

BOROUGH OF DEAL

COUNTY OF MONMOUTH

NEW JERSEY

REPORT OF AUDIT

YEARS ENDED DECEMBER 31, 2014 AND 2013

BOROUGH OF DEAL, NJ

TABLE OF CONTENTS

Part I

	<u>Page</u>
Independent Auditor's Report	1 to 2
 <u>Exhibit</u>	
<u>Current Fund</u>	
A	Comparative Balance Sheet - Regulatory Basis 3 to 4
A-1	Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis 5
A-2	Statement of Revenues - Regulatory Basis 6 to 7
A-3	Statement of Expenditures - Regulatory Basis 8 to 14
 <u>Trust Fund</u>	
B	Comparative Balance Sheet - Regulatory Basis 15
 <u>General Capital Fund</u>	
C	Comparative Balance Sheet - Regulatory Basis 16
C-1	Statement of Fund Balance - Regulatory Basis 16
 <u>Sewer Utility Fund</u>	
D	Comparative Balance Sheet - Regulatory Basis 17
D-1	Comparative Statement of Operations and Change in Operating Fund Balance - Regulatory Basis 18
D-3	Statement of Fund Balance - Sewer Capital Fund - Regulatory Basis 18
D-4	Statement of Revenues - Regulatory Basis 19
D-5	Statement of Expenditures - Regulatory Basis 19
 <u>General Fixed Assets Account Group</u>	
E	Comparative Statement of General Fixed Assets - Regulatory Basis 20
 <u>Notes to Financial Statements</u> 21 to 32	
 <u>Supplementary Information</u>	
	Officials in Office and Surety Bonds 33 to 34
	Schedule of Expenditures of State Financial Assistance 35
	Notes to Schedule of State Financial Assistance 36

BOROUGH OF DEAL, NJ

TABLE OF CONTENTS

(continued)

Part I - (continued)

<u>Exhibit</u>	<u>Supplemental Information</u> (continued)	<u>Page</u>
	<u>Current Fund</u>	
	Schedule of:	
A-4	Current Fund Cash and Investments - Collector and Treasurer	37
A-6	Change and Petty Cash Funds	38
A-7	Due to State of New Jersey	38
A-8	Taxes Receivable and Analysis of Property Tax Levy	39
A-11	Revenue Accounts Receivable	40
A-12	Deferred Charges	40
A-13	2013 Appropriation Reserves	41 to 43
A-14	Tax Overpayments	44
A-15	Deferred Charges-N.J.S.40A:4-53 Special Emergencies - Revaluation of Real Property	44
A-18	County Taxes Payable	44
A-19	Local District School Taxes Payable	45
A-23	Due To or From General Capital Fund	45
A-24	Due To or From Sewer Operating Fund	46
A-25	Prepaid Taxes	46
A-26	Prepaid Beach Revenues	46
A-27	Interfunds - Federal and State Grant Fund	47
A-28	Grants Receivable - Federal and State Grant Fund	47
A-29	Appropriated Reserves for Grants - Federal and State Grant Fund	48
A-30	Unappropriated Reserves for Grants - Federal and State Grant Fund	48
	<u>Trust Fund</u>	
	Schedule of:	
B-1	Trust Cash - Treasurer	49
B-3	Amount Due To or From Current Fund	49
B-4	Reserve for Street Opening Deposits	50
B-5	Reserve for Dog Fund Expenditures	50
B-6	Reserve for Unemployment Compensation Funds	51
B-7	Reserve for Miscellaneous Trust Funds	51
	<u>General Capital Fund</u>	
	Schedule of:	
C-2	General Capital Cash - Treasurer	52
C-4	Analysis of General Capital Cash	52 to 53
C-5	Deferred Charges to Future Taxation - Unfunded	53 to 54
C-6	Capital Improvement Fund	55
C-7	Bond Anticipation Notes	55
C-8	Improvement Authorizations - General Capital	56
C-9	Interfund Due To or From Current Fund	57
C-12	Bonds and Notes Authorized But Not Issued	58

BOROUGH OF DEAL, NJ

TABLE OF CONTENTS

(continued)

Part I - (continued)

<u>Exhibit</u>	<u>Supplemental Information</u> (continued)	<u>Page</u>
	<u>Sewer Utility Fund</u>	
	Schedule of:	
D-8	Sewer Utility Cash	59
D-13	Analysis of Sewer Capital Cash	60
D-14	Consumer Accounts Receivable	60
D-28	Fixed Capital	61
D-29	Fixed Capital Authorized and Uncompleted	61
D-30	Interfund with Current Fund - Sewer Operating Fund	62
D-31	Interfund with Sewer Operating Fund - Sewer Capital Fund	62
D-32	Interfund with Current Fund - Sewer Capital Fund	63
D-34	2013 Appropriation Reserves	63
D-35	Accounts Payable - Sewer Operating Fund	63
D-36	Interest on Bond Anticipation Notes	64
D-38	Sewer Utility Rent Overpayments	64
D-39	Sewer Utility Prepaid Rent	64
D-43	Improvement Authorizations	65
D-45	Sewer Capital Improvement Fund	65
D-49	Reserve for Amortization	65
D-50	Deferred Reserve for Amortization	66
D-54	Bond Anticipation Notes	67
D-56	Bonds and Notes Authorized But Not Issued	67
	<u>Comparative Data</u>	
	Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis - Current Fund	68
	Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis - Sewer Utility Operating Fund	68 to 69
	Comparison of Tax Rate Information	69
	Comparison of Tax Levies and Collection	69
	Comparison of Delinquent Taxes and Tax Title Liens	70
	Comparative Schedule of Fund Balances	70
	<u>Part II</u>	
	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	71 to 72
	Schedule of Findings and Questioned Costs	73
	<u>General Comments</u>	
	Scope of Audit	74
	Contracts and Agreements Required to be Advertised Per N.J.S.40A:11-4	74 to 75
	Collection of Interest on Delinquent Taxes and Assessments	75
	Delinquent Taxes and Tax Title Liens	75
	Tax Title Liens	75
	Property Acquired by Tax Title Lien Liquidation	76
	Schedule of Annual Debt Service for Principal and Interest for the Next Five Years for Bonded Debt Issued and Outstanding	76
	<u>Recommendations</u>	77
	<u>Status of Prior Year's Audit Findings and Recommendations</u>	78

BOROUGH OF DEAL, NJ

COUNTY OF MONMOUTH

PART I

ALVINO & SHECHTER, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

110 Fortunato Place

Neptune, New Jersey 07753-3767

VINCENT J. ALVINO, CPA, PSA
ALLEN B. SHECHTER, CPA, RMA, PSA

Phone: (732) 922-4222
Fax: (732) 922-4533

Member

American Institute of Certified Public Accountants
New Jersey Society of Certified Public Accountants
PCPS of the AICPA Division of CPA Firms

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Commissioners
Borough of Deal
County of Monmouth
Deal, New Jersey

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various funds of the Borough of Deal in the County of Monmouth, as of December 31, 2014 and 2013, the related statement of operations and changes in fund balance-regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various funds for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statements, the financial statements are prepared by the Borough of Deal on the basis of the financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of New Jersey.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the Borough of Deal as of December 31, 2014 and 2013, or changes in the financial position for the years then ended.

Basis for Qualified Opinion on Regulatory Basis Accounting Principles

We are unable to obtain sufficient evidence to support the cost of fixed assets. As more fully described in Note 1, due to the length of time over which these fixed assets were acquired, it is not practical to determine their actual costs. We are, therefore, unable to express an opinion as to the general fixed assets account group at December 31, 2014 and 2013, stated as \$113,930,099.00 and \$113,744,599.00.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in “Basis for Qualified Opinion on Regulatory Basis Accounting Principles” paragraph, the financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets as of December 31, 2014 and 2013, the regulatory basis statements of operations for the years then ended and the regulatory basis statements of revenues and expenditures for the year ended December 31, 2014 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Deal’s basic financial statements. The supplementary information listed in the table of contents and the comments and recommendations section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 1, 2015 on our consideration of the Borough of Deal’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Deal’s internal control over financial reporting and compliance.


Allen B. Shechter, R.M.A. #509
ALVINO & SHECHTER, L.L.C.

Neptune, New Jersey
September 1, 2015

CURRENT FUND

Borough of Deal, NJ
Current Fund
Comparative Balance Sheet - Regulatory Basis
As of December 31, 2014 and 2013

A
(Page 1 of 2)

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>			
Cash and Investments	A-4	4,037,273.75	5,611,429.84
Change and Petty Cash Fund	A-6	250.00	250.00
Notes Receivable - General Capital Fund	C-7	.00	497,429.58
Due from State of New Jersey	A-4	<u>33,635.07</u>	<u>.00</u>
		<u>4,071,158.82</u>	<u>6,109,109.42</u>
<u>Receivables With Full Reserves</u>			
Delinquent Property Taxes Receivable	A-8	309,225.52	318,036.31
Revenue Accounts Receivable	A-11	18,959.73	32,412.98
Due from Sewer Operating Fund	D-30:A-24	178,225.60	314,506.47
Due from Dog License Fund	B:B-3	150.20	167.20
Due from Sewer Operating Fund (Payroll)	D:A-4	<u>.00</u>	<u>770.34</u>
		<u>506,561.05</u>	<u>665,893.30</u>
<u>Deferred Charges</u>			
Special Emergency Authorizations (40A:4-53)	A-15	.00	25,000.00
Overexpenditure of Budget Appropriations	A-3:A-12	.00	51,773.54
Overexpenditure of Appropriation Reserves	A-12	21,231.01	6,017.31
Emergency Authorizations (40A:-4-47)	A-3:A-12	<u>40,000.00</u>	<u>.00</u>
		<u>61,231.01</u>	<u>82,790.85</u>
<u>Federal and State Grants</u>			
Due from Current Fund	A-27	59,881.47	83,347.76
Grants Receivable	A-28	<u>.00</u>	<u>.00</u>
		<u>59,881.47</u>	<u>83,347.76</u>
<u>Total Assets</u>		<u>\$4,698,832.35</u>	<u>6,941,141.33</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ
Current Fund
Comparative Balance Sheet - Regulatory Basis
As of December 31, 2014 and 2013

A
(Page 2 of 2)

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Liabilities, Reserves and Fund Balance</u>			
<u>Liabilities</u>			
Appropriation Reserves	A-3:A-13	674,830.47	361,356.22
Reserve for Encumbrances	A-3:A-13	.00	.00
Contracts Payable	A	18,881.89	18,881.89
Due to General Capital Fund	C-9:A-23	560.05	2,505,616.74
Due to Sewer Capital Fund	D-32	50.95	579,376.64
Due to Unemployment Compensation Funds	B:A-4	416.38	465.09
Easement Escrow Agreement - Blk. #14, Lot #16	A	15,000.00	15,000.00
County Taxes Payable	A-18	24,207.53	2,354.90
Prepaid Taxes	A-25	577,038.22	501,984.89
Prepaid Beach Revenues	A-26	233,093.00	311,520.00
Tax Overpayments	A-14	43,724.81	33,632.73
Due to State of N.J. - Senior Citizens and Veterans	A-7	2,000.00	1,750.00
Local District School Taxes Payable	A-19	752,618.46	752,618.46
Due to Federal and State Grant Fund	A-27	<u>59,881.47</u>	<u>83,347.76</u>
		2,402,303.23	5,167,905.32
Reserve for Receivables	A	506,561.05	665,893.30
Fund Balance	A-1	<u>1,730,086.60</u>	<u>1,023,994.95</u>
		<u>4,638,950.88</u>	<u>6,857,793.57</u>
<u>Federal and State Grant Fund</u>			
Appropriated Reserves for Grants	A-29	31,452.08	71,998.68
Unappropriated Reserves	A-30	<u>28,429.39</u>	<u>11,349.08</u>
		<u>59,881.47</u>	<u>83,347.76</u>
<u>Total Liabilities, Reserves and Fund Balance</u>		<u>\$4,698,832.35</u>	<u>6,941,141.33</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ

Current Fund

Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis

A-1

For the Years Ended December 31, 2014 and 2013

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Revenue and Other Income</u>			
Fund Balance Utilized	A-1	820,000.00	803,231.00
Miscellaneous Revenue Anticipated	A-2	6,159,399.52	3,351,520.60
Receipts from Delinquent Taxes	A-2	226,439.00	252,960.15
Receipts from Current Taxes	A-2	12,785,034.70	14,160,672.47
Non-Budget Revenue	A-2:A-1	170,549.37	148,190.34
Other Credits to Income			
Unexpended Balance of Appropriation Reserves	A-13	194,576.13	112,867.56
Interfund Receivables Realized:			
Sewer Operating Fund	A-1	137,051.21	.00
Dog License Fund	A-1	334.40	.00
General Capital Fund	A-1	.00	170,102.00
<u>Total Income</u>		<u>20,493,384.33</u>	<u>18,999,544.12</u>
<u>Expenditures</u>			
Budget and Emergency Appropriations			
Operations			
Salaries and Wages	A-3	3,367,102.00	3,392,583.52
Other Expenses	A-3	3,570,142.08	3,379,063.76
Capital Improvements	A-3	225,000.00	225,000.00
Municipal Debt Service	A-3	3,352,157.14	1,036,746.24
Deferred Charges and Statutory Expenditures	A-3	1,022,392.69	979,825.44
County Taxes	A-18	5,478,589.24	7,216,415.07
County Share of Added and Omitted Taxes	A-18	20,647.78	2,322.80
Local District School Taxes	A-19	1,967,702.00	1,967,702.00
Interfund Advances:			
Miscellaneous Trust Funds - Unemployment	A-1	.00	770.34
Sewer Operating Fund	A-1	.00	68,224.20
Due to County - Added/Omitted Assessments	A-1:A-18	3,559.75	32.10
<u>Total Expenditures</u>		<u>19,007,292.68</u>	<u>18,268,685.47</u>
<u>Excess (Deficit) in Revenue</u>		1,486,091.65	730,858.65
<u>Adjustments to Income Before Fund Balance</u>			
Expenditures Included Above Which Are by Statute			
Deferred Charges to Budget of Succeeding Years	A-1	40,000.00	.00
<u>Statutory Excess in Revenue</u>		1,526,091.65	730,858.65
<u>Fund Balance</u>			
Balance - January 1	A:A-1	1,023,994.95	1,096,367.30
<u>Decreased by</u>		2,550,086.60	1,827,225.95
Utilized as Anticipated Revenue	A-1	820,000.00	803,231.00
<u>Fund Balance - December 31</u>	A	<u>\$ 1,730,086.60</u>	<u>1,023,994.95</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ
Current Fund
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2014

A-2
(Page 1 of 2)

	<u>Ref.</u>	<u>Budget</u>	N.J.S. <u>40A:4-87</u>	<u>Realized</u>	<u>Excess or Deficit *</u>
Fund Balance Appropriated	A-1	820,000.00	.00	820,000.00	.00
<u>Miscellaneous Revenues</u>					
Licenses					
Alcoholic Beverages	A-11	4,750.00	.00	5,186.00	436.00
Other	A-11	5,000.00	.00	5,530.00	530.00
Fees and Permits					
Uniform Construction Code	A-11	110,000.00	.00	165,272.00	55,272.00
Other	A-11	6,000.00	.00	8,734.00	2,734.00
Fines - Municipal Court	A-11	180,000.00	.00	207,196.73	27,196.73
Interest and Costs on Taxes	A-4	70,000.00	.00	89,156.39	19,156.39
Energy Receipts Tax	A-11	455,315.00	.00	455,315.00	.00
Interest on Investments and Deposits	A-11	7,500.00	.00	14,416.92	6,916.92
Beach Revenues	A-11	1,390,000.00	.00	1,935,466.00	545,466.00
Shared Police Services - Borough of Interlaken	A-4	539,376.00	.00	539,377.92	1.92
Shared Police Services-Village of Loch Arbour	A-4	142,235.00	.00	142,235.60	.60
Shared Municipal Court Services - Village of Loch Arbour	A-4	8,737.00	.00	8,737.00	.00
Reserve for Clean Communities Program	A-28	6,254.20	.00	6,254.20	.00
Reserve for Municipal Court Alcohol, Education & Rehabilitation Fund	A-28	1,451.30	.00	1,451.30	.00
Reserve for Body Armor Fund	A-28	2,440.81	.00	2,440.81	.00
Reserve for Recycling Tonnage Grant	A-28	1,202.77	.00	1,202.77	.00
Utility Operating Surplus of Prior Year	D-1:D-30	144,000.00	.00	144,000.00	.00
FEMA Revenues - Sandy	A-11	81,000.00	.00	195,701.88	114,701.88
Reserve to Pay Debt Proceeds - Ordn. #1070/1074	C	2,231,725.00	.00	2,231,725.00	.00
Total Miscellaneous Revenue		<u>5,386,987.08</u>	<u>.00</u>	<u>6,159,399.52</u>	<u>772,412.44</u>
Receipts From Delinquent Taxes	A-1	<u>250,000.00</u>	<u>.00</u>	<u>226,439.00</u>	<u>23,561.00*</u>
<u>Amount to be Raised by Taxes for Support of Municipal Budget -</u>					
Local Tax for Municipal Purposes	A-2	<u>5,591,406.90</u>	<u>.00</u>	<u>5,868,590.89</u>	<u>277,183.99</u>
Budget Totals	A-3	12,048,393.98	.00	13,074,429.41	1,026,035.43
Non-Budget Revenue	A-1:A-2	<u>.00</u>	<u>.00</u>	<u>170,549.37</u>	<u>170,549.37</u>
	Ref.	<u>\$12,048,393.98</u>	<u>.00</u>	<u>13,244,978.78</u>	<u>1,196,584.80</u>
	A-3				

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ
Current Fund
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2014
Analysis of Realized Income

A-2
(Page 2 of 2)

<u>Allocation of Current Tax Collections</u>	<u>Ref.</u>	
Revenue from Collections	A-1:A-8	12,785,034.70
Allocated to School and County Taxes	A-8	<u>7,466,939.02</u>
Support of Municipal Budget Appropriations		5,318,095.68
Add Appropriation Reserve for Uncollected Taxes	A-3	<u>550,495.21</u>
Realized for Support of Municipal Budget Appropriations	A-2	<u>\$ 5,868,590.89</u>

Analysis of Non-Budget Revenue

Senior Citizens & Veterans Administrative Fee		200.00
Street Opening Deposits		5,055.62
Monmouth County JIF Insurance Dividend		20,717.75
NJ DMV Inspection Fees		4,565.34
Insurance Damage Proceeds		11,436.33
Towing Application		150.00
Police Overtime - Borough Share		6,009.55
Fire Safety Rebates		2,530.45
Recycling		4,796.25
Polling Place Rent		400.00
Tax Title Lien Search		200.00
Public Works - Village of Loch Arbour		11,056.94
Police Discoveries & Reports		524.93
NSF Fees Collected		300.00
Parking Lot Rental Fees		4,000.00
Cell Tower Rentals		72,537.96
Credit Card Revenue		4,580.03
Insurance Overpayment Refund		496.66
Vendor Rebates/Refunds		655.53
Copy Charges - Clerk's Office		34.27
Voided Checks - Municipal Court		7.00
Auction Proceeds		10,077.43
Court Restitution		2,076.00
Board of Education Use of Machine		122.97
Miscellaneous Revenue		5.06
Revenue Accounts Receivable		
Cable TV Fees	A-11	<u>8,013.30</u>
		<u>\$170,549.37</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Cancelled</u>	<u>Overexpended</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>		
<u>GENERAL GOVERNMENT FUNCTIONS</u>							
Administrative and Executive							
Salaries and Wages	230,000.00	230,000.00	215,330.72	.00	14,669.28	.00	.00
Other Expenses	48,000.00	47,200.00	44,272.48	.00	2,927.52	.00	.00
Human Resources							
Other Expenses	5,000.00	.00	.00	.00	.00	.00	.00
Director's Office - Public Affairs and Public Safety							
Salaries and Wages	3,000.00	3,000.00	3,000.00	.00	.00	.00	.00
Other Expenses	1,400.00	1,400.00	510.00	.00	890.00	.00	.00
Director's Office - Revenue and Finance							
Salaries and Wages	2,501.00	2,501.00	2,500.08	.00	.92	.00	.00
Other Expenses	500.00	500.00	.00	.00	500.00	.00	.00
Director's Office - Public Works, Parks & Public Property							
Salaries and Wages	2,501.00	2,501.00	2,500.08	.00	.92	.00	.92
Other Expenses	500.00	500.00	28.80	.00	471.20	.00	.00
Municipal Clerk							
Other Expenses	5,000.00	5,000.00	857.70	.00	4,142.30	.00	.00
Elections							
Other Expenses	4,200.00	4,200.00	1,159.40	.00	3,040.60	.00	.00
Financial Administration							
Salaries and Wages	8,400.00	8,400.00	8,347.92	.00	52.08	.00	.00
Other Expenses	800.00	800.00	350.00	.00	450.00	.00	.00
Audit Services							
Other Expenses	50,000.00	50,000.00	48,500.00	.00	1,500.00	.00	.00
Collection of Taxes							
Salaries and Wages	30,000.00	30,000.00	29,414.36	.00	585.64	.00	.00
Other Expenses	10,200.00	10,200.00	10,049.42	.00	150.58	.00	.00
Assessment of Taxes							
Salaries and Wages	16,000.00	16,100.00	16,000.08	.00	99.92	.00	.00
Other Expenses	36,400.00	49,140.00	47,652.78	.00	1,487.22	.00	.00
Legal Services and Costs							
Other Expenses	40,000.00	40,000.00	29,447.50	.00	10,552.50	.00	.00
Engineering Services and Costs							
Other Expenses	<u>20,000.00</u>	<u>20,000.00</u>	<u>19,691.25</u>	<u>.00</u>	<u>308.75</u>	<u>.00</u>	<u>.00</u>
	<u>514,402.00</u>	<u>521,442.00</u>	<u>479,612.57</u>	<u>.00</u>	<u>41,829.43</u>	<u>.00</u>	<u>.00</u>

Borough of Deal, NJ
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance Cancelled	Overexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved		
<u>LAND USE ADMINISTRATION</u>							
Planning Board							
Salaries and Wages	30,000.00	30,100.00	30,085.42	.00	14.58	.00	.00
Other Expenses	9,200.00	9,100.00	9,093.18	.00	6.82	.00	.00
Zoning Board							
Salaries and Wages	24,000.00	24,000.00	24,000.00	.00	.00	.00	.00
Other Expenses	4,600.00	4,600.00	4,440.00	.00	160.00	.00	.00
	<u>67,800.00</u>	<u>67,800.00</u>	<u>67,618.60</u>	<u>.00</u>	<u>181.40</u>	<u>.00</u>	<u>.00</u>
<u>INSURANCE</u>							
General Liability	117,000.00	117,000.00	116,817.00	.00	183.00	.00	.00
Workers Compensation	153,000.00	153,000.00	141,045.08	.00	11,954.92	.00	.00
Employee Group Health	977,850.00	976,850.00	921,954.37	.00	54,895.63	.00	.00
Health Benefit Waiver	10,000.00	10,000.00	6,095.95	.00	3,904.05	.00	.00
	<u>1,257,850.00</u>	<u>1,256,850.00</u>	<u>1,185,912.40</u>	<u>.00</u>	<u>70,937.60</u>	<u>.00</u>	<u>.00</u>
<u>PUBLIC SAFETY FUNCTIONS</u>							
Police							
Salaries and Wages	1,410,000.00	1,350,000.00	1,281,736.76	.00	68,263.24	.00	.00
Other Expenses	215,800.00	275,800.00	166,012.43	.00	109,787.57	.00	.00
Emergency Management Services							
Other Expenses	2,500.00	2,500.00	.00	.00	2,500.00	.00	.00
First Aid Organizations Contribution	5,000.00	5,000.00	1,747.00	.00	3,253.00	.00	.00
Fire							
Salaries and Wages	325,200.00	325,200.00	313,309.61	.00	11,890.39	.00	.00
Other Expenses							
Fire Hydrant Service	80,000.00	80,000.00	78,385.52	.00	1,614.48	.00	.00
Miscellaneous Other Expenses	27,750.00	27,750.00	19,170.43	.00	8,579.57	.00	.00
Municipal Prosecutor							
Salaries and Wages	23,000.00	23,000.00	22,284.96	.00	715.04	.00	.00
Other Expenses	300.00	300.00	.00	.00	300.00	.00	.00
	<u>2,089,550.00</u>	<u>2,089,550.00</u>	<u>1,882,646.71</u>	<u>.00</u>	<u>206,903.29</u>	<u>.00</u>	<u>.00</u>
<u>PUBLIC WORKS FUNCTIONS</u>							
Street and Roads							
Road Repairs and Maintenance							
Salaries and Wages	441,000.00	441,000.00	410,091.19	.00	30,908.81	.00	.00
Other Expenses	68,200.00	68,200.00	52,285.82	.00	15,914.18	.00	.00
Traffic Signal Maintenance							
Other Expenses	5,000.00	5,000.00	.00	.00	5,000.00	.00	.00

Borough of Deal, NJ
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance Cancelled	Overexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved		
<u>PUBLIC WORKS FUNCTIONS (Cont'd)</u>							
Garbage and Trash Removal							
Salaries and Wages	148,000.00	148,000.00	141,291.76	.00	6,708.24	.00	.00
Other Expenses	14,500.00	14,500.00	11,613.83	.00	2,886.17	.00	.00
Public Buildings and Grounds							
Other Expenses	51,400.00	51,400.00	39,598.88	.00	11,801.12	.00	.00
Vehicle Maintenance							
Other Expenses	75,000.00	75,000.00	74,956.65	.00	43.35	.00	.00
Deal Lake Weed Control							
Other Expenses	<u>1,750.00</u>	<u>1,750.00</u>	<u>1,750.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
	<u>804,850.00</u>	<u>804,850.00</u>	<u>731,588.13</u>	<u>.00</u>	<u>73,261.87</u>	<u>.00</u>	<u>.00</u>
<u>HEALTH AND HUMAN SERVICES FUNCTIONS</u>							
Board of Health (Ch. 329 P.L. 1975)							
Other Expenses	24,500.00	24,500.00	23,856.75	.00	643.25	.00	.00
Dog Regulation							
Other Expenses	6,500.00	6,500.00	3,633.00	.00	2,867.00	.00	.00
Aid to Health Care Facilities (N.J.S.A. 44:5.2)	<u>500.00</u>	<u>500.00</u>	<u>.00</u>	<u>.00</u>	<u>500.00</u>	<u>.00</u>	<u>.00</u>
	<u>31,500.00</u>	<u>31,500.00</u>	<u>27,489.75</u>	<u>.00</u>	<u>4,010.25</u>	<u>.00</u>	<u>.00</u>
<u>PARK AND RECREATION FACILITIES</u>							
Recreation							
Other Expenses	1,400.00	1,400.00	.00	.00	1,400.00	.00	.00
Parks and Playgrounds							
Other Expenses	1,000.00	1,000.00	.00	.00	1,000.00	.00	.00
Beach Front Recreation Facilities							
Salaries and Wages	490,000.00	498,000.00	468,205.10	.00	29,794.90	.00	.00
Other Expenses	<u>149,600.00</u>	<u>141,600.00</u>	<u>84,671.37</u>	<u>.00</u>	<u>56,928.63</u>	<u>.00</u>	<u>.00</u>
	<u>642,000.00</u>	<u>642,000.00</u>	<u>552,876.47</u>	<u>.00</u>	<u>89,123.53</u>	<u>.00</u>	<u>.00</u>
Municipal Court							
Salaries and Wages	101,000.00	101,200.00	95,723.20	.00	5,476.80	.00	.00
Other Expenses	30,900.00	30,700.00	27,180.08	.00	3,519.92	.00	.00
Public Defender							
Other Expenses	4,000.00	4,000.00	4,000.00	.00	.00	.00	.00

Borough of Deal, NJ
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance Cancelled	Overexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved		
<u>Uniform Construction Code - Appropriations Offset</u>							
<u>By Dedicated Revenues (N.J.A.C.5:23-4.17)</u>							
State Uniform Construction Code							
Construction Official							
Salaries and Wages	102,000.00	102,000.00	98,098.56	.00	3,901.44	.00	.00
Other Expenses	9,500.00	9,500.00	9,126.28	.00	373.72	.00	.00
Sub-Code Officials							
Plumbing Inspector							
Salaries and Wages	12,000.00	12,000.00	11,244.92	.00	755.08	.00	.00
Other Expenses	200.00	200.00	200.00	.00	.00	.00	.00
Fire Sub-Code Official							
Salaries and Wages	7,000.00	7,000.00	6,858.24	.00	141.76	.00	.00
Other Expenses	400.00	400.00	400.00	.00	.00	.00	.00
Electrical Inspector							
Salaries and Wages	12,100.00	13,100.00	13,044.00	.00	56.00	.00	.00
Other Expenses	200.00	200.00	200.00	.00	.00	.00	.00
	<u>143,400.00</u>	<u>144,400.00</u>	<u>139,172.00</u>	<u>.00</u>	<u>5,228.00</u>	<u>.00</u>	<u>.00</u>
<u>UNCLASSIFIED</u>							
Accumulated Leave Compensation	<u>1,000.00</u>	<u>1,000.00</u>	<u>.00</u>	<u>.00</u>	<u>1,000.00</u>	<u>.00</u>	<u>.00</u>
<u>UTILITY EXPENSES AND BULK PURCHASES</u>							
Electricity	45,000.00	57,401.90	52,511.62	.00	4,890.28	.00	.00
Street Lighting	75,000.00	62,598.10	62,420.46	.00	177.64	.00	.00
Telephone	35,000.00	35,000.00	34,702.53	.00	297.47	.00	.00
Water	25,000.00	25,000.00	17,632.23	.00	7,367.77	.00	.00
Gas	30,000.00	30,000.00	20,643.38	.00	9,356.62	.00	.00
Sewerage Processing and Disposal	39,000.00	39,000.00	38,000.00	.00	1,000.00	.00	.00
Gasoline	<u>130,000.00</u>	<u>122,960.00</u>	<u>95,440.12</u>	<u>.00</u>	<u>27,519.88</u>	<u>.00</u>	<u>.00</u>
	<u>379,000.00</u>	<u>371,960.00</u>	<u>321,350.34</u>	<u>.00</u>	<u>50,609.66</u>	<u>.00</u>	<u>.00</u>
<u>LANDFILL/SOLID WASTE DISPOSAL COSTS</u>							
	<u>135,000.00</u>	<u>135,000.00</u>	<u>112,579.47</u>	<u>.00</u>	<u>22,420.53</u>	<u>.00</u>	<u>.00</u>
<u>Total Operations Within "CAPS"</u>							
	<u>6,202,252.00</u>	<u>6,202,252.00</u>	<u>5,627,749.72</u>	<u>.00</u>	<u>574,502.28</u>	<u>.00</u>	<u>.00</u>
<u>Contingent</u>							
	<u>2,500.00</u>	<u>2,500.00</u>	<u>.00</u>	<u>.00</u>	<u>2,500.00</u>	<u>.00</u>	<u>.00</u>
<u>Total Operations Including Contingent -</u>							
<u>Within "CAPS"</u>							
	<u>6,204,752.00</u>	<u>6,204,752.00</u>	<u>5,627,749.72</u>	<u>.00</u>	<u>577,002.28</u>	<u>.00</u>	<u>.00</u>
<u>Detail</u>							
Salaries and Wages	3,417,702.00	3,367,102.00	3,193,066.96	.00	174,035.04	.00	.00
Other Expenses	<u>2,787,050.00</u>	<u>2,837,650.00</u>	<u>2,434,682.76</u>	<u>.00</u>	<u>402,967.24</u>	<u>.00</u>	<u>.00</u>

Borough of Deal, NJ
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

	Appropriations		Expended			Unexpended Balance Cancelled	Overexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved		
<u>Deferred Charges and Statutory Expenditures - Municipal within "CAPS"</u>							
<u>Deferred Charges</u>							
Overexpenditure of Budget Appropriation	51,773.54	51,773.54	51,773.54	.00	.00	.00	.00
<u>Statutory Expenditures</u>							
Contribution to:							
Public Employees' Retirement System	152,415.00	152,415.00	136,318.51	.00	16,096.49	.00	.00
Social Security System (O.A.S.I.)	210,000.00	210,000.00	180,340.77	.00	29,659.23	.00	.00
Police & Firemen's Retirement System of N.J.	452,787.00	452,787.00	423,512.00	.00	29,275.00	.00	.00
Unemployment Insurance	.00	40,000.00	30,950.93	.00	9,049.07	.00	.00
State Disability Insurance	2,500.00	2,500.00	1,853.50	.00	646.50	.00	.00
<u>Total Deferred Charges & Statutory Expenditures - Municipal Within "CAPS"</u>	<u>869,475.54</u>	<u>909,475.54</u>	<u>824,749.25</u>	<u>.00</u>	<u>84,726.29</u>	<u>.00</u>	<u>.00</u>
<u>Total General Appropriations for Municipal Purposes - Within "CAPS"</u>	<u>7,074,227.54</u>	<u>7,114,227.54</u>	<u>6,452,498.97</u>	<u>.00</u>	<u>661,728.57</u>	<u>.00</u>	<u>.00</u>
<u>Operations - Excluded from "CAPS"</u>							
Employee Group Health Insurance	18,745.00	18,745.00	18,745.00	.00	.00	.00	.00
<u>Total Other Operations - Excluded from "CAPS"</u>	<u>18,745.00</u>	<u>18,745.00</u>	<u>18,745.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
<u>Shared Service Agreements</u>							
Police Mandated 911 Emergency Service	10,000.00	10,000.00	6,939.71	.00	3,060.29	.00	.00
Ocean Township Tactical Team Fee-SWAT	1,050.00	1,050.00	1,000.00	.00	50.00	.00	.00
Reverse 911 Emergency Service	1,000.00	1,000.00	194.29	.00	805.71	.00	.00
Department of Public Affairs & Public Safety							
Police Services - Borough of Interlaken	539,376.00	539,376.00	539,049.15	.00	326.85	.00	.00
Police Services - Village of Loch Arbour	142,235.00	142,235.00	141,927.95	.00	307.05	.00	.00
Municipal Court Services - Village of Loch Arbour	8,737.00	8,737.00	185.00	.00	8,552.00	.00	.00
<u>Total Interlocal Municipal Service Agreements</u>	<u>702,398.00</u>	<u>702,398.00</u>	<u>689,296.10</u>	<u>.00</u>	<u>13,101.90</u>	<u>.00</u>	<u>.00</u>
<u>Public and Private Programs Off-Set By Revenues</u>							
Reserve for Municipal Court Alcohol, Education & Rehabilitation Fund	1,451.30	1,451.30	1,451.30	.00	.00	.00	.00
Reserve for Clean Communities Program	6,254.20	6,254.20	6,254.20	.00	.00	.00	.00
Reserve for Body Armor Fund	2,440.81	2,440.81	2,440.81	.00	.00	.00	.00
Reserve for Recycling Tonnage Grant	1,202.77	1,202.77	1,202.77	.00	.00	.00	.00
<u>Total Public and Private Programs Off-Set By Revenues</u>	<u>11,349.08</u>	<u>11,349.08</u>	<u>11,349.08</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>

Borough of Deal, NJ
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Cancelled</u>	<u>Overexpended</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>		
<u>Total Operations - Excluded From "CAPS"</u>	<u>732,492.08</u>	<u>732,492.08</u>	<u>719,390.18</u>	<u>.00</u>	<u>13,101.90</u>	<u>.00</u>	<u>.00</u>
<u>Detail</u>							
Salaries and Wages	.00	.00	.00	.00	.00	.00	.00
Other Expenses	<u>732,492.08</u>	<u>732,492.08</u>	<u>719,390.18</u>	<u>.00</u>	<u>13,101.90</u>	<u>.00</u>	<u>.00</u>
<u>Capital Improvements - Excluded From "CAPS"</u>							
Down Payments on Improvements	.00	.00	.00	.00	.00	.00	.00
Capital Improvement Fund	<u>225,000.00</u>	<u>225,000.00</u>	<u>225,000.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
<u>Total Capital Improvements - Excluded From "CAPS"</u>	<u>225,000.00</u>	<u>225,000.00</u>	<u>225,000.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
<u>Municipal Debt Service - Excluded From "CAPS"</u>							
Payment of Bond Anticipation Notes and Capital Notes	3,277,762.00	3,277,762.00	3,277,762.00	.00	.00	.00	.00
Interest on Notes	<u>75,500.00</u>	<u>75,500.00</u>	<u>74,395.14</u>	<u>.00</u>	<u>.00</u>	<u>1,104.86</u>	<u>.00</u>
<u>Total Municipal Debt Service - Excluded From "CAPS"</u>	<u>3,353,262.00</u>	<u>3,353,262.00</u>	<u>3,352,157.14</u>	<u>.00</u>	<u>.00</u>	<u>1,104.86</u>	<u>.00</u>
<u>Deferred Charges - Municipal - Excluded From "CAPS"</u>							
<u>Deferred Charges:</u>							
Special Emergency Authorizations - 3 Years (N.J.S.40A:4-55)	25,000.00	25,000.00	25,000.00	.00	.00	.00	.00
Deferred Charges to Future Taxation - Unfunded -							
Ordn. #1023 - Various Improvements to Deal Casino & Conover Pavilion Beach Clubs	18,166.08	18,166.08	18,166.08	.00	.00	.00	.00
Ordn. #966 - Various Improv. to Streets & Drains	652.50	652.50	652.50	.00	.00	.00	.00
Ordn. #1007 - Purchase & Improv. to DPW Equipment	928.56	928.56	928.56	.00	.00	.00	.00
Ordn. #1025 - Purchase & Improv. - Sanitation Vehicles	2,357.13	2,357.13	2,357.13	.00	.00	.00	.00
Ordn. #1051 - Purchase of Public Works Vehicles	47,500.00	47,500.00	47,500.00	.00	.00	.00	.00
Ordn. #1060 - Various Improv. to Deal Casino & Conover Pavilion Beach Clubs	13,225.38	13,225.38	13,225.38	.00	.00	.00	.00
Ordn. #1075 - Construction of Roseld Ave Recreation Facility	<u>5,087.50</u>	<u>5,087.50</u>	<u>5,087.50</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
<u>Total Deferred Charges - Municipal - Excluded From "CAPS"</u>	<u>112,917.15</u>	<u>112,917.15</u>	<u>112,917.15</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
<u>Total General Appropriations for Municipal Purposes - Excluded From "CAPS"</u>	<u>4,423,671.23</u>	<u>4,423,671.23</u>	<u>4,409,464.47</u>	<u>.00</u>	<u>13,101.90</u>	<u>1,104.86</u>	<u>.00</u>

Borough of Deal, NJ
Current Fund
Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

A-3.7
(Page 7 of 7)

	Appropriations		Expended			Unexpended	Overexpended
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	Balance Cancelled	
Sub-Total General Appropriations	11,497,898.77	11,537,898.77	10,861,963.44	.00	674,830.47	1,104.86	.00
Reserve for Uncollected Taxes	<u>550,495.21</u>	<u>550,495.21</u>	<u>550,495.21</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
Total General Appropriations	<u>\$12,048,393.98</u>	<u>12,088,393.98</u>	<u>11,412,458.65</u>	<u>.00</u>	<u>674,830.47</u>	<u>1,104.86</u>	<u>.00</u>
	Ref. A-2		A	A			
Analysis of Paid or Charged							
Emergency Authorization 40A:4-47	A-12	40,000.00					
Budget	A-3	<u>12,048,393.98</u>					
		<u>\$12,088,393.98</u>					
Reserve for Uncollected Taxes	A-2		550,495.21				
Cash Disbursed	A-4		9,963,494.09				
Notes Receivable	A-3:C-7		497,429.58				
Reserve for Municipal Court Alcohol, Education & Rehabilitation Fund	A-29		1,451.30				
Reserve for Recycling Tonnage Grant	A-29		1,202.77				
Reserve for Clean Communities Programs	A-29		6,254.20				
Deferred Charge - Overexpenditure of Budget Appropriations	A-3		51,773.54				
Deferred Charge - Special Emergency Authorizations	A-15		25,000.00				
Deferred Charges to Future Taxation - Unfunded	A-3		87,917.15				
Capital Improvement Fund	C-6		225,000.00				
Reserve for Body Armor Fund	A-29		<u>2,440.81</u>				
			<u>\$11,412,458.65</u>				

-14-

The accompanying Notes to Financial Statements are an integral part of these financial statements.

TRUST FUND

Borough of Deal, NJ
Trust Fund
Comparative Balance Sheet - Regulatory Basis
As of December 31, 2014 and 2013

B

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>			
<u>Dog License Fund</u>			
Cash	B-1	<u>467.60</u>	<u>677.80</u>
<u>Other Trust Funds</u>			
Cash - Law Enforcement Trust Fund	B-1	5,240.99	4,257.35
Cash - Unemployment Compensation	B-1	3,797.53	2,530.20
Cash - Street Opening Deposits	B-1	1,000.00	5,055.62
Cash - Miscellaneous Trust Funds	B-1	557,623.56	475,879.52
Due from Current Fund (Unemployment Compensation Fund)	B-1	<u>416.38</u>	<u>465.09</u>
		<u>568,078.46</u>	<u>488,187.78</u>
<u>Total Assets</u>		<u>\$568,546.06</u>	<u>488,865.58</u>
<u>Liabilities, Reserves and Fund Balance</u>			
<u>Dog License Fund</u>			
Reserve for Dog Fund Expenditures	B-5	317.40	510.60
Due to Current Fund	B-3	<u>150.20</u>	<u>167.20</u>
		<u>467.60</u>	<u>677.80</u>
<u>Other Trust Funds</u>			
Reserve for Law Enforcement Trust Fund	B:B-1	5,240.99	4,257.35
Reserve for Unemployment Compensation Funds	B-6	4,213.91	2,995.29
Reserve for Street Opening Deposits	B-4	1,000.00	5,055.62
Reserve for Miscellaneous Trust Funds	B-7	<u>557,623.56</u>	<u>475,879.52</u>
		<u>568,078.46</u>	<u>488,187.78</u>
<u>Total Liabilities, Reserves and Fund Balance</u>		<u>\$568,546.06</u>	<u>488,865.58</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

GENERAL CAPITAL FUND

Borough of Deal, NJ
General Capital Fund
Comparative Balance Sheet - Regulatory Basis
As of December 31, 2014 and 2013

C

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>			
Cash	C-2	516,722.46	561,833.73
Deferred Charges to Future Taxation -			
Funded	C	.00	.00
Unfunded	C-5	3,641,287.33	5,673,042.49
Due from Current Fund	C-9:A-23	<u>560.05</u>	<u>2,505,616.74</u>
<u>Total Assets</u>		<u>\$4,158,569.84</u>	<u>8,740,492.96</u>

Liabilities, Reserves and Fund Balance

Bond Anticipation Notes	C-7	2,075,302.00	3,840,301.58
Improvement Authorizations -			
Funded	C-8	189,447.81	176,323.50
Unfunded	C-8	1,284,556.22	2,294,512.15
Capital Improvement Fund	C-6	109,582.85	2,000.00
Reserve to Pay Debt Proceeds - Ordn. #1070/1074	C:C-4:C-9	31,037.00	2,231,725.00
Reserve for FEMA Proceeds - Ordn. #1070/1074	C	36,359.24	36,359.24
Reserve to Pay Debt Proceeds - Ordn. #1033	C-4:C-8	72,241.40	.00
Fund Balance	C-1	<u>360,043.32</u>	<u>159,271.49</u>
<u>Total Liabilities, Reserves and Fund Balance</u>		<u>\$4,158,569.84</u>	<u>8,740,492.96</u>

Note: There were bonds and notes authorized but not issued of \$1,565,985.33 on December 31, 2014 (C-12).

Statement of Fund Balance - Regulatory Basis

C-1

	<u>Ref.</u>	
<u>Balance</u> - December 31, 2013	C	159,271.49
<u>Increased by</u>		
Improvement Authorizations Cancelled	C-8	200,212.28
Premium on Bond Anticipation Notes Issued	C-9	<u>560.05</u>
		<u>200,772.33</u>
		360,043.82
<u>Decreased by</u>		
Bond Anticipation Note Payment Adjustment - Ordn. #1070/1074	C-5:C-12	<u>.50</u>
<u>Balance</u> - December 31, 2014	C	<u>\$360,043.32</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

SEWER UTILITY FUND

Borough of Deal, NJ
Sewer Utility Fund
Comparative Balance Sheet - Regulatory Basis
As of December 31, 2014 and 2013

D

<u>Assets</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Operating Fund</u>			
Cash	D-8	1,332,570.82	1,180,332.78
Notes Receivable - Sewer Capital Fund	D-54	58,174.24	130,075.00
Due from Sewer Capital Fund	D-31	.00	5,997.55
		<u>1,390,745.06</u>	<u>1,316,405.33</u>
Receivables with Full Reserves			
Sewer Rental Receivables	D-14	<u>85,866.81</u>	<u>90,396.73</u>
<u>Total Operating Fund</u>		<u>1,476,611.87</u>	<u>1,406,802.06</u>
<u>Capital Fund</u>			
Cash	D-8	23,240.69	390,496.08
Fixed Capital Authorized and Uncompleted	D-29	4,200,000.00	4,050,000.00
Fixed Capital	D-28	2,278,888.25	2,278,888.25
Due from Current Fund	D-32	<u>50.95</u>	<u>579,376.64</u>
<u>Total Capital Fund</u>		<u>6,502,179.89</u>	<u>7,298,760.97</u>
<u>Total Assets</u>		<u>\$7,978,791.76</u>	<u>8,705,563.03</u>
<u>Liabilities, Reserves and Fund Balance</u>			
<u>Operating Fund</u>			
Liabilities			
Utility Rent Overpayments	D-38	3,816.17	2,641.63
Prepaid Sewer Rent	D-39	1,508.54	671.83
Appropriation Reserves	D-5:D-34	352,220.83	364,892.06
Due to Current Fund	A:D-30	178,225.60	314,506.47
Due to Payroll Account	A:D-8	.00	770.34
Accrued Interest on Bonds and Notes	D-5:D-36	465.49	4,752.30
Accounts Payable	D-35	<u>402,468.02</u>	<u>93,455.64</u>
		938,704.65	781,690.27
Reserves for Receivables	D	85,866.81	90,396.73
Fund Balance	D-1	<u>452,040.41</u>	<u>534,715.06</u>
<u>Total Operating Fund</u>		<u>1,476,611.87</u>	<u>1,406,802.06</u>
<u>Capital Fund</u>			
Bond Anticipation Notes	D-54	246,956.24	708,275.00
Improvement Authorizations - Funded	D-43	12,500.00	12,500.00
Improvement Authorizations - Unfunded	D-43	481,869.05	818,398.99
Capital Improvement Fund	D-45	50,000.00	7,500.00
Reserve for Amortization	D-49	2,278,888.25	2,278,888.25
Deferred Reserve for Amortization	D-50	3,407,213.19	2,880,148.97
Interfund Due to Sewer Operating Fund	D-31	.00	5,997.55
Reserve to Pay Debt Proceeds	D-1:D-4	.00	570,275.00
Reserve for Insurance Proceeds - Ordn. #1071	D-32	7,925.00	.00
Fund Balance	D-3	<u>16,828.16</u>	<u>16,777.21</u>
<u>Total Capital Fund</u>		<u>6,502,179.89</u>	<u>7,298,760.97</u>
<u>Total Liabilities, Reserves and Fund Balance</u>		<u>\$7,978,791.76</u>	<u>8,705,563.03</u>

There were bonds and notes authorized but not issued of \$545,830.57 on December 31, 2014 (D-56).

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ

Sewer Utility Fund

Comparative Statement of Operations and Change in Operating Fund Balance - Regulatory Basis D-1
For the Years Ended December 31, 2014 and 2013

<u>Revenue and Other Income</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Fund Balance Utilized	D-1	64,000.00	200,000.00
Sewer Rentals	D-4	1,216,875.61	1,176,447.73
Interest on Investments	D-4	3,616.29	4,253.61
Interest on Delinquent Accounts	D-4	12,032.03	14,655.31
Other Credits to Income			
Unexpended Balance of Appropriation Reserves	D-34	49,551.30	39,009.22
Miscellaneous Revenue Not Anticipated	D-1:D-8	308.33	.00
Reserve to Pay Debt Proceeds - Ordn. #1071	D-4	<u>570,275.00</u>	<u>.00</u>
<u>Total Income</u>		<u>1,916,658.56</u>	<u>1,434,365.87</u>
<u>Expenditures</u>			
Operating	D-5	984,204.03	974,200.00
Capital Improvements	D-5	50,000.00	50,000.00
Debt Service	D-5	719,557.96	251,140.00
Deferred Charges and Statutory Expenditures	D-5	<u>37,571.22</u>	<u>72,392.25</u>
<u>Total Expenditures</u>		<u>1,791,333.21</u>	<u>1,347,732.25</u>
<u>Excess in Revenue</u>		125,325.35	86,633.62
<u>Adjustments to Income Before Fund Balance</u>			
Expenditures included above which are by Statute Deferred Charges to Budget of Succeeding Years	D	<u>.00</u>	<u>.00</u>
<u>Statutory Excess to Operating Fund Balance</u>		125,325.35	86,633.62
<u>Operating Fund Balance</u>			
Balance - January 1	D-1	<u>534,715.06</u>	<u>698,081.44</u>
		<u>660,040.41</u>	<u>784,715.06</u>
<u>Decreased by</u>			
Utilized as Anticipated Revenue in Sewer Utility Fund Budget	D-1	64,000.00	200,000.00
Utilized as Anticipated Revenue in Current Fund Budget	A-2:D-30	<u>144,000.00</u>	<u>50,000.00</u>
		<u>208,000.00</u>	<u>250,000.00</u>
<u>Balance - December 31</u>	D	<u>\$ 452,040.41</u>	<u>534,715.06</u>

Statement of Fund Balance
Sewer Capital Fund - Regulatory Basis

D-3

	<u>Ref.</u>	
<u>Balance - December 31, 2013</u>	D	16,777.21
<u>Increased by</u>		
Premium on Bond Anticipation Notes Issued	D-32	<u>50.95</u>
<u>Balance - December 31, 2014</u>	D	<u>\$16,828.16</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ
Sewer Utility Fund
Statement of Revenues - Regulatory Basis
For the Year Ended December 31, 2014
Sewer Operating Fund

D-4

	<u>Ref.</u>	<u>Anticipated</u>	<u>Realized</u>	<u>Excess or Deficit *</u>
Fund Balance	D-1	64,000.00	64,000.00	.00
Sewer Rents	D-1:D-14	1,150,000.00	1,216,875.61	66,875.61
Interest on Investments	D-1	971.22	3,616.29	2,645.07
Interest on Delinquent Accounts	D-1:D-8	10,000.00	12,032.03	2,032.03
Reserve to Pay Debt Proceeds - Ordn. #1071	D-1	<u>570,275.00</u>	<u>570,275.00</u>	.00
		<u>\$1,795,246.22</u>	<u>1,866,798.93</u>	<u>71,552.71</u>
Analysis of Realized Revenue:		<u>Ref.</u>	<u>D-5</u>	
Rents/Consumer Accounts Receivable:				
Collected	D-8:D-14		1,212,327.41	
Overpayments Applied	D-14		2,641.63	
Due from Current Fund	D-14:D-30		<u>1,906.57</u>	
			<u>\$1,216,875.61</u>	
Interest on Investments:				
Cash Received - Sewer Capital Fund	D-31:D-8		349.27	
Due from Current Fund	D-30		<u>3,267.02</u>	
			<u>\$3,616.29</u>	

Statement of Expenditures - Regulatory Basis
For the Year Ended December 31, 2014

D-5

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended Balance Cancelled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	
Operating						
Salaries and Wages	222,000.00	222,000.00	211,987.70	.00	10,012.30	.00
Other Expenses	766,400.00	762,204.03	420,129.63	.00	342,074.40	.00
Capital Improvements						
Capital Improvement Fund	50,000.00	50,000.00	50,000.00	.00	.00	.00
Debt Service						
Payment of Bond Anticipation Notes	708,275.00	708,275.00	708,275.00	.00	.00	.00
Interest on Notes	11,000.00	15,195.97	11,282.96	.00	.00	3,913.01
Deferred Charges						
Cost of Improvements Authorized	71.22	71.22	71.22	.00	.00	.00
Statutory Expenditures						
Public Employees' Retirement System	20,000.00	20,000.00	20,000.00	.00	.00	.00
Social Security System	<u>17,500.00</u>	<u>17,500.00</u>	<u>17,365.87</u>	<u>.00</u>	<u>134.13</u>	<u>.00</u>
	<u>\$1,795,246.22</u>	<u>1,795,246.22</u>	<u>1,439,112.38</u>	<u>.00</u>	<u>352,220.83</u>	<u>3,913.01</u>
	<u>Ref.</u>	<u>D-4</u>			<u>D</u>	
Cash Disbursed	D-8		669,483.20			
Capital Improvement Fund	D-31:D-45		50,000.00			
Notes Receivable	D-54:D-50		708,275.00			
Deferred Charges:						
Cost of Improvements Authorized	D-31:D-50:D-56		71.22			
Interest on Bond Anticipation Notes	D-36		<u>11,282.96</u>			
			<u>\$1,439,112.38</u>			

The accompanying Notes to Financial Statements are an integral part of these financial statements.

Borough of Deal, NJ
General Fixed Assets Account Group
Comparative Statement of General Fixed Assets - Regulatory Basis
As of December 31, 2014 and 2013

E

<u>General Fixed Assets</u>	<u>2014</u>	<u>2013</u>
Land and Improvements	100,572,600.00	100,572,600.00
Building and Improvements	9,039,400.00	9,039,400.00
Vehicles and Equipment	<u>4,318,099.00</u>	<u>4,132,599.00</u>
	<u>\$113,930,099.00</u>	<u>113,744,599.00</u>
<u>Investment in General Fixed Assets</u>	<u>\$113,930,099.00</u>	<u>113,744,599.00</u>

The accompanying Notes to Financial Statements are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

B. Description of Funds

The Governmental Accounting Standards Board (“GASB”) is the recognized standard-setting body for establishing governmental accounting and financial reporting principles generally accepted in the United States of America.

The accounting policies of the Borough of Deal conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Borough of Deal accounts for its financial transactions through the following separate funds and accounts as presented below. This presentation differs from the seven fund, two account group presentation as required by generally accepted accounting principles (GAAP).

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

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

General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. In addition, the fund is used to track the status of debt authorized for capital projects.

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

General Fixed Assets Account Group - to account for all fixed assets of the Borough. The Borough’s infrastructure is not reported in the group.

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

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 for the Current Fund and Sewer Operating Fund. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Borough and approved by the State Division of Local Government Services per N.J.S.A. 40-A:4 et seq.

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

General Capital Fund	Trust Funds	Sewer Capital Fund
----------------------	-------------	--------------------

The governing body shall introduce and approve the annual budget not later than February 10, of the fiscal year. The budget shall be adopted not later than March 20, and prior to adoption must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board may extend the introduction and approval and adoption dates of the municipal budget. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 1 - (continued)

The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. Emergency appropriations, those made after the adoption of the budget and determination of the tax rate, may be authorized by the governing body of the municipality. During the last two months of the fiscal year, the governing body may, by a 2/3 vote, amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the Governing Body. Expenditures may not legally exceed budgeted appropriations at the line item level. During 2014, the Governing Body did increase the original Current Fund budget, expenditures did not exceed budgeted appropriations and several budget transfers were approved by the Governing Body.

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

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 - 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.

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.

Property Tax Revenues - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County and School purposes. The bills are mailed annually in June for that calendar year's levy. Taxes are payable in four quarterly installments on February 1, May 1, August 1 and November 1. The amounts of the first and second installments are determined as one half of the total tax levied against the property for the preceding year. The installment due the third and fourth quarters is determined by taking the current year levy less the amount previously charged for the first and second installments, with the remainder being divided equally. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of \$1,500. The school levy is turned over to the Board of Education as expenditures are incurred, and the balance, if any, must be transferred as of June 30, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15, and November 15, to the County by the Borough. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on November 11 in the current year, the collector in the municipality shall subject to the provisions of the New Jersey Statutes enforce the lien by placing the property on a tax sale. Annual tax foreclosure proceedings are instituted to enforce the tax collection or acquisition of title to the property by the Borough. In accordance with the accounting principles prescribed by the State of New Jersey, current and delinquent taxes are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible. GAAP requires tax revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

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.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 1 - (continued)

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

Insurance - Cost of insurance for all funds are recorded as expenditures at the time of payment. Insurance costs chargeable to future periods are not carried as prepayments.

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

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

Deferred Charges to Future Taxation Funded and Unfunded - Upon the authorization of capital projects, the Borough establishes deferred charges for the costs of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. According to N.J.S.A. 40A:2-4, the Borough may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Borough raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced.

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

Fixed assets for vehicles and equipment are valued at historical cost or estimated historical cost if actual historical cost is not available, and at values used for insurance purposes. Fixed assets for land and improvements, and buildings and improvements are valued at assessed valuation for such real properties.

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

No depreciation has been provided for in the financial statements.

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

Accounting for utility fund "fixed capital" remains unchanged under the Requirements of Technical Accounting Directive No. 85-2.

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

GAAP requires that all fixed assets be capitalized at historical cost or estimated historical cost if actual historical cost is not available.

Tax Appeals and Other Contingent Losses - Losses which arise from tax appeals and other contingent losses are recognized at the time an unfavorable decision is rendered by an administrative or judicial body.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 1 - (continued)

Departures from Generally Accepted Accounting Principles - The accounting principles and practices followed by the Borough of Deal differ in some respects, which in some instances may be material, from generally accepted accounting principles applicable to local government units. The more significant differences are as follows:

Taxes and other receivables are fully reserved.

Interfund receivables in the Current Fund are fully reserved and recognized as revenue in the year of liquidation.

Unexpended and uncommitted appropriations are reflected as expenditures.

Overexpended appropriations and emergency appropriations are deferred to the succeeding year's operations.

No provision is made for accumulated vested vacation and sick leave.

Undetermined contributions to state-administered pension plans applicable to the six months ended December 31 are not accrued.

Estimated losses arising from tax appeals and other contingencies are not recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

Depreciation expense is not calculated on fixed assets.

Encumbrances are reported as a liability in the financial statement.

It was not practicable to determine the effect of such differences.

NOTE 2 CASH AND CASH EQUIVALENTS AND INVESTMENTS

New Jersey statutes permit the deposit of public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation ("FDIC"), or by any other agency of the United States that insures deposits. N.J.S.A. 17:9-42 requires New Jersey governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are protected from loss under the provisions of the Government Unit Deposit Protection Act ("GUDPA"), which is a multiple financial institution collateral pool. New Jersey statutes require public depositories to maintain collateral for deposit of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5 percent of the average daily balance of public funds;
or

If the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 2 - (continued)

The Borough's deposits and investments held at December 31, 2014, and reported at cost or fair value, are as follows:

<u>Type</u>	<u>Rating</u>	<u>Maturities</u>	<u>Cost/ Fair Value</u>
Deposits:			
Demand deposits			6,472,277.00
Investments:			
Investment trust fund	See minimum credit ratings- Concentration of	Less than 1 year	5,660.40
Total deposits and investments	Credit Risk below		<u>\$6,477,937.40</u>

Custodial Credit Risk - Custodial credit risk for deposits is the risk that in the event of a bank failure, the Borough's deposits may not be returned or; for investments is the risk that the Borough will not be able to recover the value of investment or collateral securities in the possession of an outside party.

Deposits in financial institutions, reported as components of cash and cash equivalents had a bank balance of \$6,571,350.90 at December 31, 2014. Of the bank balance \$250,000.00 was fully insured by depository insurance protected by the Federal Deposit Insurance Corporation (FDIC) and \$6,321,350.90 was secured by a collateral pool held by the bank, but not in the Borough's name, as required by the New Jersey statutes protected from loss under the provisions of the GUDPA.

As of December 31, 2014, the Borough had investments in the State of New Jersey Cash Management Fund, which is available on a voluntary basis for investment by State and certain "Other-than-State" participants including counties, municipalities and school districts, and the agencies or authorities created by such entities. The Fund is managed and administered by the Division of Investment, Department of the Treasury, State of New Jersey and is considered to be an investment trust fund as defined in Governmental Accounting Standards Board (GASB) Statement No. 34. The operations of the Fund are governed by the provisions of the State Investment Council Regulations for the purpose of determining authorized investments for the Fund. The fair value or carrying amount of investment in this Fund is provided in the above schedule.

Investment Interest Rate Risk - Investment interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Borough has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investments held at December 31, 2014, are provided in the above schedule.

Investment Credit Risk - The Borough has no investment policy that limits its investment choices other than the limitation of state law as follows:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States.
- b. Bonds of any Federal Intermediate Credit Bank, Federal Home Loan Bank, Federal National Mortgage Agency or of any United States Bank for Cooperatives which have a maturity date not greater than 397 days from the date of purchase.
- c. Bonds or other obligations of the Borough or bonds or other obligations of the Borough school district.
- d. Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of Treasury for investment by local units.
- e. Local government investment pools, such as New Jersey CLASS, and the New Jersey Arbitrage Rebate Management Program.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 2 - (continued)

f. Repurchase agreements (repos) of fully collateralized securities, subject to conditions, as indicated in N.J.S.A. 40A:5-15.1(a).

g. Certificates of deposit at federally insured banks.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the Borough's investment in a single issuer. The Borough places no limit on the amount it may invest in any one issuer. However, the Borough's sole investment in the State of New Jersey Cash Management Fund as of December 31, 2014, under New Jersey State statutes provides for a State Investment Council (Council) that issues regulations which establish guidelines for permissible investments in the fund which include obligations of the U.S. Treasury and government agencies, Canadian government and provinces and corporations. Such investments may be in the form of fixed income securities, commercial paper, certificates of deposit, repurchase agreements and money market funds. Canadian and corporate obligations must be payable in United States dollars. The Fund places no restrictions on the amount that can be invested in U.S. Treasury and government agency obligations. The Council regulations require minimum credit ratings for all other categories of fixed income obligations and limit the amount that can be invested in any one issuer or issue, as measured by nationally recognized statistical rating agencies such as Moody's Investors Service, Inc. (Moody's), Standard & Poor's Corporation (S&P), and Fitch Ratings (Fitch).

At June 30, 2014 these credit ratings and limits are as follows:

Category	Minimum rating (1)			Limitation of issuer's outstanding debt	Limitation of issue	Other limitations
	Moody's	S&P	Fitch			
Canadian obligations (U.S. Dollar denominated)	Aa3	AA-	AA-	25%	25%	Not more than 5% of the fund can be invested in one issuer.
Certificates of deposit						
Domestic	A3/P-1	A-/A-1	A-/F1	N/A	N/A	Split ratings allowable. Cannot exceed 10% of issuer's primary capital. Not more than 5% of fund can be invested in any one issuer and affiliated entities.
International	A3/P-1	AA-/A-1	AA-/F1	N/A	N/A	
Collateralized notes and mortgages	Baa3	BBB-	BBB-	N/A	25%	Not more than 5% of fund can be invested in one issue. Not more than 10% of the fund can be invested in this category. Not more than 5% of fund can be invested in any one issuer and affiliated entities.
Commercial paper	P-1	A-1	F1	N/A	N/A	Split ratings allowable. Not more than 5% of fund can be invested in any one issuer and affiliated entities.
Corporate obligations (U.S. Dollar denominated)	Baa3	BBB-	BBB-	10%	N/A	Not more than 5% of fund can be invested in any one issuer and affiliated entities.
Money market funds	N/A	N/A	N/A	N/A	N/A	Not more than 10% of the fund can be invested in money market funds; limited to 5% of shares or units outstanding.
Mortgage Backed Securities	N/A	N/A	N/A	N/A	25%	Not more than 5% of fund can be invested in one issue.
Repurchase Agreements:						None
Bank or Trust Company	N/A	N/A	N/A	N/A	N/A	
Broker	P-1	A-1	F1	N/A	N/A	

(1) Short-term ratings (e.g. P-1, A-1, F1) are used for commercial paper and certificates of deposit.
N/A - Not Applicable

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

NOTE 3 BUDGETARY INFORMATION

Under New Jersey State Statutes, the annual budget is required to be a balanced cash basis document. To accomplish this, the municipality is required to establish a reserve for uncollected taxes. The 2014 statutory budget included a reserve for uncollected taxes in the amount of \$550,495.21. The amount of fund balance budgeted to balance the 2014 statutory budget was \$820,000.00.

Inter department budget transfers are not permitted prior to November 1. After November 1 budget transfers can be made in the form of a resolution and approved by the Borough Board of Commissioners.

N.J.S.A. 40A:4-87 permits special items of revenue and appropriations to be inserted into the annual budget when the item has been made available by any public or private funding source and the item was not determined at the time of budget adoption. During 2014, there were no special items of revenue and appropriations inserted into the budget.

The municipality may make emergency appropriations, after the adoption of the budget, for a purpose which was not foreseen at the time the budget was adopted or for which adequate provision was not made therein. This type of appropriation shall be made to meet a pressing need for public expenditure to protect or promote the public health, safety, morals or welfare or to provide temporary housing or public assistance prior to the next succeeding fiscal year. Emergency appropriations, except those classified as a special emergency, must be raised in the budgets of the succeeding year. Special emergency appropriations are permitted to be raised in the budgets of the succeeding three or five years. During 2014, there was an item of emergency authorization inserted into the budget.

NOTE 4 GENERAL FIXED ASSETS (UNAUDITED)

The following schedule is a summary of changes in the general fixed assets account group for the year 2014.

	Balance <u>Dec. 31, 2013</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>Dec. 31, 2014</u>
Land and Improvements	100,572,600.00	.00	.00	100,572,600.00
Buildings and Improvements	9,039,400.00	.00	.00	9,039,400.00
Vehicles and Equipment	<u>4,132,599.00</u>	<u>205,000.00</u>	<u>(19,500.00)</u>	<u>4,318,099.00</u>
	<u>\$ 113,744,599.00</u>	<u>205,000.00</u>	<u>(19,500.00)</u>	<u>113,930,099.00</u>

NOTE 5 MUNICIPAL DEBT

The Local Bond law governs the issuance of bonds and notes to finance capital expenditures. No general obligation bonds have been issued for the general capital fund. Bond anticipation notes, which are issued to temporarily finance Capital projects, must be paid off within ten years and five months or retired by the issuance of bonds.

SUMMARY OF MUNICIPAL DEBT - (EXCLUDING CURRENT AND OPERATING DEBT AND CHAPTER 6 SCHOOL DEBT)

	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>Issued</u>			
General			
Bonds and Notes	2,075,302.00	3,840,301.58	2,592,539.58
Sewer Utility			
Bonds and Notes	<u>246,956.24</u>	<u>708,275.00</u>	<u>251,140.00</u>
<u>Net Debt Issued</u>	<u>2,322,258.24</u>	<u>4,548,576.58</u>	<u>2,843,679.58</u>
<u>Authorized But Not Issued</u>			
General			
Bonds and Notes	1,565,985.33	1,832,740.91	958,373.43
Sewer Utility			
Bonds and Notes	<u>545,830.57</u>	<u>461,576.03</u>	<u>630,943.28</u>
<u>Total Authorized But Not Issued</u>	<u>2,111,815.90</u>	<u>2,294,316.94</u>	<u>1,589,316.71</u>
<u>Net Bonds and Notes Issued and Authorized But Not Issued</u>	<u>\$ 4,434,074.14</u>	<u>6,842,893.52</u>	<u>4,432,996.29</u>

There was no current debt authorized but not issued.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 5 - (continued)

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of .169%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	.00	.00	.00
Sewer Utility Debt	792,786.81	792,786.81	.00
General Debt	<u>3,641,287.83</u>	<u>.00</u>	<u>3,641,287.83</u>
	<u>\$4,434,074.64</u>	<u>792,786.81</u>	<u>3,641,287.83</u>

Net debt \$3,641,287.83 divided by equalized valuation basis per N.J.S. 40A:2-2 as amended, \$2,157,598,658.00 = .169%.

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

3 ½% of Average Equalized Valuation Basis of Real Property	75,515,953.03
Net Debt	<u>3,641,287.83</u>
Remaining Borrowing Power	<u>\$71,874,665.20</u>

BORROWING POWER AVAILABLE UNDER N.J.S. 40A:2-7(f)

ACCUMULATED BORROWING POWER UNDER R.S. 40:1-16(d) (WHICH IS AVAILABLE ONLY WHEN THE PERCENTAGE OF NET DEBT EXCEEDS 3 ½%)

Balance of Debt Incurring Capacity as of December 31, 2013 under R.S. 40:1-16(d) as shown on Annual Debt Statement	None
Deduct: Net amount authorized in 2014	<u>None</u>
Remaining balance of debt incurring capacity under R.S. 40:1-16(d) at December 31, 2014	<u>\$None</u>

CALCULATION OF "SELF-LIQUIDATING PURPOSE" SEWER UTILITY PER N.J.S. 40A:2-45

Total Cash Receipts from fees, rents or other charges for year	1,867,107.26
Deductions	
Operating and Maintenance Costs	1,021,704.03
Debt Service per Sewer Account	<u>761,156.07</u>
Total Deductions	<u>1,782,860.10</u>
Excess in Revenues	<u>\$ 84,247.16</u>

The foregoing debt information is in agreement with the annual debt statement filed by the Chief Financial Officer.

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2014 the Borough of Deal had authorized but not issued bonds and notes as follows:

General Capital Fund	
Bonds and Notes	\$1,565,985.33
Sewer Utility Fund	
Bonds and Notes	\$545,830.57

There is no current or utility operating debt authorized but not issued.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

NOTE 6 FUND BALANCES (SURPLUS) APPROPRIATED

Fund balances (surplus) at December 31, 2014 which were appropriated and included as anticipated revenue for the year ending December 31, 2015 were as follows:

Current Fund	\$820,000.00
Sewer Utility Fund	\$.00

NOTE 7 DUE TO/FROM OTHER FUNDS

Balances due to/from other funds at December 31, 2014 consist of the following:

\$178,225.60	Due to Current Fund from Sewer Operating Fund.
150.20	Due to Current Fund from Dog License Trust.
50.95	Due to Sewer Capital Fund from Current Fund.
416.38	Due to Unemployment Compensation Fund from Current Fund.
560.05	Due to General Capital Fund from Current Fund.
<u>59,881.47</u>	Due to Federal and State Grant Fund from Current Fund.
<u>\$239,284.65</u>	

The purpose of these interfunds was short-term borrowings.

It is anticipated that all interfunds will be liquidated during the calendar year.

NOTE 8 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

	Balance Dec. 31 <u>2014</u>	2015 Budget	Balance to Future Budgets
Current Fund			
Emergency Authorization	40,000.00	40,000.00	.00
Overexpenditure of Appropriation Reserves	<u>21,231.01</u>	<u>6,017.31</u>	<u>15,213.70</u>
	<u>61,231.01</u>	<u>46,017.31</u>	<u>15,213.70</u>

The appropriations in the 2015 Budget are not less than that required by statute at the time and the remaining amounts, if any, will be raised in subsequent budgets.

NOTE 9 LOCAL DISTRICT SCHOOL 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.

The Borough of Deal has elected to defer school taxes as follows:

	<u>Balance, December 31</u>	
	<u>2014</u>	<u>2013</u>
Balance of Tax	983,851.96	983,851.96
Deferred	<u>231,233.50</u>	<u>231,233.50</u>
Tax Payable	<u>\$752,618.46</u>	<u>752,618.46</u>

NOTE 10 DISCOUNTS ARE NOT ALLOWED ON PREPAID TAXES

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

NOTE 11 PENSION PLANS

Description of System - Substantially all of the Borough'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 Firemens' Retirement System (PFRS) or the Public Employees' Retirement System (PERS). These systems are sponsored and administered by the State of New Jersey. The Public Employees' Retirement System and the Police and Firemens' Retirement System (PFRS) 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.

Public Employee's Retirement System (PERS) - The Public Employee's Retirement System was established in of January 1, 1955 under the provisions of N.J.S.A.43:15A to provide coverage including post-retirement health care to certain qualified members. Membership is mandatory for substantially all full-time employees of the State of New Jersey 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. Vesting occurs after 8-10 years of service and 25 years for health coverage. Members are eligible for retirement at age 60 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available to those under age 60 with 25 or more years of credited service. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on contributions. In case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Chapter 103, P.L. 2007 amended the early retirement reduction formula for members hire on or after July 1, 2007 and retiring with 25 years of service to be reduced by 1% for every year between age 55 and 60, plus 3% for every year under age 55.

Chapter 89, P.L. 2008 increased the PERS eligibility age for unreduced benefits from 60 to age 62 for members hired on or after November 1, 2008; increased the minimum annual compensation required for membership eligibility for new members. Also, it amended the early retirement reduction formula for members hired on or after November 1, 2008 and retiring with 25 years of service to be reduced by 1% for ever year between 55 and 62, plus 3% for every year under 55.

Chapter 1, P.L. 2010, effective May 21, 2010, changed the membership eligibility criteria for new members of PERS from the amount of compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to 1/60 from 1/55, and it provided that new members of PERS have the retirement allowance calculated using the average annual compensation for the last five years of service instead of the last three years of service. New members of PERS will no longer receive pension service credit from more than one employer. Pension service credit will be earned for the highest paid position only. This law also closed the Prosecutors Part of the PERS to new members and repealed the law for new members that provided a non-forfeitable right to receive a pension based on the laws of the retirement system in place at the time 5 years of pension service credit is attained. The law also requires the State to make its full pension contribution, defined as 1/7th of the required amount, beginning in fiscal year 2012.

Chapter 3, P.L. 2010, effective May 21, 2010, replaced the accidental and ordinary disability retirement for new members of PERS with disability insurance coverage similar to that provided by the State to individuals enrolled in the State's Defined Contribution Retirement Program.

Chapter 78, P.L. 2011, provides that new members of PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. Tier 5 member will be eligible for a service retirement benefit at age 65.

Police and Firemens' Retirement System (PFRS) - The Police and Firemens' Retirement System was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A to provide retirement, death and disability benefits coverage to substantially all full-time county or municipal police, fire-fighters and State fire-fighters or officer employees with police powers appointed after June 30, 1944. The Police and Firemens' Retirement System is a cost-sharing multiple-employer contributory defined benefit plan. Enrollment is required for permanent, full-time employees appointed to positions in law enforcement or fire fighting in the State of New Jersey.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 11 - (continued)

Members are eligible for retirement at age 55 with a benefit equal to two percent of final compensation for each year of creditable service up to thirty years plus 1% for each year of service in excess of 30 years. Members with at least twenty years but less than twenty five years of service credit will receive fifty percent of final compensation. Special retirement is available to those with twenty five years of service credit or they may elect deferred retirement after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service. The annual benefit calculation is equal to sixty five percent of final compensation plus one percent for each year of creditable service over twenty five years but not to exceed 30 years. The maximum allowance is therefore 70% of final compensation.

The systems provided for employee contributions of 5 ½% of employees' base salary for PERS and 8 ½% for PFRS of employees' annual base salary. Under the provisions of Chapter 78, P.L. 2011, the PERS employee pension contribution rate will increase from 5.5% to 6.5% of salary effective with the first payroll amount to be paid on or after October 1, 2011. The second phase of the contribution rate increase from 6.5% to 7.5% is to be phased in equally over a seven year period beginning July 2012. The contribution rate will increase by 0.14% each year with the first payroll of July until the 7.5% contribution rate is reached in July 2018. Under these same provisions of Chapter 78, P.L. 2011, the PFRS employee pension contribution rate will increase from 8.5% to 10% of salary effective with the first payroll amount to be paid on or after October 1, 2011. Funding by the State and the Borough are determined by the annual actuarial valuation. The State's annual contribution approximates the actuarially determined pension cost for the year. Significant actuarial assumptions used to compute the pension contribution requirements are the same as those used to determine the pension benefit obligation.

The Borough's contribution to the Public Employees Retirement System and the Police & Firemens' Retirement System, were as follows:

	<u>2014</u>	<u>2013</u>	<u>2012</u>
Public Employees Retirement System	\$156,318.51	155,244.95	166,600.00
Police & Firemen's Retirement System	\$423,512.00	424,460.00	357,681.00

NOTE 12 RISK MANAGEMENT

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

Property and Liability Insurance - The Borough maintains commercial insurance coverage for property, liability, accident and surety bonds.

New Jersey Unemployment Compensation Insurance - The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the State. A schedule of the Unemployment Compensation Fund can be found in the Trust Fund section of the Financial Statements.

NOTE 13 DEFERRED COMPENSATION PROGRAM

The Borough offers its employees a deferred compensation plan created in accordance with Section 457 of the Internal Revenue Code of 1986, as amended. The deferred compensation is not available to employees or beneficiaries until termination of employment, retirement, death or occurrence of an unforeseeable emergency. Earnings of the Plan and contributions by employees are invested and are exempt from income taxes until distributed to the participating employees.

The "Small Business Job Protection Act of 2000" changed Section 457 of the Federal Internal Revenue Code to require that all funds deferred be held in trust, custodial account or annuity contract for the exclusive benefit of the plan participants and their beneficiaries. The plan assets would not be subject to the employer's creditors.

Borough of Deal, NJ
Notes to Financial Statements
Year Ended December 31, 2014

Note 13 - (continued)

This requirement has been translated into New Jersey law with an amendment to N.J.S.A.43:15B-5 which now requires that the funds be held in trust, custodial account or annuity contract for the exclusive benefit of participating employees and their beneficiaries. This condition applies to all plans implemented subsequent to August 20, 1999. For plans in existence prior to August 20, 2000, the local government units had until January 1, 2001 to implement the "exclusive benefit" requirement of the Code revisions. However, until the revisions were made, the assets deferred were still subject to the local government's general creditors.

Plan assets and the related liability are not included in the balance sheet of the trust fund of the Borough.

The plan administrator and amount of funds are as follows:

	<u>2014</u>	<u>2013</u>
The Variable Annuity Life Insurance Company (VALIC)	\$947,049.26	\$869,802.86

NOTE 14 CONTINGENT OR OTHER LIABILITIES

There are no liabilities, contingent or otherwise, which would not be covered by appropriation or insurance protection except as follows: The contingent liability for unused sick, vacation time and compensated absences is \$326,900.83 for December 31, 2014 and \$410,866.46 for 2013. The amounts due have not been fully funded. Payments are made as required. The above amounts are not required to be recorded on the financial statements per requirements prescribed by the Division of Local Government Services, Division of Community Affairs, State of New Jersey.

NOTE 15 SUBSEQUENT EVENTS

The Borough has evaluated subsequent events through September 1, 2015, the date which the financial statements were available to be issued and no other items were noted for disclosure.

SUPPLEMENTARY INFORMATION

Borough of Deal, NJ

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Names</u>	<u>Title</u>	<u>Corporate Surety</u>
Morris Ades	Mayor and Commissioner - Director of Public Affairs and Public Safety; Class I Member of Planning Board	
Samuel M. Cohen	Commissioner - Director of Revenue and Finance; Class III Member of Planning Board	
Virginia S. Wiener	Commissioner - Department of Public Works, Parks and Public Property	
Stephen R. Carasia	Borough Clerk & Borough Administrator, Zoning Officer and Registrar of Vital Statistics, (Appointed January 10, 2014); Public Agency Compliance Officer; Officer for Searches for Municipal Improvements Authorized but not Issued; Monmouth County Community Development Program Alternate; Municipal Cross-Acceptance Representative; Municipal Liaison to the Monmouth County Transportation Council; Special Projects Manager (January 1, 2014 to January 9, 2014)	
James F. Rogers	Borough Clerk & Borough Administrator (January 1, 2014 to January 9, 2014); Special Projects Manager (Appointed January 10, 2014); Monmouth County Community Development Program Representative	
Thomas X. Seaman	Chief Financial Officer	
Michael W. Egan	Deputy Borough Clerk; Secretary to Planning/Zoning Board; Deputy Registrar of Vital Statistics (January 27, 2014 to December 31, 2014); Registrar (January 1, 2014 to January 26, 2014)	
Theresa M. Davis	Tax Collector - Treasurer; Tax Search Officer - *Pol. #MEL01140187	1,000,000.00
Arlene Trautweiler	Administrative Clerk	
Peter J. Barnett	Tax Assessor	
William Doolittle	Building Sub-Code Official	
Joseph Ciccone	Building Inspector; Construction Code Official and Fire Sub-Code Official	
Robert Simmen	Fire Official and Housing Inspector	
Martin Barger	Borough Attorney	
Dilworth Paxson, LLP	Bond Counsel	
Paul Fericola	Planning/Zoning Board Attorney	

Borough of Deal, NJ

OFFICIALS IN OFFICE AND SURETY BONDS - (Continued)

<u>Names</u>	<u>Title</u>	<u>Corporate Surety</u>
Jason Shamy	Prosecutor	
Scott J. Basen	Borough Magistrate - *Pol. #MON140801-88 & MEL01140187	1,000,000.00
Peter Avakian	Borough Engineer; Municipal Cross-Acceptance Representative	
Joseph Hagerman	Superintendent of Public Works; Deputy Emergency Management Coordinator	
Earl Alexander	Deputy Emergency Management Coordinator	
John Anastasia	Superintendent of Beaches	
Joseph A. Martone	Operator of Deal Pump Station (Appointed July 16, 2014)	
John Palmer	Plumbing Sub-Code Official	
Nick A. Fabiano Jr.	Electrical Sub-Code Official	
Eric Casriel	Public Defender	
Ronen Neuman	Chief of Police; Emergency Management Coordinator; Custodian of Records for Police Department	
Matthew Tomo	Manager of Conover Pavilion - 2014 Season	
Carrie Sniffen	Manager of Deal Casino - 2014 Season	
Robin K. Deibert	Deputy Court Administrator - *Pol. #MON140801-88 & MEL01140187	1,000,000.00
Mary Ellen Supon	Court Administrator - *Pol.#MON140801-88 & MEL01140187	1,000,000.00

* Public Employee Dishonesty & Faithful Performance Coverage is provided by the Monmouth County Municipal Joint Insurance Fund & the Municipal Excess Liability Joint Insurance Fund.

All surety bonds were properly executed.

Borough of Deal, NJ
Schedule of Expenditures of State Financial Assistance
For the Year Ended December 31, 2014

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From/To	12/31/13		Receipt/Revenue	Program Expenditures	12/31/14		MEMO Cumulative Total Expenditures
				(Receivable)	Reserve Balance			(Receivable)	Reserve Balance	
Department of Health and Senior Services:										
Alcohol, Education and Rehabilitation Fund	9735-960-060000-60	2,184.36	1/1/11-12/31/11		159.07	.00	159.07		.00	5,025.29
Alcohol, Education and Rehabilitation Fund	9735-960-060000-60	1,861.72	1/1/12-12/31/12		1,861.72	.00	1,861.72		.00	.00
Alcohol, Education and Rehabilitation Fund	9735-960-060000-60	1,451.30	1/1/13-12/31/13		1,451.30	.00	979.21		472.09	.00
Alcohol, Education and Rehabilitation Fund	9735-960-060000-60	1,920.10	1/1/14-12/31/14		.00	1,920.10	.00		1,920.10	.00
Total Department of Health and Senior Services					3,472.09	1,920.10	3,000.00		2,392.19	
Department of Environmental Protection:										
Recycling Tonnage Grant	4900-752-042-4900	1,695.04	1/1/09-12/31/09		1,695.04	.00	1,695.04		.00	4,739.00
Recycling Tonnage Grant	4900-752-042-4900	1,879.81	1/1/11-12/31/11		1,879.81	.00	1,879.81		.00	.00
Recycling Tonnage Grant	4900-752-042-4900	1,202.77	1/1/13-12/31/13		1,202.77	.00	1,164.15		38.62	.00
Recycling Tonnage Grant	4900-752-042-4900	900.63	1/1/14-12/31/14		.00	900.63	.00		900.63	.00
Clean Communities Grant	4900-765-178910-60	5,534.67	1/1/09-12/31/09		5,534.67	.00	5,534.67		.00	9,612.00
Clean Communities Grant	4900-765-178910-60	5,763.27	1/1/10-12/31/10		5,763.27	.00	4,077.33		1,685.94	.00
Clean Communities Grant	4900-765-178910-60	5,424.23	1/1/11-12/31/11		5,424.23	.00	.00		5,424.23	.00
Clean Communities Grant	4900-765-178910-60	5,326.89	1/1/12-12/31/12		5,326.89	.00	.00		5,326.89	.00
Clean Communities Grant	4900-765-178910-60	6,254.20	1/1/13-12/31/13		6,254.20	.00	.00		6,254.20	.00
Clean Communities Grant	4900-765-178910-60	5,866.40	1/1/14-12/31/14		.00	5,866.40	.00		5,866.40	.00
Municipal Storm Water Regulation Program	04-100-042-4850-118	1,705.00	1/1/08-12/31/08		1,705.00	.00	1,705.00		.00	1,705.00
Total Department of Environmental Protection					34,785.88	6,767.03	16,056.00		25,496.91	
Department of Law and Public Safety:										
Body Armor Replacement Fund	1020-718-066-1020-001	2,573.40	1/1/10-12/31/10		711.83	.00	711.83		.00	6,325.32
Body Armor Replacement Fund	1020-718-066-1020-001	1,948.53	1/1/11-12/31/11		1,948.53	.00	1,948.53		.00	.00
Body Armor Replacement Fund	1020-718-066-1020-001	1,988.62	1/1/12-12/31/12		1,988.62	.00	1,803.39		185.23	.00
Body Armor Replacement Fund	1020-718-066-1020-001	2,440.81	1/1/13-12/31/13		2,440.81	.00	.00		2,440.81	.00
Body Armor Replacement Fund	1020-718-066-1020-001	1,933.97	1/1/14-12/31/14		.00	1,933.97	.00		1,933.97	.00
Secure Our Schools	N/A	25,000.00	1/1/11-12/31/11		25,000.00	.00	24,600.93		399.07	24,600.93
Over the Limit Under Arrest	N/A	5,000.00	1/1/12-12/31/12		5,000.00	.00	.00		5,000.00	.00
Total Department of Law and Public Safety					37,089.79	1,933.97	29,064.68		9,959.08	
Post Sandy Planning Assistance	N/A	17,808.29	1/1/14-12/31/14		.00	17,808.29	.00		17,808.29	.00
Total State Financial Assistance					75,347.76	28,429.39	48,120.68		55,656.47	

Note: This schedule was not subject to Single Audit Requirements of N.J. OMB Circular 04-04.

BOROUGH OF DEAL, NJ
NOTES TO SCHEDULE OF STATE FINANCIAL ASSISTANCE
Year Ended December 31, 2014

1. ORGANIZATION AND BASIS OF PRESENTATION

Organization

The Borough of Deal, New Jersey is the prime sponsor and recipient of various state grant funds. The Borough has delegated the administration of grant programs and the reporting function to the Administrator's Office within the Borough. Substantially all grant and program cash funds are commingled with the Borough's other funds, although each grant is accounted for separately in the Borough's financial records.

Basis of Accounting

The Borough of Deal grants are presented on the modified accrual basis of accounting utilizing the following methods:

Current Fund Grants

In accordance with a directive from the State Department of Community Affairs, Division of Local Government Services, all grant revenues and expenditures are fully realized within the current fund budget and corresponding receivables and spending reserves are recorded to account for grant activity.

Trust Fund and Capital Fund Grants

In accordance with accounting principles prescribed by the State of New Jersey, grant receivables are offset with grant spending reserves.

Local Contributions

Local matching contributions, if required, are raised in the current fund budget. The percentage of matching contributions varies with each program.

Expenditures

Expenditures, as reported on the accompanying schedule of state financial assistance, reflect actual cash disbursements charged directly to a grant program and, in certain instances, do not include allocated expenses or accrued expenses. Differences between budget and actual cash disbursements, as well as differences between budget revenues and actual cash receipts, are transferred to current fund balance when the grant is closed out.

2. CONTINGENCIES

Each of the grantor agencies reserve the right to conduct additional audits of the Borough's grant programs for economy, efficiency and program results. However, Borough management does not believe such audits would result in material amounts of disallowed costs.

Borough of Deal, NJ
Current Fund
Schedule of Current Fund Cash and Investments
Collector and Treasurer

A-4

	<u>Ref.</u>	<u>Regular</u>
<u>Balance</u> - December 31, 2013	A	5,611,429.84
 <u>Increased by</u>		
Prepaid Taxes	A-25	577,038.22
Shared Police Services - Borough of Interlaken	A-2	539,377.92
Shared Police Services - Village of Loch Arbour	A-2	142,235.60
Shared Municipal Court Services - Village of Loch Arbour	A-2	8,737.00
Interest and Costs on Taxes	A-2	89,156.39
Miscellaneous Revenue Not Anticipated	A-2	170,549.37
Senior Citizens and Veterans Deductions	A-7	10,000.00
Taxes Receivable	A-8	12,457,411.89
Revenue Accounts Receivable	A-11	2,681,298.53
Change and Petty Cash Funds	A-6	1,600.00
Prepaid Beach Revenues	A-26	233,093.00
Tax Overpayments	A-14	135,855.42
Reserve for Municipal Court Alcohol, Education and Rehabilitation Fund	A-30:A-4	1,920.10
Due To or From Sewer Capital Fund	D-32	586,175.95
Reserve for Tonnage Grant	A-30:A-4	900.63
Reserve for Body Armor	A-30:A-4	1,933.97
Due To or From Sewer Operating Fund	D-30	323,890.61
Due To or From General Capital Fund	A-23:C-9	3,052,056.63
Due To or From Dog License Funds	B-1	334.40
Reserve for Clean Communities Grant	A-30:A-4	5,866.40
Reserve for Post Sandy Planning Assistance Grant	A-30:A-4	17,808.29
Due To or From Sewer Operating Fund (Payroll Fund)	A	770.34
		21,038,010.66
		26,649,440.50
 <u>Decreased by</u>		
County Taxes	A-18	5,480,944.14
Local District School Taxes	A-19	1,967,702.00
2013 Appropriation Reserves	A-13	181,993.79
Change and Petty Cash Funds	A-6	1,600.00
Appropriations - 2014	A-3	9,963,494.09
Due To or From General Capital Fund	A-23:C-9	3,638,305.47
Due To or From State of New Jersey	A	33,635.07
Refund of Tax Overpayments	A-4:A-14	83,436.42
Reserve for Body Armor	A-4:A-29	4,463.75
Municipal Court, Alcohol, Education and Rehabilitation Fund	A-4:A-29	3,000.00
Due To or From Sewer Operating Fund	D-30	43,609.74
Due To or From Sewer Capital Fund	D-32	1,165,501.64
Recycling Tonnage Grant	A-4:A-29	4,739.00
Clean Communities Grant	A-4:A-29	9,612.00
Municipal Storm Water Regulation Program	A-4:A-29	1,705.00
Click It or Ticket Grant	A-4:A-29	3,775.00
Secure Our Schools Grant	A-4:A-29	24,600.93
Due To or From Unemployment Compensation Funds	A	48.71
		22,612,166.75
<u>Balance</u> - December 31, 2014	A	<u>\$ 4,037,273.75</u>

Borough of Deal, NJ
Current Fund
Schedule of Change and Petty Cash Funds

A-6

	<u>Balance</u> Dec. 31 <u>2013</u>	<u>Received</u> From <u>Treasurer</u>	<u>Returned</u> To <u>Treasurer</u>	<u>Balance</u> Dec. 31 <u>2014</u>
<u>Office</u>				
Collector-Treasurer - Petty Cash	.00	.00	.00	.00
Beach Club - Change	.00	1,600.00	1,600.00	.00
Court Administrator - Change	100.00	.00	.00	100.00
Municipal Clerk - Change	50.00	.00	.00	50.00
Finance - Change	<u>100.00</u>	<u>.00</u>	<u>.00</u>	<u>100.00</u>
	<u>\$250.00</u>	<u>1,600.00</u>	<u>1,600.00</u>	<u>250.00</u>
<u>Ref.</u>	A	A-4	A-4	A

Schedule of Due to State of New Jersey

A-7

	<u>Ref.</u>	
<u>Balance</u> - December 31, 2013	A	1,750.00
<u>Increased by</u>		
Received in Cash from State	A-4	<u>10,000.00</u>
		11,750.00
<u>Decreased by</u>		
Senior Citizens Deductions Per Tax Billings	A-8	1,500.00
Veterans' Deductions Per Tax Billings	A-8	<u>8,250.00</u>
		<u>9,750.00</u>
<u>Balance</u> - December 31, 2014	A	<u>\$ 2,000.00</u>

Borough of Deal, NJ
Current Fund
Schedule of Taxes Receivable and Analysis of Property Tax Levy

A-8

Year	Balance Dec. 31	Levied 2014	Added & Omitted Taxes	Collected		State Share of Veterans' - Senior Citizens' Exemptions	Overpayments Applied	Cancelled	Transferred To Tax Title Liens	Balance
	2013			2014	2013					2014
2013	318,036.31	.00	7,160.29	226,439.00	.00	.00	.00	98,757.60	.00	.00
2014	.00	13,094,265.76	.00	12,230,972.89	501,984.89	9,750.00	42,326.92	5.54	.00	309,225.52
	<u>\$318,036.31</u>	<u>13,094,265.76</u>	<u>7,160.29</u>	<u>12,457,411.89</u>	<u>501,984.89</u>	<u>9,750.00</u>	<u>42,326.92</u>	<u>98,763.14</u>	<u>.00</u>	<u>309,225.52</u>
<u>Ref.</u>	A	A-8		A-4	A-25	A-7	A-14			A

-39-

Tax Yield

Ref.

General Property Tax		13,038,150.47	
Business Property Tax		5,308.53	
Added Taxes	A-8	<u>50,806.76</u>	
	A-8		<u>\$13,094,265.76</u>

Tax Levy

Local District School Tax (Abstract)	A-19	1,967,702.00	
County Tax (Abstract)	A-18	4,899,304.53	
County Library Tax (Abstract)	A-18	312,278.26	
County Open Space Tax (Abstract)	A-18	267,006.45	
County Taxes - Added	A-8:A-18	<u>20,647.78</u>	
			7,466,939.02
Local Tax for Municipal Purposes (Abstract)	A-2	5,591,406.90	
Local Tax for Municipal Purposes Added/Omitted	A-8	30,158.94	
Excess in Yield	A-8	<u>5,760.90</u>	
			<u>5,627,326.74</u>
			<u>\$13,094,265.76</u>

Borough of Deal, NJ
Current Fund
Schedule of Revenue Accounts Receivable

A-11

		Balance Dec. 31 <u>2013</u>	2014 Accrued	2014 Collected	Balance Dec. 31 <u>2014</u>
	<u>Ref.</u>				
<u>Anticipated Revenue</u>					
Alcoholic Beverage Licenses	A-2	.00	5,186.00	5,186.00	.00
Other Licenses:					
Mercantile Licenses	A-2	.00	4,575.00	4,575.00	.00
Marriage Licenses	A-2	.00	285.00	285.00	.00
Raffle Licenses	A-2	.00	70.00	70.00	.00
Towing Licenses	A-2	.00	600.00	600.00	.00
Fees and Permits					
Uniform Construction Code					
Fire Subcode	A-2	.00	6,510.00	6,510.00	.00
Miscellaneous	A-2	.00	9,485.00	9,485.00	.00
Electrical Permits	A-2	.00	31,610.00	31,610.00	.00
Building Permits	A-2	.00	73,766.00	73,766.00	.00
Plumbing and Heating Permits	A-2	.00	31,035.00	31,035.00	.00
Demolition Permits	A-2	.00	650.00	650.00	.00
Certificate of Occupancy	A-2	.00	12,216.00	12,216.00	.00
Other					
Steno Fees	A-2	.00	4,520.00	4,520.00	.00
Dumpster Permits	A-2	.00	1,750.00	1,750.00	.00
Variance Fees	A-2	.00	1,680.00	1,680.00	.00
Zoning Permits	A-2	.00	620.00	620.00	.00
Sign Permits	A-2	.00	150.00	150.00	.00
Firearm Permits	A-2	.00	14.00	14.00	.00
Municipal Court - Fines and Costs	A-2	24,399.68	192,946.12	207,196.73	10,149.07
Interest on Investments	A-2	.00	14,416.92	14,416.92	.00
Energy Receipts Tax	A-2	.00	455,315.00	455,315.00	.00
Beach Revenues	A-2	.00	1,935,466.00	1,935,466.00	.00
FEMA Revenues - Sandy	A-2	.00	195,701.88	195,701.88	.00
Revenues not Anticipated:					
Cable TV Fees	A-2	<u>8,013.30</u>	<u>8,810.66</u>	<u>8,013.30</u>	<u>8,810.66</u>
		<u>\$32,412.98</u>	<u>2,987,378.58</u>	<u>3,000,831.83</u>	<u>18,959.73</u>
	<u>Ref.</u>	A			A
Miscellaneous Revenue:					
Not Anticipated	A-2			8,013.30	
Cash	A-4			2,681,298.53	
Prepaid Beach Revenues	A-26			<u>311,520.00</u>	
				<u>\$3,000,831.83</u>	

Schedule of Deferred Charges

A-12

		Balance Dec. 31 <u>2013</u>	Add In 2014	Raised In 2014 Budget	Balance Dec. 31 <u>2014</u>
	<u>Ref.</u>				
Overexpenditure of Appropriation Reserves		6,017.31	15,213.70	.00	21,231.01
Overexpenditure of Budget Appropriations		51,773.54	.00	51,773.54	.00
Emergency Authorization 40A:4-47		.00	40,000.00	.00	40,000.00
		<u>\$57,790.85</u>	<u>55,213.70</u>	<u>51,773.54</u>	<u>61,231.01</u>
	<u>Ref.</u>	A	A-3:A-13	A-3	A

Borough of Deal, NJ
Current Fund
Schedule of 2013 Appropriation Reserves

A-13
(Page 1 of 3)

	<u>Balance Dec. 31 2013</u>	<u>Balance After Transfers</u>	<u>Paid In 2014</u>	<u>Balance Lapsed</u>	<u>Over- Expended</u>
<u>Department of Public Affairs and Public Safety</u>					
Director's Office					
Other Expenses	878.00	878.00	694.56	183.44	.00
Police					
Salaries and Wages	35,058.54	35,058.54	40,161.70	.00	5,103.16
Other Expenses	36,011.48	37,011.48	36,517.22	494.26	.00
Municipal Prosecutor					
Salaries and Wages	152.08	152.08	.00	152.08	.00
Other Expenses	300.00	300.00	.00	300.00	.00
Fire					
Salaries and Wages	11,788.88	11,788.88	10,000.00	1,788.88	.00
Other Expenses					
Fire Hydrant Service	.00	.00	6,540.00	.00	6,540.00
Miscellaneous Other Expenses	15,980.92	21,526.92	10,208.54	11,318.38	.00
Emergency Management Services					
Other Expenses	294.49	294.49	.00	294.49	.00
Legal Services and Costs					
Other Expenses	13,030.00	13,030.00	11,200.00	1,830.00	.00
Administrative and Executive					
Salaries and Wages	2,867.28	2,867.28	56.00	2,811.28	.00
Other Expenses	4,527.53	4,527.53	173.70	4,353.83	.00
Municipal Land Use Law (N.J.S.A. 40:55 D-1)					
Planning Board					
Salaries and Wages	210.69	210.69	.00	210.69	.00
Other Expenses	5,851.85	5,851.85	1,020.96	4,830.89	.00
Health and Welfare					
Aid to Health Care Facilities	345.00	345.00	264.00	81.00	.00
Board of Health					
Other Expenses	96.25	96.25	93.25	3.00	.00
Dog Regulation					
Other Expenses	125.00	538.00	538.00	.00	.00
Zoning Board of Adjustment					
Salaries and Wages	133.18	133.18	.00	133.18	.00
Other Expenses	1,919.61	1,919.61	6.48	1,913.13	.00
Municipal Court					
Salaries and Wages	7,248.64	7,248.64	.00	7,248.64	.00
Other Expenses	1,169.62	1,169.62	64.35	1,105.27	.00
Public Defender (P.L. 1997, C256)					
Other Expenses	3,568.46	3,568.46	38.00	3,530.46	.00
Human Resources					
Other Expenses	5,000.00	.00	.00	.00	.00
Municipal Clerk					
Other Expenses	1,669.82	1,159.82	895.50	264.32	.00

Borough of Deal, NJ
Current Fund
Schedule of 2013 Appropriation Reserves

A-13
(Page 2 of 3)

	<u>Balance</u> Dec. 31 <u>2013</u>	<u>Balance</u> After <u>Transfers</u>	<u>Paid</u> <u>In 2014</u>	<u>Balance</u> <u>Lapsed</u>	<u>Over-</u> <u>Expended</u>
<u>Department of Revenue and Finance</u>					
Director's Office					
Salaries and Wages	.92	.92	.00	.92	.00
Other Expenses	400.00	400.00	223.47	176.53	.00
Assessment of Taxes					
Salaries and Wages	774.88	774.88	.00	774.88	.00
Other Expenses	266.55	266.55	44.74	221.81	.00
Collection of Taxes					
Salaries and Wages	264.58	264.58	.00	264.58	.00
Other Expenses	2,618.46	2,618.46	294.31	2,324.15	.00
Financial Administration					
Salaries and Wages	16.00	16.00	.00	16.00	.00
Other Expenses	552.28	552.28	200.00	352.28	.00
Elections					
Other Expenses	3,358.72	712.72	100.00	612.72	.00
Audit Services					
Other Expenses	3,600.00	2,600.00	.00	2,600.00	.00
Insurance					
Employee Group Health	17,969.03	17,969.03	.00	17,969.03	.00
<u>Department of Public Works, Parks and Public Property</u>					
Director's Office					
Salaries and Wages	.92	.92	.00	.92	.00
Other Expenses	400.00	400.00	200.00	200.00	.00
Streets and Roads					
Salaries and Wages	10,518.01	8,218.01	8,218.01	.00	.00
Other Expenses	1,300.82	3,600.82	3,471.57	129.25	.00
Garbage and Trash Removal					
Salaries and Wages	2,574.29	2,210.32	.00	2,210.32	.00
Other Expenses	47.80	201.77	153.97	47.80	.00
Recreation and Education					
Beachfront Recreation Facilities					
Salaries and Wages	53,872.12	53,872.12	.00	53,872.12	.00
Other Expenses	5,444.98	5,444.98	4,814.81	630.17	.00
Parks and Playgrounds					
Other Expenses	1,000.00	587.00	.00	587.00	.00
Recreation					
Other Expenses	862.70	862.70	700.00	162.70	.00
Engineering Services and Costs					
Other Expenses	12,601.25	12,601.25	9,892.50	2,708.75	.00
Public Buildings and Grounds					
Other Expenses	1,601.51	1,601.51	2,133.81	.00	532.30
Vehicle Maintenance					
Other Expenses	1,045.44	5,173.89	5,125.24	48.65	.00
Traffic Signal Maintenance					
Other Expenses	5,000.00	5,510.00	5,509.56	.44	.00
Accumulated Leave Compensation	1,000.00	1,000.00	.00	1,000.00	.00

Borough of Deal, NJ
Current Fund
Schedule of 2013 Appropriation Reserves

A-13
(Page 3 of 3)

	<u>Balance</u>	<u>Balance</u>	<u>Paid</u>	<u>Balance</u>	<u>Over-</u>
	<u>Dec. 31</u>	<u>After</u>	<u>In 2014</u>	<u>Lapsed</u>	<u>Expended</u>
	<u>2013</u>	<u>Transfers</u>			
<u>Uniform Construction Code -</u>					
<u>Appropriations Offset by Dedicated</u>					
<u>Revenues (N.J.A.C. 5:23-4.17)</u>					
Construction Official					
Salaries and Wages	2,322.48	2,322.48	.00	2,322.48	.00
Other Expenses	1,264.61	1,264.61	210.00	1,054.61	.00
Sub-Code Officials					
Plumbing Inspector					
Salaries and Wages	11.92	11.92	.00	11.92	.00
Other Expenses	150.00	150.00	.00	150.00	.00
Fire Sub-Code Official					
Salaries and Wages	141.76	141.76	.00	141.76	.00
Other Expenses	400.00	400.00	.00	400.00	.00
Electrical Inspector					
Salaries and Wages	6.92	6.92	.00	6.92	.00
Other Expenses	128.00	128.00	.00	128.00	.00
Utility Expenses and Bulk Purchases					
Electricity	4,570.85	3,250.85	2,460.48	790.37	.00
Street Lighting	10,000.24	5,800.24	54.76	5,745.48	.00
Telephone	2,910.55	5,082.10	4,960.11	121.99	.00
Water	6,037.70	6,037.70	2,755.84	3,281.86	.00
Gas	9,390.13	5,690.13	3,452.90	2,237.23	.00
Sewerage Processing and Disposal	1,000.00	1,000.00	.00	1,000.00	.00
Gasoline	.00	.00	3,038.24	.00	3,038.24
Landfill/Solid Waste Disposal					
Costs	183.63	5,413.63	5,406.01	7.62	.00
<u>Contingent</u>	128.47	128.47	.00	128.47	.00
<u>Statutory Expenditures</u>					
Contribution To:					
Social Security System	5,474.07	5,474.07	.00	5,474.07	.00
State Disability Insurance	682.91	682.91	101.20	581.71	.00
<u>Operations - Excluded From "CAPS"</u>					
Sandy Recovery Costs					
Sand Screening Costs	29,975.00	29,975.00	.00	29,975.00	.00
Removal of Vegetative Waste	7,849.50	7,849.50	.00	7,849.50	.00
Interlocal Municipal Services Agreements					
Police Mandated 911 Emergency Service	3,129.00	3,129.00	.00	3,129.00	.00
Ocean Township Tactical Team Fee - SWAT	50.00	50.00	.00	50.00	.00
Reverse 911 Emergency Service	69.78	69.78	.00	69.78	.00
Department of Public Affairs & Public Safety					
Police Services - Borough of Interlaken	108.78	108.78	.00	108.78	.00
Police Services - Village of Loch Arbour	51.06	51.06	.00	51.06	.00
Municipal Court Services - Village of Loch					
Arbour	.28	.28	.00	.28	.00
<u>Total General Appropriations</u>	<u>\$361,356.22</u>	<u>361,356.22</u>	<u>181,993.79</u>	<u>194,576.13</u>	<u>15,213.70</u>
	<u>Ref.</u>		A-4	A-1	A-12
Appropriation Reserves	A	361,356.22			
Reserve for Encumbrances	A	.00			
		<u>\$361,356.22</u>			

Borough of Deal, NJ
Current Fund
Schedule of Tax Overpayments

A-14

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013	A		33,632.73
<u>Increased by</u>			
Overpayments in 2014	A-4		<u>135,855.42</u>
			169,488.15
<u>Decreased by</u>			
Refunds	A-4	83,436.42	
Application to Taxes Receivable	A-8	<u>42,326.92</u>	
			<u>125,763.34</u>
<u>Balance</u> - December 31, 2014	A		\$ <u>43,724.81</u>

Statement of Deferred Charges
N.J.S.40A:4-53 Special Emergencies - Revaluation of Real Property

A-15

	<u>Date Authorized</u>	<u>Net Amount Authorized</u>	<u>1/3 of Net Amount Authorized</u>	<u>Balance December 31, 2013</u>	<u>Added In 2014</u>	<u>Reduced In 2014</u>	<u>Balance December 31, 2014</u>
Revaluation of Real Property	08/23/11	<u>\$75,000.00</u>	<u>25,000.00</u>	<u>25,000.00</u>	<u>.00</u>	<u>25,000.00</u>	<u>.00</u>
<u>Ref.</u>				A		A-3	A

Schedule of County Taxes Payable

A-18

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013	A		2,354.90
<u>Increased by</u>			
2014 Tax Levy:			
General County Tax	A-8	4,899,304.53	
County Library Tax	A-8	312,278.26	
County Open Space Tax	A-8	267,006.45	
2014 Added County Taxes	A-8	20,647.78	
2013 Added County Taxes	A-1	<u>3,559.75</u>	
			<u>5,502,796.77</u>
			5,505,151.67
<u>Decreased by</u>			
Payments	A-4		<u>5,480,944.14</u>
<u>Balance</u> - December 31, 2014	A		\$ <u>24,207.53</u>

Borough of Deal, NJ
Current Fund
Schedule of Local District School Taxes Payable

A-19

	<u>Ref.</u>		
Balance - December 31, 2013			
School Tax Payable	A	752,618.46	
School Tax Deferred		<u>231,233.50</u>	
			983,851.96
Increased by			
School Tax Levy - Fiscal Year July 1, 2014 to June 30, 2015	A-8		<u>1,967,702.00</u>
			2,951,553.96
Decreased by			
Payment - 2014	A-4		<u>1,967,702.00</u>
School Tax Payable	A	752,618.46	
School Tax Deferred		<u>231,233.50</u>	
Balance - December 31, 2014			<u>\$ 983,851.96</u>

2014 Liability for Local District School Tax

	<u>Ref.</u>		
Net Tax Paid	A-19		1,967,702.00
Tax Payable - December 31, 2014	A-19		<u>752,618.46</u>
			2,720,320.46
Less: Tax Payable - December 31, 2013	A-19		<u>752,618.46</u>
Amount Charged to 2014 Operations	A-1		<u>\$1,967,702.00</u>

Schedule of Due To or From General Capital Fund

A-23

	<u>Ref.</u>		
Balance - December 31, 2013 (Due To General Capital Fund)	A		2,505,616.74
Increased by			
Interfund Due from Current Fund for Budget Appropriation - Capital Improvement Fund	A-3:C-6	225,000.00	
Interfund Due from Current Fund for Budget Appropriation - Deferred Charges to Future Taxation - Unfunded	A-3:C-5	87,917.15	
Premium on Bond Anticipation Note Issued by General Capital Fund	C-1:A-4	560.05	
Cash Received from General Capital Fund	C-2:C-4:A-4	1,472.04	
Reserve to Pay Debt Proceeds - Ordn. #1070/1074	A-4:C:C-4	31,037.00	
Insurance Proceeds Received by Current Fund	A-4:C-5	<u>718,963.00</u>	
			<u>1,064,949.24</u>
			3,570,565.98
Decreased by			
Interest Earned by General Capital Fund	A-4:C-2	1,472.04	
Cash Disbursed to General Capital Fund	A-4:C-2	617,845.89	
Reserve to Pay Debt Proceeds - Ordn. #1070/1074	C	2,231,725.00	
Bond Anticipation Note Paid by Current Fund	A-4:C-7	<u>718,963.00</u>	
			<u>3,570,005.93</u>
Balance - December 31, 2014 (Due To General Capital Fund)	A		<u>\$ 560.05</u>

Borough of Deal, NJ
Current Fund
Schedule of Due To or From Sewer Operating Fund

A-24

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013 (Due From Sewer Operating Fund)	A		314,506.47
<u>Increased by</u>			
Cash Disbursed to Sewer Operating Fund	A-4	32,235.94	
Expenditures for Sewer Operating Fund Paid by Current Fund - Interest on Notes	A-4:D-5:D-36	11,373.80	
Sewer Operating Fund Fund Balance Utilized as Anticipated Revenue in Current Fund Budget	A-2:D-1	<u>144,000.00</u>	
			187,609.74
			502,116.21
<u>Decreased by</u>			
Cash Received from Sewer Operating Fund	A-4	318,717.02	
Current Fund Tax Overpayment Applied to Sewer Utility Fund Rents	A-4	1,906.57	
Sewer Operating Fund Interest Collected by Current Fund	A-4	<u>3,267.02</u>	
			323,890.61
<u>Balance</u> - December 31, 2014 (Due From Sewer Operating Fund)	A		<u>\$178,225.60</u>

Schedule of Prepaid Taxes

A-25

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013	A		501,984.89
<u>Increased by</u>			
Collected in 2014	A-4		<u>577,038.22</u>
			1,079,023.11
<u>Decreased by</u>			
Applied to Taxes Receivable	A-8		<u>501,984.89</u>
<u>Balance</u> - December 31, 2014	A		<u>\$ 577,038.22</u>

Schedule of Prepaid Beach Revenues

A-26

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013	A		311,520.00
<u>Increased by</u>			
Collected in 2014	A-4		<u>233,093.00</u>
			544,613.00
<u>Decreased by</u>			
Applied to Beach Revenues	A-11		<u>311,520.00</u>
<u>Balance</u> - December 31, 2014	A		<u>\$233,093.00</u>

Borough of Deal, NJ
Current Fund
Schedule of Interfunds - Federal and State Grant Fund

A-27

<u>Fund</u>	Due From/(To) Balance Dec. 31, 2013	<u>Increased</u>	<u>Decreased</u>	Due From/(To) Balance Dec. 31, 2014
Current Fund	<u>\$83,347.76</u>	<u>28,429.39</u>	<u>51,895.68</u>	<u>59,881.47</u>
<u>Ref.</u>	A	A-30	A-29	A

Schedule of Grants Receivable - Federal and State Grant Fund

A-28

<u>Grant</u>	<u>Balance</u> Dec. 31, 2013	<u>Budget</u> <u>Revenue</u>	<u>Appropriation</u> <u>by 40A:4-87</u>	<u>Received</u>	<u>Transfer from</u> <u>Unappropriated Reserves</u> <u>Budget</u>	<u>Appropriation</u> <u>by 40A:4-87</u>	<u>Balance</u> Dec. 31, 2014
Clean Communities Program	.00	6,254.20	.00	.00	6,254.20	.00	.00
Recycling Tonnage Grant	.00	1,202.77	.00	.00	1,202.77	.00	.00
Body Armor Fund	.00	2,440.81	.00	.00	2,440.81	.00	.00
Municipal Court Alcohol, Education & Rehabilitation Fund	<u>.00</u>	<u>1,451.30</u>	<u>.00</u>	<u>.00</u>	<u>1,451.30</u>	<u>.00</u>	<u>.00</u>
	<u>\$.00</u>	<u>11,349.08</u>	<u>.00</u>	<u>.00</u>	<u>11,349.08</u>	<u>.00</u>	<u>.00</u>
<u>Ref.</u>	A	A-2			A-30		A

Borough of Deal, NJ

Current Fund

Schedule of Appropriated Reserves for Grants - Federal and State Grant Fund

A-29

<u>Grant</u>	<u>Balance Dec. 31, 2013</u>	<u>Transfer from 2014 Budget</u>	<u>Expended</u>	<u>Balance Dec. 31, 2014</u>
Municipal Court Alcohol, Education & Rehabilitation Fund	2,020.79	1,451.30	3,000.00	472.09
Recycling Tonnage Grant	3,574.85	1,202.77	4,739.00	38.62
Clean Communities Program	22,049.06	6,254.20	9,612.00	18,691.26
Body Armor Fund	4,648.98	2,440.81	4,463.75	2,626.04
Municipal Stormwater Regulation Program	1,705.00	.00	1,705.00	.00
Click It or Ticket Grant	8,000.00	.00	3,775.00	4,225.00
Over the Limit Under Arrest	5,000.00	.00	.00	5,000.00
Secure Our Schools Grant	<u>25,000.00</u>	<u>.00</u>	<u>24,600.93</u>	<u>399.07</u>
	<u>\$71,998.68</u>	<u>11,349.08</u>	<u>51,895.68</u>	<u>31,452.08</u>
<u>Ref.</u>	A	A-3	A-27:A-4	A

Schedule of Unappropriated Reserves for Grants - Federal and State Grant Fund

A-30

<u>Grant</u>	<u>Balance Dec. 31, 2013</u>	<u>Received</u>	<u>Transfer to Appropriated Reserves Budget</u>	<u>Appropriation by 40A:4-87</u>	<u>Balance Dec. 31, 2014</u>
Clean Communities Program	6,254.20	5,866.40	6,254.20	.00	5,866.40
Recycling Tonnage Grant	1,202.77	900.63	1,202.77	.00	900.63
Body Armor Fund	2,440.81	1,933.97	2,440.81	.00	1,933.97
Municipal Court Alcohol, Education & Rehabilitation Fund	1,451.30	1,920.10	1,451.30	.00	1,920.10
Post Sandy Planning Assistance	.00	17,808.29	.00	.00	17,808.29
	<u>\$11,349.08</u>	<u>28,429.39</u>	<u>11,349.08</u>	<u>.00</u>	<u>28,429.39</u>
<u>Ref.</u>	A	A-27:A-4	A-28		A

Borough of Deal, NJ
Trust Fund
Schedule of Trust Cash - Treasurer

B-1

	<u>Ref.</u>	<u>Dog License Fund</u>	<u>Unemployment Compensation Fund</u>	<u>Street Opening Deposits</u>	<u>Law Enforcement Trust Fund</u>	<u>Misc. Trust Funds</u>
Balance - December 31, 2013	B	<u>677.80</u>	<u>2,530.20</u>	<u>5,055.62</u>	<u>4,257.35</u>	<u>475,879.52</u>
Increased by						
Contra	B-1:B-7	.00	8,732.94	1,560.00	.00	4,030.00
Law Enforcement Trust Fund	B-1	.00	.00	.00	1,340.06	.00
Miscellaneous Trust Funds	B-1	.00	.00	.00	.00	408,310.16
Payroll Deductions and Budget Appropriation	B-1	.00	17,785.32	.00	.00	.00
Dog License Fees	B-5	124.20	.00	.00	.00	.00
Street Opening Deposits	B-4	.00	.00	1,000.00	.00	.00
Due to State of New Jersey	B-1	10.80	.00	.00	.00	.00
Interest Earned	B-3:B-4:					
	B-6:B-7	1.82	14.74	13.63	12.61	1,225.39
Due to/from Current Fund	B-1	<u>.00</u>	<u>48.71</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>
		<u>136.82</u>	<u>26,581.71</u>	<u>2,573.63</u>	<u>1,352.67</u>	<u>413,565.55</u>
		<u>814.62</u>	<u>29,111.91</u>	<u>7,629.25</u>	<u>5,610.02</u>	<u>889,445.07</u>
Decreased by						
Contra	B-1	.00	8,732.94	1,560.00	.00	4,030.00
Interest Earned to Current Fund	B-1	1.82	14.74	13.63	.00	1,225.39
Law Enforcement Trust Fund	B-1	.00	.00	.00	369.03	.00
Due to State of New Jersey	B-1:B-6	10.80	16,566.70	.00	.00	.00
Miscellaneous Trust Funds	B-1	.00	.00	.00	.00	326,566.12
Due To/From Current Fund	B-1	<u>334.40</u>	<u>.00</u>	<u>5,055.62</u>	<u>.00</u>	<u>.00</u>
		<u>347.02</u>	<u>25,314.38</u>	<u>6,629.25</u>	<u>369.03</u>	<u>331,821.51</u>
Balance - December 31, 2014	B	<u>\$467.60</u>	<u>3,797.53</u>	<u>1,000.00</u>	<u>5,240.99</u>	<u>557,623.56</u>

Schedule of Amount Due To or From Current Fund

B-3

	<u>Ref.</u>	<u>Dog License Fund</u>
Balance - December 31, 2013 (Due To Current Fund)	B	167.20
Increased by		
Interest Earned - Dog License Fund	B-1	1.82
Statutory Excess in Dog Fund Reserve	B-5	<u>317.40</u>
		<u>319.22</u>
		486.42
Decreased by		
Deposits to Current Fund	B-1	<u>336.22</u>
Balance - December 31, 2014 (Due To Current Fund)	B	<u>\$150.20</u>

Borough of Deal, NJ
Trust Fund
Schedule of Reserve for Street Opening Deposits

B-4

	<u>Ref.</u>	
<u>Balance</u> - December 31, 2013	B	5,055.62
<u>Increased by</u>		
Deposits Received	B-1	1,000.00
Interest Earned	B-1	<u>13.63</u>
		<u>1,013.63</u>
		6,069.25
<u>Decreased by</u>		
Deposits to Current Fund	B-1	5,055.62
Interest Earned to Current Fund	B-1	<u>13.63</u>
		<u>5,069.25</u>
<u>Balance</u> - December 31, 2014	B	<u>\$1,000.00</u>

Schedule of Reserve for Dog Fund Expenditures

B-5

	<u>Ref.</u>	
<u>Balance</u> - December 31, 2013	B	510.60
<u>Increased by</u>		
Dog License Fees Collected	B-1	<u>124.20</u>
		634.80
<u>Decreased by</u>		
Statutory Excess Due to Current Fund	B-3	<u>317.40</u>
<u>Balance</u> - December 31, 2014	B	<u>\$317.40</u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2012	179.40
2013	<u>138.00</u>
	<u>\$317.40</u>

Borough of Deal, NJ
Trust Fund
Schedule of Reserve for Unemployment Compensation Funds

B-6

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013	B		2,995.29
<u>Increased by</u>			
Interest Earned	B-1	14.74	
Payroll Deductions and Budget Appropriation	B-1	<u>17,785.32</u>	
			<u>17,800.06</u>
			20,795.35
<u>Decreased by</u>			
Payments to the State of New Jersey	B-1	16,566.70	
Interest Earned to Current Fund	B-1	<u>14.74</u>	
			<u>16,581.44</u>
<u>Balance</u> - December 31, 2014	B		<u>\$ 4,213.91</u>

Schedule of Reserve for Miscellaneous Trust Funds

B-7

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013	B		475,879.52
<u>Increased by</u>			
Interest Earned	B-1	1,225.39	
Miscellaneous Trust Funds Receipts	B-1	408,310.16	
Contra	B-1	<u>4,030.00</u>	
			<u>413,565.55</u>
			889,445.07
<u>Decreased by</u>			
Miscellaneous Trust Funds Disbursements	B-1	326,566.12	
Interest Earned to Current Fund	B-1	1,225.39	
Contra	B-1	<u>4,030.00</u>	
			<u>331,821.51</u>
<u>Balance</u> - December 31, 2014	B		<u>\$557,623.56</u>

Borough of Deal, NJ
General Capital Fund
Schedule of General Capital Cash - Treasurer

C-2

	<u>Ref.</u>		<u>Regular</u>
<u>Balance - December 31, 2013</u>	C		561,833.73
<u>Increased by Receipts</u>			
State Aid	C-4:C-5	226,195.00	
Interfund Due To/From Current Fund	C-4:C-9	<u>619,317.93</u>	
			<u>845,512.93</u>
			1,407,346.66
<u>Decreased by Disbursements</u>			
Improvement Authorizations	C-4:C-8	889,152.16	
Interfund Due To/From Current Fund	C-4:C-9	<u>1,472.04</u>	
			<u>890,624.20</u>
<u>Balance - December 31, 2014</u>	C		<u>\$ 561,722.46</u>

Analysis of General Capital Cash

C-4
(Page 1 of 2)

	Balance Dec. 31 2013	Receipts	Disbursements		Transfers		Balance Dec. 31 2014
			Improvement Authorizations	Other	To	From	
Fund Balance	159,271.49	.00	.00	.00	200,771.83	.00	360,043.32
Capital Improvement Fund	2,000.00	.00	.00	.00	266,987.85	159,405.00	109,582.85
Due To/From Current Fund	(2,505,616.74)	619,317.93	.00	1,472.04	2,950,688.00	1,063,477.20	(560.05)
Reserve to Pay Debt Proceeds - Ordn. #1070/1074	2,231,725.00	.00	.00	.00	31,037.00	2,231,725.00	31,037.00
Reserve for FEMA Proceeds - Ordn. #1070/1074	36,359.24	.00	.00	.00	.00	.00	36,359.24
Reserve to Pay Debt Proceeds - Ordn. #1033	.00	.00	.00	.00	72,241.40	.00	72,241.40
Improvement Authorizations							
Various Improvements to Streets & Drains - Jerome Ave. - Ordn. #968	9,947.50	.00	.00	.00	.00	9,947.50	.00
Various Improvements to Streets & Drains - Ordn. #986	104,369.02	.00	2,400.00	.00	.00	101,969.02	.00
Various Improvements to Municipal Buildings - Ordn. #987	109,843.56	.00	21,547.80	.00	.00	88,295.76	.00
Various Improvements to Streets & Drains - Ordn. #1004	2,117.50	.00	24,617.50	.00	.00	.00	(22,500.00)
Restoration of Fire Equipment - Ordn. #1005	2,500.00	.00	.00	.00	.00	2,500.00	.00
Purchase of Police Equipment - Ordn. #1022	1,250.00	.00	.00	.00	.00	1,250.00	.00
Various Improvements to Deal Casino & Conover Pavilion Beach Clubs - Ordn. #1023	(18,166.08)	.00	1,691.25	.00	18,166.08	.00	(1,691.25)
Various Improvements to Streets & Drains - Ordn. #1024	3,311.25	.00	25,811.25	.00	.00	.00	(22,500.00)
Purchase & Improvements to Sanitation Vehicles - Ordn. #1025	(2,357.13)	.00	2,039.40	.00	2,357.13	.00	(2,039.40)
Various Improvements to Streets & Drains - Ocean Ave. - Ordn. #1033	72,241.40	.00	.00	.00	.00	72,241.40	.00
Purchase of Beach Cleaning Equipment - Ordn. #1034	9,517.85	.00	.00	.00	.00	9,517.85	.00
Purchase & Restoration of Fire Department Equipment - Ordn. #1035	26,970.00	.00	.00	.00	.00	26,970.00	.00
Various Improvements to Streets & Drains - Ordn. #966	(652.50)	.00	.00	.00	652.50	.00	.00
Purchase & Improvements to DPW Equipment - Ordn. #1007	(928.56)	.00	.00	.00	928.56	.00	.00

Borough of Deal, NJ
General Capital Fund
Analysis of General Capital Cash

	Balance Dec. 31 2013	Receipts	Disbursements		Transfers		Balance Dec. 31 2014
			Improvement Authorizations	Other	To	From	
Repairs to a Leach 2R11 25 Yard Packer Body Equipment - Ord. #1044	290.39	.00	290.39	.00	.00	.00	.00
Purchase of Public Works Vehicles - Ord. #1051	(47,500.00)	.00	.00	.00	47,500.00	.00	.00
Improvement of Municipal Buildings - Ord. #1052	2,183.75	.00	8,251.31	.00	.00	.00	(6,067.56)
Improvement of Fire Department Equipment - Ord. #1053	1,750.00	.00	.00	.00	.00	1,750.00	.00
Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs - Ord. #1060	(13,225.38)	.00	129,274.62	.00	13,225.38	.00	(129,274.62)
Purchase & Restoration of Fire Department Equipment - Ord. #1062	50,000.00	.00	.00	.00	.00	.00	50,000.00
Purchase & Improvements to DPW Equipment - Ord. #1063	14,945.26	.00	14,945.26	.00	.00	.00	.00
Purchase of a Fire Engine with Associated Equipment - Ord. #1066	7,932.10	.00	.00	.00	.00	.00	7,932.10
Various Improvements to the Conover Pavilion & the Deal Casino Beach Clubs & Phillips Avenue Pier - Ord. #1070/1074	245,354.81	.00	244,400.54	.00	718,963.50	718,963.00	954.77
Construction of the Roseld Avenue Recreational Facility - Ord. #1075	(5,087.50)	.00	28,331.25	.00	5,087.50	.00	(28,331.25)
Various Improvements to Streets & Drains - Atlantic Avenue - Ord. #1076	14,933.75	.00	.00	.00	.00	.00	14,933.75
Construction of a Sea Wall at Roosevelt Avenue - Ord. #1077	9,803.75	.00	.00	.00	.00	.00	9,803.75
Purchase & Improvement to Fire Department Equipment - Ord. #1078	35,000.00	.00	.00	.00	.00	.00	35,000.00
Purchase & Improvement to DPW Equipment - Ord. #1079	1,750.00	.00	24,840.15	.00	.00	.00	(23,090.15)
Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs - Ord. #1089	.00	.00	11,226.75	.00	7,500.00	.00	(3,726.75)
Construction of the Roseld Avenue Recreational Facility - Ord. #1090	.00	.00	1,560.00	.00	5,000.00	.00	3,440.00
Construction of a Sea Wall at Roosevelt Avenue - Ord. #1091	.00	.00	.00	.00	5,000.00	.00	5,000.00
Purchase of & Improvement to Sanitation Equipment - Ord. #1092	.00	.00	39,167.59	.00	75,000.00	.00	35,832.41
Purchase of & Improvement to Fire Department Equipment - Ord. #1093	.00	.00	14,562.10	.00	50,000.00	.00	35,437.90
Purchase of Scott Air Packs for the Fire Department - Ord. #1094	.00	226,195.00	226,195.00	.00	11,905.00	.00	11,905.00
Purchase of & Improvement to DPW Equipment - Ord. #1095	.00	.00	68,000.00	.00	5,000.00	.00	(63,000.00)
	<u>\$561,833.73</u>	<u>845,512.93</u>	<u>889,152.16</u>	<u>1,472.04</u>	<u>4,488,011.73</u>	<u>4,488,011.73</u>	<u>516,722.46</u>
	C	C-2	C-2:C-8	C-2:C-9	C-4	C-4	C

Schedule of Deferred Charges to Future Taxation - Unfunded

Ordinance Number	Improvement Description	Balance	State and		D.C.F.T.		Authorizations Cancelled & Balance	Financed		Unexpended Improvement Authorizations	
		Dec. 31 2013	2014 Authorizations	Municipal Aid Insurance Proceeds	Notes Funded By Budget Appropriation	Funded By Budget Appropriation		Balance Dec. 31 2014	By Bond Anticipation Notes		Ex- penditures
877	Construction of Public Works Buildings	97,889.50	.00	.00	.00	.00	97,889.50	.00	.00	.00	.00
881	Purchase of Fire Truck & Fire Equipment	24,802.44	.00	.00	24,504.58	.00	297.86	.00	.00	.00	.00
898	Various Improvements to Ocean Ave & Street Lighting	431.49	.00	.00	.00	.00	431.49	.00	.00	.00	.00
952	Construction & Improvement of Recreational Facilities	30,965.96	.00	.00	.00	.00	30,965.96	.00	.00	.00	.00
964	Various Improvements to Borough Hall	22,305.00	.00	.00	22,305.00	.00	.00	.00	.00	.00	.00
965	Purchase & Installation of Emergency Electric Generators	86,566.50	.00	.00	.00	.00	86,566.50	.00	.00	.00	.00
966	Various Improvements to Streets & Drains	1,649.65	.00	.00	.00	652.50	997.15	.00	.00	.00	.00
979	Various Improvements to Borough Hall	3,257.03	.00	.00	.00	.00	3,257.03	.00	.00	.00	.00
988	Various Improvements to Deal Casino & Conover Pavilion	414,380.00	.00	.00	414,380.00	.00	.00	.00	.00	.00	.00
998	Various Improvements to Deal Casino & Conover Pavilion Beach Clubs	450,620.00	.00	.00	450,620.00	.00	.00	.00	.00	.00	.00

Borough of Deal, NJ
General Capital Fund
Schedule of Deferred Charges to Future Taxation - Unfunded

Ordinance Number	Improvement Description	Balance	State and Municipal Aid		Notes	D.C.F.T. Authorizations	Balance	Financed	Unexpended		
		Dec. 31 2013	2014 Authorizations	Insurance Proceeds	By Budget Appropriation	Funded By Budget Appropriation	Funded By Budget Appropriation	Dec. 31 2014	By Bond Anticipation Notes	Ex-penditures	Improvement Authorizations
1004	Various Improvements to Streets & Drains	142,500.00	.00	.00	.00	.00	120,000.00	22,500.00	.00	22,500.00	.00
1005	Restoration of Fire Equipment	47,500.00	.00	.00	.00	.00	47,500.00	.00	.00	.00	.00
1007	Purchase & Improvements to DPW Equipment	928.56	.00	.00	.00	928.56	.00	.00	.00	.00	.00
1022	Purchase of Police Equipment	23,750.00	.00	.00	.00	.00	23,750.00	.00	.00	.00	.00
1023	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	19,857.33	.00	.00	.00	18,166.08	.00	1,691.25	.00	1,691.25	.00
1024	Various Improvements to Streets & Drains	142,500.00	.00	.00	.00	.00	120,000.00	22,500.00	.00	22,500.00	.00
1025	Purchase & Improvements to Sanitation Vehicles	4,396.53	.00	.00	.00	2,357.13	.00	2,039.40	.00	2,039.40	.00
1033	Various Improvements to Streets & Drains - Ocean Ave.	333,230.00	.00	.00	103,190.42	.00	(.42)	230,040.00	230,040.00	.00	.00
1051	Purchase of Public Works Vehicles	47,500.00	.00	.00	.00	47,500.00	.00	.00	.00	.00	.00
1052	Improvement of Municipal Buildings	47,500.00	.00	.00	.00	.00	41,432.44	6,067.56	.00	6,067.56	.00
1053	Improvement of Fire Department Equipment	33,250.00	.00	.00	.00	.00	33,250.00	.00	.00	.00	.00
1060	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	142,500.00	.00	.00	.00	13,225.38	.00	129,274.62	.00	129,274.62	.00
1066	Purchase of a Fire Engine with Associated Equipment	332,500.00	.00	.00	.00	.00	.00	332,500.00	332,500.00	.00	.00
1070/1074	Various Improvements to the Conover Pavilion & the Deal Casino Beach Clubs & Phillips Avenue Pier	2,262,762.50	.00	.00	2,262,762.00	.00	.50	.00	.00	.00	.00
1070/1074	Various Improvements to the Conover Pavilion & the Deal Casino Beach Clubs & Phillips Avenue Pier	.00	2,231,725.00	718,963.00	.00	.00	.00	1,512,762.00	1,512,762.00	.00	.00
1075	Construction of the Roseld Avenue Recreational Facility	285,000.00	.00	.00	.00	5,087.50	.00	279,912.50	.00	28,331.25	251,581.25
1076	Various Improvements to Streets & Drains - Atlantic Avenue	308,750.00	.00	.00	.00	.00	.00	308,750.00	.00	.00	308,750.00
1077	Construction of a Sea Wall at Roosevelt Avenue	332,500.00	.00	.00	.00	.00	.00	332,500.00	.00	.00	332,500.00
1079	Purchase & Improvements to DPW Equipment	33,250.00	.00	.00	.00	.00	.00	33,250.00	.00	23,090.15	10,159.85
1089	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	.00	142,500.00	.00	.00	.00	.00	142,500.00	.00	3,726.75	138,773.25
1090	Construction of the Roseld Avenue Recreational Facility	.00	95,000.00	.00	.00	.00	.00	95,000.00	.00	.00	95,000.00
1091	Construction of a Sea Wall at Roosevelt Avenue	.00	95,000.00	.00	.00	.00	.00	95,000.00	.00	.00	95,000.00
1094	Purchase of Scott Air Packs for the Fire Department	.00	226,195.00	226,195.00	.00	.00	.00	.00	.00	.00	.00
1095	Purchase of & Improvements to DPW Equipment	.00	95,000.00	.00	.00	.00	.00	95,000.00	.00	63,000.00	32,000.00
		<u>\$5,673,042.49</u>	<u>2,885,420.00</u>	<u>945,158.00</u>	<u>3,277,762.00</u>	<u>87,917.15</u>	<u>606,338.01</u>	<u>3,641,287.33</u>	<u>2,075,302.00</u>	<u>302,220.98</u>	<u>1,263,764.35</u>

-54-

Ref.	C	C-7	A-3:C-9: C-12	C	C-7	C-4
2014 Authorizations	C-8	653,695.00				
Reserve to Pay Debt Proceeds	C-9	<u>2,231,725.00</u>				
		<u>\$2,885,420.00</u>				
State Aid	C-12		226,195.00			
Insurance Proceeds	C-7:C-9		<u>718,963.00</u>			
			<u>\$945,158.00</u>			
Authorizations Cancelled	C-8:C-12			606,337.93		
Balance Adjustment	C-1:C-12			.08		
				<u>\$606,338.01</u>		
Improvement Authorizations - Unfunded	C-8					1,284,556.22
Less: Unexpended Proceeds of Bond Anticipation Notes Issued - Ordn. #1066, 1070/1074 & 1094						<u>(20,791.87)</u>
						<u>\$1,263,764.35</u>

Borough of Deal, NJ
General Capital Fund
Schedule of Capital Improvement Fund

C-6

	<u>Ref.</u>		
Balance - December 31, 2013	C		2,000.00
Increased by			
2014 Budget Appropriation	C-9:A-3	225,000.00	
Improvement Authorizations Cancelled	C-8	<u>41,987.85</u>	
			<u>266,987.85</u>
			268,987.85
Decreased by			
Financed Improvement Authorizations	C-8		<u>159,405.00</u>
Balance - December 31, 2014	C		<u><u>109,582.85</u></u>

Schedule of Bond Anticipation Notes

C-7

<u>Ordinance Number</u>	<u>Description</u>	<u>Original Date</u>	<u>Present Issue Date</u>	<u>Due Date</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance Adjustments & Cancelled</u>	<u>Balance Dec. 31, 2014</u>
988	Various Improvements to Deal Casino & Conover Pavilion	05/04/07	10/03/13	10/02/14	1.25%	414,380.00	.00	414,380.00	.00	.00
881	Purchase of Fire Truck & Fire Equipment	12/19/07	12/11/13	12/10/14	None	24,504.58	.00	24,504.58	.00	.00*
964	Various Improvements to Borough Hall	12/19/07	12/11/13	12/10/14	None	22,305.00	.00	22,305.00	.00	.00*
998	Various Improvements to Deal Casino & Conover Pavilion Beach Clubs	12/18/09	12/11/13	12/10/14	None	450,620.00	.00	450,620.00	.00	.00*
1033	Various Improvements to Streets & Drains - Ocean Ave.	10/06/10	10/02/14	10/01/15	1.00%	333,230.00	.00	103,190.42	(.42)	230,040.00
1066	Purchase of a Fire Engine with Associated Equipment	10/04/12	10/02/14	10/01/15	1.00%	332,500.00	.00	.00	.00	332,500.00
1070/1074	Various Improvements to the Conover Pavilion & the Deal Casino Beach Clubs & Phillips Avenue Pier	06/14/13	06/14/13	01/13/14	1.25%	2,262,762.00	.00	2,262,762.00	.00	.00
1070/1074	Various Improvements to the Conover Pavilion & the Deal Casino Beach Clubs & Phillips Avenue Pier	12/05/13	10/02/14	10/01/15	1.00%	.00	<u>2,231,725.00</u>	<u>718,963.00</u>	.00	<u>1,512,762.00</u>
						<u>\$3,840,301.58</u>	<u>2,231,725.00</u>	<u>3,996,725.00</u>	<u>(.42)</u>	<u>2,075,302.00</u>
*Due to Current Fund					<u>Ref.</u>	C	C-9			C
	Paid by Budget Appropriation				A-3:C-5			3,277,762.00		
	Paid by Insurance Proceeds Received				C-5:C-9			<u>718,963.00</u>		
								<u>\$3,996,725.00</u>		

Borough of Deal, NJ
General Capital Fund
Schedule of Improvement Authorizations

Ordinance Number	Improvement Description	Ordinance Date	Balance December 31, 2013		2014 Authorizations							Balance December 31, 2014	
			Funded	Unfunded	Capital Improvement Fund	Down Payment on Improvements	To Future Taxation- Unfunded	Deferred Charges Authorizations Cancelled	Paid or Charged	Funded	Unfunded		
												Ordinance Amount	
877	Construction of Public Works Buildings	06/12/01	125,000.00	.00	97,889.50	.00	.00	.00	97,889.50	.00	.00	.00	
881	Purchase of Fire Truck & Fire Equipment	06/12/01	450,000.00	.00	297.86	.00	.00	.00	297.86	.00	.00	.00	
898	Various Improvements to Ocean Ave. & Street Lighting	05/14/02	300,000.00	.00	431.49	.00	.00	.00	431.49	.00	.00	.00	
952	Construction & Improvement of Recreational Facilities	04/05/05	50,000.00	.00	30,965.96	.00	.00	.00	30,965.96	.00	.00	.00	
965	Purchase & Installation of Emergency Electric Generators	04/11/06	100,000.00	.00	86,566.50	.00	.00	.00	86,566.50	.00	.00	.00	
966	Various Improvements to Streets & Drains	04/11/06	150,000.00	.00	997.15	.00	.00	.00	997.15	.00	.00	.00	
968	Various Improvements to Streets & Drains - Jerome Ave.	04/11/06	350,000.00	.00	9,947.50	.00	.00	.00	9,947.50	.00	.00	.00	
979	Various Improvements to Borough Hall	07/25/06	500,000.00	.00	3,257.03	.00	.00	.00	3,257.03	.00	.00	.00	
986	Various Improvements to Streets & Drains	03/28/07	150,000.00	.00	104,369.02	.00	.00	.00	101,969.02	2,400.00	.00	.00	
987	Various Improvements to Municipal Buildings	03/28/07	150,000.00	.00	109,843.56	.00	.00	.00	88,295.76	21,547.80	.00	.00	
1004	Various Improvements to Streets & Drains	04/22/08	150,000.00	2,117.50	142,500.00	.00	.00	.00	120,000.00	24,617.50	.00	.00	
1005	Restoration of Fire Equipment	04/22/08	50,000.00	2,500.00	47,500.00	.00	.00	.00	50,000.00	.00	.00	.00	
1022	Purchase of Police Equipment	08/25/09	25,000.00	1,250.00	23,750.00	.00	.00	.00	25,000.00	.00	.00	.00	
1023	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	08/25/09	150,000.00	.00	1,691.25	.00	.00	.00	.00	1,691.25	.00	.00	
1024	Various Improvements to Streets & Drains	08/25/09	150,000.00	3,311.25	142,500.00	.00	.00	.00	120,000.00	25,811.25	.00	.00	
1025	Purchase & Improvements to Sanitation Vehicles	08/25/09	50,000.00	.00	2,039.40	.00	.00	.00	.00	2,039.40	.00	.00	
1033	Various Improvements to Streets & Drains - Ocean Ave.	06/22/10	760,000.00	.00	72,241.40	.00	.00	.00	72,241.40	.00	.00	.00	
1034	Purchase of Beach Cleaning Equipment	06/22/10	50,000.00	9,517.85	.00	.00	.00	.00	9,517.85	.00	.00	.00	
1035	Purchase & Restoration of Fire Department Equipment	06/22/10	50,000.00	26,970.00	.00	.00	.00	.00	26,970.00	.00	.00	.00	
1044	Repairs to a Leach 2R11 25 Yard Packer Body Equipment	02/08/11	35,000.00	290.39	.00	.00	.00	.00	.00	290.39	.00	.00	
1052	Improvement of Municipal Buildings	11/30/11	50,000.00	2,183.75	47,500.00	.00	.00	.00	41,432.44	8,251.31	.00	.00	
1053	Improvement of Fire Department Equipment	11/30/11	35,000.00	1,750.00	33,250.00	.00	.00	.00	35,000.00	.00	.00	.00	
1060	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	05/08/12	150,000.00	.00	129,274.62	.00	.00	.00	.00	129,274.62	.00	.00	
1062	Purchase & Restoration of Fire Department Equipment	05/08/12	50,000.00	50,000.00	.00	.00	.00	.00	.00	.00	50,000.00	.00	
1063	Purchase & Improvements to DPW Equipment	05/08/12	100,000.00	14,945.26	.00	.00	.00	.00	.00	14,945.26	.00	.00	
1066	Purchase of a Fire Engine with Associated Equipment	08/15/12	350,000.00	.00	7,932.10	.00	.00	.00	.00	.00	.00	7,932.10	
1070/1074	Various Improvements to the Conover Pavilion & the Deal Casino Beach Clubs & Phillips Avenue Pier	03/01/13	2,000,000.00	.00	245,355.31	.00	.00	.00	.00	244,400.54	.00	954.77	
		05/10/13	750,000.00										
1075	Construction of the Roseld Avenue Recreational Facility	05/10/13	300,000.00	.00	279,912.50	.00	.00	.00	.00	28,331.25	.00	251,581.25	
1076	Various Improvements to Streets & Drains - Atlantic Avenue	05/10/13	325,000.00	14,933.75	308,750.00	.00	.00	.00	.00	.00	14,933.75	308,750.00	
1077	Construction of a Sea Wall at Roosevelt Avenue	05/10/13	350,000.00	9,803.75	332,500.00	.00	.00	.00	.00	.00	9,803.75	332,500.00	
1078	Purchase & Improvements to Fire Department Equipment	05/10/13	35,000.00	35,000.00	.00	.00	.00	.00	.00	.00	35,000.00	.00	
1079	Purchase & Improvements to DPW Equipment	05/10/13	35,000.00	1,750.00	33,250.00	.00	.00	.00	.00	24,840.15	.00	10,159.85	
1089	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	04/29/14	150,000.00	.00	.00	7,500.00	.00	142,500.00	.00	11,226.75	.00	138,773.25	
1090	Construction of the Roseld Avenue Recreational Facility	04/29/14	100,000.00	.00	.00	5,000.00	.00	95,000.00	.00	1,560.00	3,440.00	95,000.00	
1091	Construction of a Sea Wall at Roosevelt Avenue	04/29/14	100,000.00	.00	.00	5,000.00	.00	95,000.00	.00	.00	5,000.00	95,000.00	
1092	Purchase of & Improvements to Sanitation Equipment	04/29/14	75,000.00	.00	.00	75,000.00	.00	.00	.00	39,167.59	35,832.41	.00	
1093	Purchase of & Improvements to Fire Department Equipment	04/29/14	50,000.00	.00	.00	50,000.00	.00	.00	.00	14,562.10	35,437.90	.00	
1094	Purchase of Scott Air Packs for the Fire Department	04/29/14	238,100.00	.00	.00	11,905.00	.00	226,195.00	.00	226,195.00	.00	11,905.00	
1095	Purchase of & Improvements to DPW Equipment	04/29/14	100,000.00	.00	.00	5,000.00	.00	95,000.00	.00	68,000.00	.00	32,000.00	
			<u>\$176,323.50</u>	<u>2,294,512.15</u>	<u>159,405.00</u>	<u>.00</u>	<u>653,695.00</u>	<u>920,779.46</u>	<u>889,152.16</u>	<u>189,447.81</u>	<u>1,284,556.22</u>		
		<u>Ref.</u>	<u>C</u>	<u>C</u>	<u>C-6</u>		<u>C-5</u>		<u>C-2</u>	<u>C</u>	<u>C</u>		
	Capital Improvement Fund							41,987.85					
	Deferred Charges to Future Taxation - Unfunded							606,337.93					
	Fund Balance - General Capital Fund							200,212.28					
	Reserve to Pay Debt Proceeds - Ordn. #1033							72,241.40					
								<u>\$920,779.46</u>					

Borough of Deal, NJ
General Capital Fund
Schedule of Interfund Due To or From Current Fund

C-9

	<u>Ref.</u>	
<u>Balance</u> - December 31, 2013 (Due From Current Fund)	C	2,505,616.74
<u>Increased by</u>		
Interfund Due from Current Fund for Budget Appropriation - Capital Improvement Fund	A-3:C-6	225,000.00
Interfund Due from Current Fund for Budget Appropriation - Deferred Charges to Future Taxation - Unfunded	A-3:C-5	87,917.15
Premium on Bond Anticipation Note Issued by General Capital Fund	C-1:A-4	560.05
Cash Disbursed to Current Fund	C-2:C-4:A-4	1,472.04
Reserve to Pay Debt Proceeds - Ordn. #1070/1074	A-4:C:C-4	31,037.00
Insurance Proceeds Received by Current Fund	A-4:C-5	<u>718,963.00</u>
		<u>1,064,949.24</u>
		3,570,565.98
<u>Decreased by</u>		
Interest Earned by General Capital Fund	C-2:A-4	1,472.04
Cash Received from Current Fund	C-2:A-4	617,845.89
Reserve to Pay Debt Proceeds - Ordn. #1070/1074	C:C-5:C-9	2,231,725.00
Bond Anticipation Note Paid by Current Fund	A-4:C-7	<u>718,963.00</u>
		<u>3,570,005.93</u>
<u>Balance</u> - December 31, 2014 (Due From Current Fund)	C	\$ <u>560.05</u>

Borough of Deal, NJ
General Capital Fund
Schedule of Bonds and Notes Authorized But Not Issued

C-12

Ordinance Number	Improvement Description	Balance	2014	Notes	State and	Funded By Budget	Balance	Authorizations	Balance
		Dec. 31, 2013	Authorizations	Issued	Municipal Aid Insurance Proceeds	Appropriation DCFT - Unfunded	Adjustment	Cancelled	Dec. 31, 2014
877	Construction of Public Works Buildings	97,889.50	.00	.00	.00	.00	.00	97,889.50	.00
881	Purchase of Fire Truck & Fire Equipment	297.86	.00	.00	.00	.00	.00	297.86	.00
898	Various Improvements to Ocean Ave. & Street Lighting	431.49	.00	.00	.00	.00	.00	431.49	.00
952	Construction & Improvement of Recreational Facilities	30,965.96	.00	.00	.00	.00	.00	30,965.96	.00
965	Purchase & Installation of Emergency Electric Generators	86,566.50	.00	.00	.00	.00	.00	86,566.50	.00
966	Various Improvements to Streets & Drains	1,649.65	.00	.00	.00	652.50	.00	997.15	.00
979	Various Improvements to Borough Hall	3,257.03	.00	.00	.00	.00	.00	3,257.03	.00
1004	Various Improvements to Streets & Drains	142,500.00	.00	.00	.00	.00	.00	120,000.00	22,500.00
1005	Restoration of Fire Equipment	47,500.00	.00	.00	.00	.00	.00	47,500.00	.00
1007	Purchase & Improvements to DPW Equipment	928.56	.00	.00	.00	928.56	.00	.00	.00
1022	Purchase of Police Equipment	23,750.00	.00	.00	.00	.00	.00	23,750.00	.00
1023	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	19,857.33	.00	.00	.00	18,166.08	.00	.00	1,691.25
1024	Various Improvements to Streets & Drains	142,500.00	.00	.00	.00	.00	.00	120,000.00	22,500.00
1025	Purchase & Improvements to Sanitation Vehicles	4,396.53	.00	.00	.00	2,357.13	.00	.00	2,039.40
1051	Purchase of Public Works Vehicles	47,500.00	.00	.00	.00	47,500.00	.00	.00	.00
1052	Improvement of Municipal Buildings	47,500.00	.00	.00	.00	.00	.00	41,432.44	6,067.56
1053	Improvement of Fire Department Equipment	33,250.00	.00	.00	.00	.00	.00	33,250.00	.00
1060	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	142,500.00	.00	.00	.00	13,225.38	.00	.00	129,274.62
1070/1074	Various Improvements to the Conover Pavilion & the Deal Casino Beach Clubs & Phillips Avenue Pier	.50	.00	.00	.00	.00	.50	.00	.00
1075	Construction of the Roseld Avenue Recreational Facility	285,000.00	.00	.00	.00	5,087.50	.00	.00	279,912.50
1076	Various Improvements to Streets & Drains - Atlantic Avenue	308,750.00	.00	.00	.00	.00	.00	.00	308,750.00
1077	Construction of a Sea Wall at Roosevelt Avenue	332,500.00	.00	.00	.00	.00	.00	.00	332,500.00
1079	Purchase & Improvements to DPW Equipment	33,250.00	.00	.00	.00	.00	.00	.00	33,250.00
1089	Various Improvements to the Deal Casino & Conover Pavilion Beach Clubs	.00	142,500.00	.00	.00	.00	.00	.00	142,500.00
1090	Construction of the Roseld Avenue Recreational Facility	.00	95,000.00	.00	.00	.00	.00	.00	95,000.00
1091	Construction of a Sea Wall at Roosevelt Avenue	.00	95,000.00	.00	.00	.00	.00	.00	95,000.00
1094	Purchase of Scott Air Packs for the Fire Department	.00	226,195.00	.00	226,195.00	.00	.00	.00	.00
1095	Purchase & Improvements to DPW Equipment	.00	95,000.00	.00	.00	.00	.00	.00	95,000.00
		<u>\$1,832,740.91</u>	<u>653,695.00</u>	<u>.00</u>	<u>226,195.00</u>	<u>87,917.15</u>	<u>.50</u>	<u>606,337.93</u>	<u>1,565,985.33</u>
	<u>Ref.</u>	Footnote C 2013	C-5:C-8		C-5	C-5	C-5	C-5	Footnote C 2014

Borough of Deal, NJ
Sewer Utility Fund
Schedule of Sewer Utility Cash

D-8

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
<u>Balance</u> - December 31, 2013	D	<u>1,180,332.78</u>	<u>390,496.08</u>
<u>Increased by Receipts</u>			
Interest on Investments	D-4	349.27	.00
Sewer Rental Receivables	D-4:D-14	1,212,327.41	.00
Interest on Delinquent Accounts	D-4	12,032.03	.00
Utility Rent Overpayments	D-38	5,220.84	.00
Prepaid Sewer Rents	D-39	836.71	.00
Miscellaneous Revenue Not Anticipated	D-1	308.33	.00
Interfund with Sewer Capital Fund	D-8:D-31	1,594.52	.00
Interfund with Sewer Operating Fund	D-31	.00	103,842.43
Interfund with Current Fund	D-30	<u>24,310.94</u>	<u>17,026.64</u>
		<u>1,256,980.05</u>	<u>120,869.07</u>
<u>Decreased by Disbursements</u>			
Budget Appropriations	D-5	669,483.20	.00
2013 Appropriation Reserves	D-34	6,328.38	.00
Interest on Notes	D-36	4,195.97	.00
Improvement Authorizations	D-43	.00	486,529.94
Interfund with Sewer Operating Fund	D-31	.00	1,594.52
Interfund with Payroll Account	D	770.34	.00
Interfund with Sewer Capital Fund	D-8:D-31	103,842.43	.00
Interfund with Current Fund	D-30	318,717.02	.00
Utility Rent Overpayment Refunds	D-38	<u>1,404.67</u>	<u>.00</u>
		<u>1,104,742.01</u>	<u>488,124.46</u>
<u>Balance</u> - December 31, 2014	D	<u>\$1,332,570.82</u>	<u>23,240.69</u>

Borough of Deal, NJ
Sewer Utility Fund
Analysis of Sewer Capital Cash

D-13

	Balance	Cash	Cash	Transfers		Balance	
	Dec. 31			Receipts	Disbursements	From	To
	<u>2013</u>					<u>2014</u>	
Fund Balance	16,777.21	.00	.00	.00	50.95	16,828.16	
Interfund with Sewer Operating Fund	5,997.55	103,842.43	1,594.52	108,245.46	.00	.00	
Interfund with Current Fund	(579,376.64)	17,026.64	.00	7,975.95	570,275.00	(50.95)	
Reserve to Pay Debt Proceeds	570,275.00	.00	.00	570,275.00	.00	.00	
Reserve to Pay Debt Proceeds (Insurance Proceeds) - Ordn. #1071	.00	.00	.00	.00	7,925.00	7,925.00	
Capital Improvement Fund	7,500.00	.00	.00	7,500.00	50,000.00	50,000.00	
Improvement Authorizations							
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station Ordn. #992	(2.50)	.00	8,700.00	.00	2.50	(8,700.00)	
Various Improvements to Sanitary Sewers - Ordn. #1009	(19.21)	.00	.00	.00	19.21	.00	
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1010	(12.53)	.00	755.07	.00	12.53	(755.07)	
Purchase of Sewer Utility Vehicle - Ordn. #1011	(21.00)	.00	.00	.00	21.00	.00	
Improvement of Sanitary Sewers - Ordn. #1054	(11.98)	.00	26,545.00	.00	11.98	(26,545.00)	
Improvement of Sewer Utility Vehicles - Ordn. #1055	(4.00)	.00	.00	.00	4.00	.00	
Various Improvements to Sanitary Sewers - Ordn. #1064	7,500.00	.00	93,635.69	.00	58,174.24	(27,961.45)	
Purchase of Sanitary Sewer Equipment - Ordn. #1065	5,000.00	.00	.00	.00	.00	5,000.00	
Reconstruction & Various Repairs & Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1071	356,894.18	.00	356,894.18	.00	.00	.00	
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1096	.00	.00	.00	.00	7,500.00	7,500.00	
	<u>\$390,496.08</u>	<u>120,869.07</u>	<u>488,124.46</u>	<u>693,996.41</u>	<u>693,996.41</u>	<u>23,240.69</u>	
	<u>Ref.</u>	D	D-8	D-8	D-13	D-13	D

Schedule of Consumer Accounts Receivable

D-14

	<u>Ref.</u>	
Balance - December 31, 2013	D	90,396.73
Increased by		
Sewer Rent Charges in 2014	D-14	<u>1,212,345.69</u>
Decreased by		
Collections	D-4:D-8	1,212,327.41
Overpayments Applied	D-4:D-38	2,641.63
Collections by Current Fund	D-4:D-30	<u>1,906.57</u>
		<u>1,216,875.61</u>
Balance - December 31, 2014	D	<u>\$ 85,866.81</u>

**Borough of Deal, NJ
Sewer Utility Fund
Statement of Fixed Capital**

D-28

Improvement Description	Balance	Additions	Balance
	Dec. 31		Dec. 31
	2013		2014
Upgrading of Sewer Lines - Ordn. #755	28,388.25	.00	28,388.25
Purchase of Backhoe - Ordn. #814	53,500.00	.00	53,500.00
Control of Infiltration into Woodford Road Sanitary Sewer System - Ordn. #813	42,000.00	.00	42,000.00
Conversion and Construction of Sewer Pumping System - Ordn. #671	1,200,000.00	.00	1,200,000.00
Improvement of Sanitary Sewerage System - Ordn. #710	120,000.00	.00	120,000.00
Reconstruction & Improvement of the Sanitary Sewer Utility Lines - Ordn. #846	100,000.00	.00	100,000.00
Reconstruction & Improvement of the Sewer Utility Pumping Station - Ordn. #847	75,000.00	.00	75,000.00
Improvements to Poplar Brook Sanitary Sewer - Ordn. #864	150,000.00	.00	150,000.00
Improvements to the Sewer Pumping Station - Ordn. #879	110,000.00	.00	110,000.00
Improvements to the Sanitary Sewer System in Brighton Avenue - Ordn. #880	300,000.00	.00	300,000.00
Improvements to the Sanitary Sewer System in Brighton Avenue - Ordn. #886	100,000.00	.00	100,000.00
	<u>\$2,278,888.25</u>	<u>.00</u>	<u>2,278,888.25</u>
	D		D

Ref.

Sewer Utility Fund

Schedule of Fixed Capital Authorized and Uncompleted

D-29

Improvement Description	Date	Amount	Balance Dec. 31, 2013	2014 Authorizations		Cost to Fixed Capital	Authorizations Cancelled	Balance Dec. 31, 2014
				Deferred Charges to Amortization	Deferred Charges to Future Revenue			
Improvements to the Sanitary Sewer in Poplar Avenue - Ordn. #902	05/14/02	350,000.00	350,000.00	.00	.00	.00	.00	350,000.00
Improvements to the Sanitary Sewer Pumping Station - Ordn. #903	05/14/02	100,000.00	100,000.00	.00	.00	.00	.00	100,000.00
Various Improvements to Sanitary Sewers - Ordn. #904	05/14/02	50,000.00	50,000.00	.00	.00	.00	.00	50,000.00
Improvements to the Sanitary Sewer Pumping Station - Ordn. #921	04/08/03	100,000.00	100,000.00	.00	.00	.00	.00	100,000.00
Various Improvements to Sanitary Sewers - Ordn. #922	04/08/03	150,000.00	150,000.00	.00	.00	.00	.00	150,000.00
Various Improvements to Sanitary Sewers - Ordn. #927	12/23/03	150,000.00	150,000.00	.00	.00	.00	.00	150,000.00
Improvements to Sanitary Sewer Utility Pumping Station - Ordn. #937	03/23/04	250,000.00	250,000.00	.00	.00	.00	.00	250,000.00
Various Improvements to Sanitary Sewers - Ordn. #938	03/23/04	100,000.00	100,000.00	.00	.00	.00	.00	100,000.00
Various Improvements to Sanitary Sewers - Ordn. #953	04/05/05	200,000.00	200,000.00	.00	.00	.00	.00	200,000.00
Various Improvements to Sanitary Sewers - Ordn. #959	11/22/05	50,000.00	50,000.00	.00	.00	.00	.00	50,000.00
Various Improvements to Sanitary Sewers - Ordn. #969	04/11/06	200,000.00	200,000.00	.00	.00	.00	.00	200,000.00
Improvements to Sanitary Sewer Utility Pumping Station - Ordn. #970	04/11/06	150,000.00	150,000.00	.00	.00	.00	.00	150,000.00
Various Improvements to Sanitary Sewers - Ordn. #991	03/28/07	200,000.00	200,000.00	.00	.00	.00	.00	200,000.00
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #992	03/28/07	200,000.00	200,000.00	.00	.00	.00	.00	200,000.00
Various Improvements to Sanitary Sewers - Ordn. #1009	04/22/08	150,000.00	150,000.00	.00	.00	.00	.00	150,000.00
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1010	04/22/08	100,000.00	100,000.00	.00	.00	.00	.00	100,000.00
Purchase of Sewer Utility Vehicle - Ordn. #1011	04/22/08	50,000.00	50,000.00	.00	.00	.00	.00	50,000.00
Improvement of Sanitary Sewers - Ordn. #1054	11/30/11	200,000.00	200,000.00	.00	.00	.00	.00	200,000.00
Improvement of Sewer Utility Vehicles - Ordn. #1055	11/30/11	50,000.00	50,000.00	.00	.00	.00	.00	50,000.00
Various Improvements to Sanitary Sewers - Ordn. #1064	05/08/12	150,000.00	150,000.00	.00	.00	.00	.00	150,000.00
Purchase of Sanitary Sewer Equipment - Ordn. #1065	05/08/12	100,000.00	100,000.00	.00	.00	.00	.00	100,000.00
Reconstruction & Various Repairs & Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1071	03/01/13	1,000,000.00	1,000,000.00	.00	.00	.00	.00	1,000,000.00
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1096	04/29/14	150,000.00	.00	7,500.00	142,500.00	.00	.00	150,000.00
			<u>\$4,050,000.00</u>	<u>7,500.00</u>	<u>142,500.00</u>	<u>.00</u>	<u>.00</u>	<u>4,200,000.00</u>
			D	D-43	D-43			D

Ref.

Borough of Deal, NJ
Sewer Utility Fund
Schedule of Interfund With Current Fund
Sewer Operating Fund

D-30

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013 (Due To Current Fund)	D		314,506.47
<u>Increased by</u>			
Cash Received from Current Fund	D-8:A-4	32,235.94	
Expenditures for Sewer Operating Fund Paid by Current Fund - Interest on Notes	A-4:D-36	11,373.80	
Sewer Operating Fund Fund Balance Utilized as Anticipated Revenue in Current Fund Budget	D-1:A-2	<u>144,000.00</u>	
			<u>187,609.74</u>
			502,116.21
<u>Decreased by</u>			
Cash Disbursement to Current Fund	D-8:A-4	318,717.02	
Sewer Operating Fund Interest Collected by Current Fund	D-4:A-4	3,267.02	
Current Fund Tax Overpayment Applied to Sewer Utility Fund Rents	D-4:A-4:D-14	<u>1,906.57</u>	
			<u>323,890.61</u>
<u>Balance</u> - December 31, 2014 (Due To Current Fund)	D		<u>\$178,225.60</u>

Schedule of Interfund With Sewer Operating Fund
Sewer Capital Fund

D-31

	<u>Ref.</u>		
<u>Balance</u> - December 31, 2013 (Due To Sewer Operating Fund)	D		5,997.55
<u>Increased by</u>			
Interest Collected by Sewer Capital Fund	D-4:D-8	349.27	
Cash Received from Sewer Operating Fund	D-4:D-8	<u>103,493.16</u>	
			<u>103,842.43</u>
			109,839.98
<u>Decreased by</u>			
Interfund Due from Sewer Operating Fund for Budget Appropriation - Capital Improvement Fund	D-5	50,000.00	
Interfund Due from Sewer Operating Fund for Budget Appropriation - Deferred Charges: Cost of Improvements Authorized	D-5	71.22	
Bond Anticipation Note Issued by Sewer Operating Fund	D-54	58,174.24	
Cash Disbursed to Sewer Operating Fund	D-8:D-13	<u>1,594.52</u>	
			<u>109,839.98</u>
<u>Balance</u> - December 31, 2014	D		<u>\$.00</u>

Borough of Deal, NJ
Sewer Utility Fund
Schedule of Interfund With Current Fund
Sewer Capital Fund

D-32

	<u>Ref.</u>	
<u>Balance</u> - December 31, 2013 (Due From Current Fund)	D	579,376.64
<u>Increased by</u>		
Insurance Proceeds Received by Current Fund	A-4	381,493.00
Reserve to Pay Debt Proceeds - Ordn. #1071	A-4:D	7,925.00
Premium on Bond Anticipation Notes	D-3	<u>50.95</u>
		<u>389,468.95</u>
		968,845.59
<u>Decreased</u>		
Bond Anticipation Notes Paid by Current Fund	D-54:A-4	381,493.00
Reserve to Pay Debt Proceeds - Ordn. #1071	D-54:D-50	570,275.00
Cash Received from Current Fund	A-4	<u>17,026.64</u>
		<u>968,794.64</u>
<u>Balance</u> - December 31, 2014 (Due From Current Fund)	D	\$ <u>50.95</u>

Schedule of 2013 Appropriation Reserves

D-34

	<u>Balance</u>	<u>Balance</u>	<u>Paid or</u>	<u>Balance</u>
	<u>Dec. 31</u>	<u>After</u>	<u>Charged</u>	<u>Lapsed</u>
	<u>2013</u>	<u>Transfers</u>	<u></u>	<u></u>
Salaries and Wages	3,030.13	3,030.13	359.72	2,670.41
Other Expenses	360,947.34	360,947.34	314,981.04	45,966.30
Social Security System	<u>914.59</u>	<u>914.59</u>	<u>.00</u>	<u>914.59</u>
	<u>\$364,892.06</u>	<u>364,892.06</u>	<u>315,340.76</u>	<u>49,551.30</u>
Accounts Payable	<u>Ref.</u>	D		D-1
Disbursed	D-35		309,012.38	
	D-8		<u>6,328.38</u>	
			<u>\$315,340.76</u>	

Schedule of Accounts Payable - Sewer Operating Fund

D-35

	<u>Ref.</u>	
<u>Balance</u> - December 31, 2013	D	93,455.64
<u>Increased by</u>		
Charges to 2013 Appropriation Reserves	D-34	<u>309,012.38</u>
<u>Balance</u> - December 31, 2014	D	<u>\$402,468.02</u>

Borough of Deal, NJ
Sewer Utility Fund
Schedule of Interest on Bond Anticipation Notes

D-36

<u>Balance</u> - December 31, 2013	<u>Ref.</u> D				4,752.30
<u>Increased by</u>					
Budget Appropriation for Interest on Notes	D-5				11,282.96
					<u>16,035.26</u>
<u>Decreased by</u>					
Interest Paid	D-8	4,195.97			
Due to Current Fund - Interest on Notes	D-30	<u>11,373.80</u>			
					<u>15,569.77</u>
<u>Balance</u> - December 31, 2014	D				<u>\$ 465.49</u>

Analysis of Accrued Interest on December 31, 2014

<u>Principal Outstanding December 31, 2014</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Bond Anticipation Notes \$188,782.00	1%	10-02-14	12/31/14	3 Months	\$465.49

Schedule of Sewer Utility Rent Overpayments

D-38

<u>Balance</u> - December 31, 2013	<u>Ref.</u> D				2,641.63
<u>Increased by</u>					
Overpayments in 2014	D-8				5,220.84
					<u>7,862.47</u>
<u>Decreased by</u>					
Application to Consumer Accounts Receivable	D-14			2,641.63	
Refunds	D-8			<u>1,404.67</u>	
					<u>4,046.30</u>
<u>Balance</u> - December 31, 2014	D				<u>\$3,816.17</u>

Schedule of Sewer Utility Prepaid Rents

D-39

<u>Balance</u> - December 31, 2013	<u>Ref.</u> D				671.83
<u>Increased by</u>					
Collected in 2014	D-8				<u>836.71</u>
<u>Balance</u> - December 31, 2014	D				<u>\$1,508.54</u>

Borough of Deal, NJ
Sewer Utility Fund
Schedule of Improvement Authorizations

D-43

Improvement Description	Date	Amount	Balance		2014 Authorizations		Paid or Charged	Authorizations Cancelled	Balance	
			December 31, 2013		Down Payment Or Capital Improvement Fund	Deferred Charges to Future Revenue			December 31, 2014	
			Funded	Unfunded					Funded	Unfunded
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station-Ord. #992	03/28/07	200,000.00	.00	19,268.91	.00	.00	8,700.00	.00	.00	10,568.91
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station-Ord. #1010	04/22/08	100,000.00	.00	24,576.88	.00	.00	755.07	.00	.00	23,821.81
Improvement of Sanitary Sewers - Ord. #1054	11/30/11	200,000.00	.00	176,888.02	.00	.00	26,545.00	.00	.00	150,343.02
Improvement of Sewer Utility Vehicles - Ord. #1055	11/30/11	50,000.00	.00	3,271.00	.00	.00	.00	.00	.00	3,271.00
Various Improvements to Sanitary Sewers - Ord. #1064	05/08/12	150,000.00	7,500.00	142,500.00	.00	.00	93,635.69	.00	.00	56,364.31
Purchase of Sanitary Sewer Equipment - Ord. #1065	05/08/12	100,000.00	5,000.00	95,000.00	.00	.00	.00	.00	5,000.00	95,000.00
Reconstruction & Various Repairs & Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ord. #1071	03/01/13	1,000,000.00	.00	356,894.18	.00	.00	356,894.18	.00	.00	.00
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ord. #1096	04/29/14	150,000.00	.00	.00	7,500.00	142,500.00	.00	.00	7,500.00	142,500.00
			<u>\$12,500.00</u>	<u>818,398.99</u>	<u>7,500.00</u>	<u>142,500.00</u>	<u>486,529.94</u>	<u>.00</u>	<u>12,500.00</u>	<u>481,869.05</u>
		<u>Ref.</u>	D	D	D-29:D-50: D-45	D-29	D-8		D	D

Schedule of Sewer Capital Improvement Fund

D-45

	<u>Ref.</u>	
Balance - December 31, 2013	D	7,500.00
Increased by		
2014 Budget Appropriation	D-5	50,000.00
		57,500.00
Decreased by		
Appropriation to Finance Improvement Authorizations	D-43	7,500.00
Balance - December 31, 2014	D	<u>\$50,000.00</u>

Schedule of Reserve for Amortization

D-49

	<u>Ref.</u>	
Balance - December 31, 2014 and December 31, 2013	D	<u>\$2,278,888.25</u>

No Change in 2014

Borough of Deal, NJ
Sewer Utility
Schedule of Deferred Reserve for Amortization

D-50

<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2013</u>	<u>Improvement Authorizations</u>	<u>State Aid Insurance Proceeds</u>	<u>Paid From Operating Budget</u>		<u>To Reserve for Amortization Fixed Capital</u>	<u>Balance Dec. 31, 2014</u>
					<u>Cost of Improvements Authorized</u>	<u>Bonds and Notes</u>		
Improvements to the Sanitary Sewer in Poplar Avenue - Ordn. #902	05/14/02	350,000.00	.00	.00	.00	.00	.00	350,000.00
Improvements to the Sanitary Sewer Pumping Station - Ordn. #903	05/14/02	100,000.00	.00	.00	.00	.00	.00	100,000.00
Various Improvements to Sanitary Sewers - Ordn. #904	05/14/02	50,000.00	.00	.00	.00	.00	.00	50,000.00
Improvements to the Sanitary Sewer Pumping Station - Ordn. #921	04/08/03	100,000.00	.00	.00	.00	.00	.00	100,000.00
Various Improvements to Sanitary Sewers - Ordn. #922	04/08/03	150,000.00	.00	.00	.00	.00	.00	150,000.00
Various Improvements to Sanitary Sewers - Ordn. #927	12/23/03	150,000.00	.00	.00	.00	.00	.00	150,000.00
Improvements to Sanitary Sewer Utility Pumping Station - Ordn. #937	03/23/04	250,000.00	.00	.00	.00	.00	.00	250,000.00
Various Improvements to Sanitary Sewers - Ordn. #938	03/23/04	100,000.00	.00	.00	.00	.00	.00	100,000.00
Various Improvements to Sanitary Sewers - Ordn. #953	04/05/05	200,000.00	.00	.00	.00	.00	.00	200,000.00
Various Improvements to Sanitary Sewers - Ordn. #959	11/22/05	50,000.00	.00	.00	.00	.00	.00	50,000.00
Various Improvements to Sanitary Sewers - Ordn. #969	04/11/06	200,000.00	.00	.00	.00	.00	.00	200,000.00
Improvements to Sanitary Sewer Utility Pumping Station - Ordn. #970	04/11/06	150,000.00	.00	.00	.00	.00	.00	150,000.00
Various Improvements to Sanitary Sewers - Ordn. #991	03/28/07	200,000.00	.00	.00	.00	.00	.00	200,000.00
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #992	03/28/07	173,753.59	.00	.00	2.50	6,975.00	.00	180,731.09
Various Improvements to Sanitary Sewers - Ordn. #1009	04/22/08	139,580.79	.00	.00	19.21	10,400.00	.00	150,000.00
Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1010	04/22/08	40,285.59	.00	.00	12.53	35,125.00	.00	75,423.12
Purchase of Sewer Utility Vehicle - Ordn. #1011	04/22/08	29,729.00	.00	.00	21.00	20,250.00	.00	50,000.00
Improvement of Sanitary Sewers - Ordn. #1054	11/30/11	10,000.00	.00	.00	11.98	13,100.00	.00	23,111.98
Improvement of Sewer Utility Vehicles - Ordn. #1055	11/30/11	2,500.00	.00	.00	4.00	44,225.00	.00	46,729.00
Various Improvements to Sanitary Sewers - Ordn. #1064	05/08/12	7,500.00	.00	.00	.00	.00	.00	7,500.00
Purchase of Sanitary Sewer Equipment - Ordn. #1065	05/08/12	5,000.00	.00	.00	.00	.00	.00	5,000.00
Reconstruction & Various Repairs & Improvements to the Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1071	03/01/13	421,800.00	.00	381,493.00	.00	7,925.00	.00	811,218.00
Various Improvements to the Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1096	04/29/14	.00	7,500.00	.00	.00	.00	.00	7,500.00
		<u>\$2,880,148.97</u>	<u>7,500.00</u>	<u>381,493.00</u>	<u>71.22</u>	<u>138,000.00</u>	<u>.00</u>	<u>3,407,213.19</u>
	<u>Ref.</u>	D	D-43	D-8:D-32	D-5			D
Notes Paid by Budget Appropriation	D-54					708,275.00		
Reserve to Pay Debt Proceeds - Ordn. #1071	D-32:D-54					(570,275.00)		
						<u>\$138,000.00</u>		

Borough of Deal, NJ
Sewer Utility
Schedule of Bond Anticipation Notes

D-54

Ordinance Number	Improvement Description	Original	Present	Due	Interest	Balance	Issued	Paid	Cancelled	Balance
		Date	Issue Date	Date	Rate	Dec. 31, 2013				Dec. 31, 2014
1071	Reconstruction & Various Repairs & Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station	06/14/13	06/14/13	01/13/14	1.25%	578,200.00	.00	578,200.00	.00	.00
992	Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station	12/11/13	12/11/13	12/10/14	None	6,975.00	.00	6,975.00	.00	.00*
1009	Various Improvements to Sanitary Sewers	12/11/13	12/11/13	12/10/14	None	10,400.00	.00	10,400.00	.00	.00*
1010	Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station	12/11/13	12/11/13	12/10/14	None	35,125.00	.00	35,125.00	.00	.00*
1011	Purchase of Sewer Utility Vehicle	12/11/13	12/11/13	12/10/14	None	20,250.00	.00	20,250.00	.00	.00*
1054	Improvement of Sanitary Sewers	12/11/13	12/11/13	12/10/14	None	13,100.00	.00	13,100.00	.00	.00*
1055	Improvement of Sewer Utility Vehicles	12/11/13	12/11/13	12/10/14	None	44,225.00	.00	44,225.00	.00	.00*
1071	Reconstruction & Various Repairs & Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station	12/05/13	10/02/14	10/01/15	1.00%	.00	570,275.00	381,493.00	.00	188,782.00
1064	Various Improvements to Sanitary Sewers	12/12/14	12/12/14	12/11/15	None	.00	58,174.24	.00	.00	58,174.24*
						<u>\$708,275.00</u>	<u>628,449.24</u>	<u>1,089,768.00</u>	<u>.00</u>	<u>246,956.24</u>
						D				D
	Issued by Sewer Operating Fund Reserve to Pay Debt Proceeds - Ordn. #1071		Ref. D-31				58,174.24			
			D-32				570,275.00			
							<u>\$628,449.24</u>			
	Paid by Budget Appropriation		D-5:D-50					708,275.00		
	Paid by Insurance Proceeds Received		D-32					381,493.00		
								<u>\$1,089,768.00</u>		

*Due to Sewer Operating Fund

Schedule of Bonds and Notes Authorized But Not Issued

D-56

Date of Ordinance	Improvement Description	Balance Dec. 31, 2013	Authorizations	State and Municipal Aid Insurance Proceeds	Paid from Operating Budget		Balance Dec. 31, 2014
					Bond Anticipation Notes Issued	Improvements Cost of Authorized	
03/28/07	Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #992	19,271.41	.00	.00	.00	2.50	19,268.91
04/22/08	Various Improvements to Sanitary Sewers - Ordn. #1009	19.21	.00	.00	.00	19.21	.00
04/22/08	Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station - Ordn. #1010	24,589.41	.00	.00	.00	12.53	24,576.88
04/22/08	Purchase of Sewer Utility Vehicle - Ordn. #1011	21.00	.00	.00	.00	21.00	.00
11/30/11	Improvement of Sanitary Sewers - Ordn. #1054	176,900.00	.00	.00	.00	11.98	176,888.02
11/30/11	Improvement of Sewer Utility Vehicles - Ordn. #1055	3,275.00	.00	.00	.00	4.00	3,271.00
05/08/12	Various Improvements to Sanitary Sewers - Ordn. #1064	142,500.00	.00	.00	58,174.24	.00	84,325.76
05/08/12	Purchase of Sanitary Sewer Equipment - Ordn. #1065	95,000.00	.00	.00	.00	.00	95,000.00
04/29/14	Various Improvements to Roosevelt Ave. Sanitary Sewer Pumping Station	.00	142,500.00	.00	.00	.00	142,500.00
		<u>\$461,576.03</u>	<u>142,500.00</u>	<u>.00</u>	<u>58,174.24</u>	<u>71.22</u>	<u>545,830.57</u>
		Ref. Footnote D 2013	D-43		D-54	D-5:D-31 D-50	Footnote D 2014

COMPARATIVE DATA

Borough of Deal, NJ
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND
BALANCE - REGULATORY BASIS - CURRENT FUND

	<u>Year 2014</u>		<u>Year 2013</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Revenue (Cash Basis)				
Fund Balance Utilized	820,000.00	4.00	803,231.00	4.23
Miscellaneous - From other than				
Local Property Tax Levies	6,661,910.63	32.51	3,782,680.50	19.91
Collection of Delinquent Taxes and				
Tax Title Liens	226,439.00	1.10	252,960.15	1.33
Collection of Current Tax Levy	<u>12,785,034.70</u>	<u>62.39</u>	<u>14,160,672.47</u>	<u>74.53</u>
Total Funds	<u>\$20,493,384.33</u>	<u>100.00</u>	<u>18,999,544.12</u>	<u>100.00</u>
Expenditures (Accrual Basis)				
Budget Expenditures				
Municipal Purposes	11,536,793.91	60.70	9,013,218.96	49.34
County Taxes	5,499,237.02	28.93	7,218,737.87	39.51
Local School Taxes	1,967,702.00	10.35	1,967,702.00	10.77
Other Expenditures	<u>3,559.75</u>	<u>.02</u>	<u>69,026.64</u>	<u>.38</u>
Total Expenditures	19,007,292.68	<u>100.00</u>	18,268,685.47	<u>100.00</u>
Less: Expenditures to be Raised by Future Taxes	<u>40,000.00</u>		<u>.00</u>	
Total Adjusted Expenditures	<u>18,967,292.68</u>		<u>18,268,685.47</u>	
Excess in Revenue	1,526,091.65		730,858.65	
Fund Balance - January 1	<u>1,023,994.95</u>		<u>1,096,367.30</u>	
	2,550,086.60		1,827,225.95	
Less: Utilized as Anticipated Revenue	<u>820,000.00</u>		<u>803,231.00</u>	
Fund Balance - December 31	<u>\$ 1,730,086.60</u>		<u>1,023,994.95</u>	

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

	<u>Year 2014</u>		<u>Year 2013</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Revenue (Cash Basis)				
Fund Balance Utilized	64,000.00	3.34	200,000.00	13.94
Collection of Sewer Rents	1,216,875.61	63.49	1,176,447.73	82.02
Miscellaneous - From other than Sewer Rents	<u>635,782.95</u>	<u>33.17</u>	<u>57,918.14</u>	<u>4.04</u>
Total Funds	<u>1,916,658.56</u>	<u>100.00</u>	<u>1,434,365.87</u>	<u>100.00</u>
Expenditures (Accrual Basis)				
Budget Expenditures				
Operating	984,204.03	54.94	974,200.00	72.29
Capital Improvements	50,000.00	2.79	50,000.00	3.71
Debt Service	719,557.96	40.17	251,140.00	18.63
Deferred Charges and				
Statutory Expenditures	<u>37,571.22</u>	<u>2.10</u>	<u>72,392.25</u>	<u>5.37</u>
Total Expenditures	1,791,333.21	<u>100.00</u>	1,347,732.25	<u>100.00</u>
Less: Expenditures to be Raised				
By Future Revenue	<u>.00</u>		<u>.00</u>	
Total Adjusted Expenditures	<u>1,791,333.21</u>		<u>1,347,732.25</u>	

Borough of Deal, NJ
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND
BALANCE - REGULATORY BASIS - SEWER UTILITY OPERATING FUND - (Continued)

<u>Expenditures (Accrual Basis)</u> - (continued)	<u>Year 2014</u>		<u>Year 2013</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Excess in Revenue	125,325.35		86,633.62	
Fund Balance - January 1	<u>534,715.06</u>		<u>698,081.44</u>	
	<u>660,040.41</u>		<u>784,715.06</u>	
Less: Utilized as Anticipated Revenue in Sewer Utility Fund	64,000.00		200,000.00	
Utilized as Anticipated Revenue in Current Fund Budget	<u>144,000.00</u>		<u>50,000.00</u>	
	<u>208,000.00</u>		<u>250,000.00</u>	
Fund Balance - December 31	<u>\$452,040.41</u>		<u>534,715.06</u>	

COMPARISON OF TAX RATE INFORMATION

<u>Tax Rate</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
(Adjusted) General Per \$100 of Assessed Valuation	<u>.71</u>	<u>.70</u>	<u>.70</u>
<u>Apportionment of Tax Rate</u>			
Municipal	<u>.30</u>	<u>.26</u>	<u>.24</u>
County	<u>.30</u>	<u>.35</u>	<u>.36</u>
Local School	<u>.11</u>	<u>.09</u>	<u>.10</u>
<u>Assessed Valuations</u>			
2014	<u>\$1,826,814,992</u>		
2013		<u>2,075,087,023</u>	
2012			<u>2,073,094,493</u>

COMPARISON OF TAX LEVIES AND COLLECTION

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

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collection</u>
2014	\$13,094,265.76	12,785,034.70	97.64%
2013	14,555,858.16	14,160,672.47	97.29%
2012	14,448,477.98	14,065,866.77	97.35%

Borough of Deal, NJ

COMPARISON OF DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens in relation to the tax levies of the last three years including 2014.

<u>Dec. 31 Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2014	.00	309,225.52	309,225.52	2.36%
2013	.00	318,036.31	318,036.31	2.18%
2012	.00	300,316.69	300,316.69	2.08%

COMPARATIVE SCHEDULE OF FUND BALANCES

<u>Year</u>	<u>Current Fund</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Sewer Utility</u>	<u>Utilized in Budget of Succeeding Year</u>
2014	1,730,086.60	820,000.00	452,040.41	.00
2013	1,023,994.95	820,000.00	534,715.06	64,000.00
2012	1,096,367.30	803,231.00	698,081.44	200,000.00
2011	937,930.29	550,000.00	919,906.03	105,000.00
2010	156,175.41	.00	953,591.49	92,500.00

BOROUGH OF DEAL, NJ

COUNTY OF MONMOUTH

PART II

ALVINO & SHECHTER, L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

110 Fortunato Place

Neptune, New Jersey 07753-3767

VINCENT J. ALVINO, CPA, PSA
ALLEN B. SHECHTER, CPA, RMA, PSA

Phone: (732) 922-4222
Fax: (732) 922-4533

Member

American Institute of Certified Public Accountants
New Jersey Society of Certified Public Accountants
PCPS of the AICPA Division of CPA Firms

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

To the Honorable Mayor and Commissioners
Borough of Deal
County of Monmouth
Deal, New Jersey

We have audited the financial statements - regulatory basis of the Borough of Deal (the "Borough") as of and for the year ended December 31, 2014, and have issued our report thereon dated September 1, 2015 in which we expressed an adverse opinion on the conformity of the financial statements with accounting principles generally accepted in the United States of America and a regulatory basis opinion qualified for the Fixed Asset Account Group not being audited. As described in Note 1 to the financial statements, the Borough prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis, with certain exceptions, and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with 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 prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements- regulatory basis, we considered the Borough'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 Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough'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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

We noted certain immaterial instances of noncompliance that we have reported to the management of the Borough of Deal in the accompanying comments and recommendations section of this report.

Purpose of this Report

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



Allen B. Shechter, R.M.A. #509
ALVINO & SHECHTER, L.L.C.

Neptune, New Jersey
September 1, 2015

Borough of Deal, NJ
Schedule of Findings and Questioned Costs

Year Ended December 31, 2014

Summary of Auditor's Results:

A modified opinion was issued on the Borough's financial statement prepared on the regulatory basis of accounting.

The audit did not disclose significant deficiencies in the internal controls of the Borough.

The Borough was not subject to the single audit provisions of Federal OMB Circular A-133 and New Jersey OMB's Circular 04-04 for 2014 as grant expenditures were less than the single audit thresholds identified in the Circulars.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

Not Applicable

Findings and Questioned Costs for State Awards:

Not Applicable

**GENERAL COMMENTS &
RECOMMENDATIONS**

Borough of Deal, NJ
General Comments

Year Ended December 31, 2014

An audit of the financial accounts and transactions of the Borough of Deal, in the County of Monmouth, for the year ended December 31, 2014, has recently been completed. The results of the audit are herewith set forth.

SCOPE OF AUDIT

The audit covered the financial transactions of the Chief Financial Officer's office, the activities of the Mayor and Commissioners and the records of the various outside departments.

The audit did not and could not determine the character of services rendered for which payment had been made or for which reserves had been set up, nor could it determine the character, proper price or quantity of materials supplied for which claims had been passed.

Cash balances were reconciled with independent certifications obtained directly from the depositories.

Revenues and receipts were established and verified as to source and amount insofar as the records permitted.

Our audit was made in accordance with generally accepted auditing standards and in compliance with the requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and Government Auditing Standards, issued by the Comptroller General of the United States. Therefore, our audit included the procedures noted above as well as tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

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

N.J.S. 40A:11-4 states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding the aggregate \$17,500.00, except by contract or agreement".

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

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

- Purchase of 2014 Chevrolet Police Car
- Preparation of a Strategic Recovery Planning Report
- Harry Franco Park Improvements
- Purchase of Two 2003 Single Axle Dump Trucks

The minutes and vouchers indicate compliance with the Local Public Contract Law N.J.S. 40A:11-6.1 for the purchase of materials and services between \$2,625.00 and the bid limit.

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

Borough of Deal, NJ
General Comments - (Continued)

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

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violations existed and my examination of expenditures did not reveal any individual payments, contracts or agreements in excess of the bid limit "for the performance of any work or the furnishing or hiring of any materials or supplies", other than those where bids had been previously adopted under the provision of N.J.S.40A:11-6.

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

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

The governing body adopted a resolution on January 10, 2014 authorizing interest to be charged on delinquent taxes at the rate of eight (8%) percent per annum computed on the first \$1,500.00 of such delinquency and at the rate of eighteen (18%) percent per annum computed on any amount of such delinquency in excess of \$1,500.00 and allows an additional penalty of 6% be collected against a delinquency in excess of \$10,000.00 on taxpayers that fail to pay the delinquency prior to the end of the calendar year. In addition thereto no interest shall be charged on any installment of taxes which is paid by cash, check or money order within ten (10) days after the date upon which said installment of taxes became payable.

It appears from an examination of the Collector's records on a test-check basis that interest was collected in accordance with the foregoing resolution.

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>Year</u>	<u>Number Of Liens</u>
2014	0
2013	0
2012	0

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

TAX TITLE LIENS

There were no liens on December 31, 2014.

Borough of Deal, NJ
General Comments - (Continued)

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2014	\$.00
2013	.00
2012	.00

Every effort should be made to return any of the above such properties to a tax paying basis.

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST
FOR THE NEXT FIVE YEARS FOR BONDED DEBT ISSUED AND OUTSTANDING

<u>Year</u>	<u>General</u>	<u>Utilities</u>
2015	.00	.00
2016	.00	.00
2017	.00	.00
2018	.00	.00
2019	.00	.00

Borough of Deal, NJ
Recommendations

Year Ended December 31, 2014

Chief Financial Officer's Office

During the course of the audit we noted the following:

2014-1 *Interfunds existed at year end.

2014-2 *Overexpenditure of Budget Appropriation Reserves occurred during the year.

We recommend:

2014-1 That interfund receivables and payables be eliminated wherever possible by the transfer of cash funds.

2014-2 That overexpenditure of Budget Appropriations Reserves be avoided in the future by transfer of funds where possible.

*These reportable conditions existed in prior year audit.

Borough of Deal, NJ
Status of Prior Year's Audit Findings and Recommendations

A review was performed on all prior year's recommendations. Corrective action was not taken on the following prior year recommendations:

That interfund receivables and payables be eliminated wherever possible by the transfer of cash funds.

That overexpenditure of Budget Appropriations Reserves be avoided in the future by transfer of funds where possible.

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

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

Appreciation

We wish to express our appreciation of the assistance and courtesies rendered by the Borough officials during the course of the audit.

Very truly yours,



Allen B. Shechter, R.M.A. #509
ALVINO & SHECHTER, L.L.C.

Neptune, New Jersey
September 1, 2015