prior to the end of the calendar year;

NOW, THEREFORE, BE IT RESOLVED by the Mayor and Township Council of the Township of Teaneck, County of Bergen, State of New Jersey as follows:

1. The Tax Collector is hereby authorized and directed to charge 8% per annum on the first \$1,500.00 of taxes becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in areas beyond December 31, and additional penalty of 6% shall be charged against the delinquency.
2. Effective January 1, 2013 there will be a ten-day grace period of quarterly tax payments made by cash, check, or money order.
3. Any payments not made in accordance with paragraph two of this resolution shall be charged interest from the due date as set forth in paragraph one of this resolution.

It appears from an examination of the Collector's records, that interest was collected in accordance with the foregoing resolution.

TOWNSHIP OF TEANECK
Summary Schedule of Prior Year Audit Comments
For The Year Ended December 31, 2013

#12-04 RECOMMENDATION:

That monthly and or quarterly statements be sent to developers in accordance with Finance Notice CFO-98-7.

STATUS:

Corrective action has not been taken. See current year audit finding 13-04.

#12-05 RECOMMENDATION:

Recommendation:

1. Case management processing:
 - a). All tickets assigned over six (6) months not issued should be recalled.
 - b). The Cases Eligible for Dismissal Report and Follow-Up Incomplete Report should be reviewed. As per Rule 7:8-9(f), once the case is over 3 years old, and the follow-up procedures available to the municipal court have not been completed, the ticket must be dismissed.
2. The Police department should ensure that, when accepting bail in the form of a check for an out-of-town summons/warrant, the check is made payable to Teaneck Municipal Court. All out-of-town traffic and criminal bail monies posted/dispensed for outside agencies should be receipted through the ATS/ACS automated system.
3. The Police Department and the Municipal Court pre-numbered manual receipt books should be used in sequential numerical order. Also, pre-printed receipt books specifically for use by the Police Department and for use by the Municipal Court should be used by the corresponding department and should not be mixed. Corrective action was implemented January 2013.

STATUS:

Partial corrective action has been taken. See current year audit finding 13-05.

#12-06 RECOMMENDATION:

Fixed Assets

- a) That fixed assets with grant funds be identified on the fixed asset listing as required by NJAC 5:30-5.6.
- b) That fixed assets be tagged and properly identified as required by NJAC 5:30-5.6.

STATUS:

Corrective action has been taken.

TOWNSHIP OF TEANECK
Audit Comments and Recommendations
For the Year Ended December 31, 2013

Municipal Court:

***Comment # 13-06**

1. Review of ATS/ACS Monthly Management Report dated December 31, 2013 indicated a backlog in ticket/complaint processing resulting in the following:
 - a). There were 118 tickets that were no-disposed listed under "Other Statuses."
 - b). There were 6 parking tickets over (3) years old eligible for dismissal.
2. In the Police department, there were (5) instances noted in our test sample where bail was collected for an out-of-town municipal court and where the payment was in the form of a check, the checks were made payable directly to other courts. These bail payment checks were not made payable to Teaneck Municipal Court and were not processed through Teaneck's ATS/ACS system as "out of town bail" as they should have been.
3. Manual pre-numbered bail receipt books utilized by the Police Department were not used in numerical sequence. Controls were implemented in 2013 and pre-numbered receipt books were used in sequence for approximately seven (7) months during the year. There were a few months in the remaining part of the year when receipt books were used out of sequence.

Recommendation:

1. Case management processing:
 - a). The Case Status Report should be reviewed and each ticket/case should be reviewed regularly by the court to insure processing is continued.
 - b). The Cases Eligible for Dismissal Report and Follow-Up Incomplete Report should be reviewed. As per Rule 7:8-9(f), once the case is over 3 years old, and the follow-up procedures available to the municipal court have not been completed, the ticket must be dismissed.
2. The Police department should ensure that, when accepting bail in the form of a check for an out-of-town summons/warrant, the check is made payable to Teaneck Municipal Court. All out-of-town traffic and criminal bail monies posted/dispensed for outside agencies should be receipted through the ATS/ACS automated system.
3. The Police Department pre-numbered manual receipt books used for acceptance of bail should be used in sequential numerical order at all times throughout the year.

Appreciation

We desire to express our appreciation of the assistance and courtesies rendered by the Township Officials and employees during the year.

* * * * *

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

June 6, 2014