

REPORT OF AUDIT
TOWNSHIP OF WANTAGE
COUNTY OF SUSSEX
DECEMBER 31, 2014

TOWNSHIP OF WANTAGE, N.J.

TABLE OF CONTENTS

December 31, 2014

<u>Exhibit</u>	<u>Page</u>
<u>PART I</u>	
Independent Auditor's Report	1 - 3
<u>CURRENT FUND</u>	
A Comparative Balance Sheet - Current Fund	4 - 5
A-1 Comparative Statement of Operations and Changes in Fund Balance - Regulatory Basis	6
A-2 Statement of Revenues - Regulatory Basis	7 - 8
A-3 Statement of Expenditures - Regulatory Basis	9 - 17
<u>TRUST FUND</u>	
B Comparative Balance Sheet - Trust Fund - Regulatory Basis	18 - 19
<u>GENERAL CAPITAL FUND</u>	
C Comparative Balance Sheet - General Capital Fund - Regulatory Basis	20
C-1 Comparative Schedule of Fund Balance - Regulatory Basis	21
<u>PUBLIC ASSISTANCE FUND</u>	
D Comparative Balance Sheet - Public Assistance Fund - Regulatory Basis	22
<u>GENERAL FIXED ASSETS</u>	
E Comparative Balance Sheet - Fixed Assets - Regulatory Basis	23
NOTES TO FINANCIAL STATEMENTS	24 - 48
<u>SUPPLEMENTARY DATA</u>	
OFFICIALS IN OFFICE AND SURETY BONDS	49
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	50
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE	51
COMPARATIVE STATEMENTS	52 - 54

CURRENT FUND

A-4	Schedule of Cash	55
A-5	Schedule of Change Fund	56
A-6	Schedule of Taxes Receivable and Analysis of Property Tax Levy	57
A-7	Schedule of Tax Title Liens Receivable	58
A-8	Schedule of Property Acquired for Taxes Assessed Valuation	58
A-9	Schedule of Revenue Accounts Receivable	59
A-10	Schedule of Amount Due from State of N.J. for Sr. Cit. & Vet. Deductions	60
A-11	Schedule of Interfunds Receivables/(Payables)	61
A-12	Schedule of Deferred Charges - Special Emergency N.J.S.40A:4-55	62
A-13	Schedule of Deferred Charges	62
A-14	Schedule of Appropriation Reserves	63 - 65
A-15	Schedule of Various Liabilities and Reserves	66
A-16	Schedule of Commitment Payable	67
A-17	Schedule of Prepaid Taxes	67
A-18	Schedule of County Taxes Payable	68
A-19	Schedule of Local Regional School Taxes Payable	68
A-20	Schedule of Regional High School Taxes Payable	69
A-21	Schedule of Open Space Tax	69
A-22	Schedule of Interfunds	70
A-23	Schedule of Grants Receivable	71
A-24	Schedule of Appropriated Reserves for Grants	72
A-25	Schedule of Unappropriated Reserves for Grants	73

TRUST FUND

B-1	Schedule of Cash - Treasurer	74
B-2	Schedule of Cash - Change Fund	75
B-3	Schedule of Reserve/(Deficit) for Animal Control Trust Fund Expenditures	76
B-4	Schedule of Pre-Paid Dog Licenses	76
B-5	Schedule of Interfund Accounts Receivable/(Payable) - Trust Fund	77
B-6	Schedule of Interfund Accounts Receivable/(Payable) - Animal Control Trust	78
B-7	Schedule of Due To/(From) State Department of Health	78
B-8	Schedule of Other Trust Funds	79
B-9	Schedule of Contributions Receivable	80
B-10	Schedule of Net Position Available for Benefits	81

GENERAL CAPITAL FUND

C-2	Schedule of Cash	82
C-3	Analysis of Cash	83
C-4	Schedule of Due to/(from) Current Fund	84
C-5	Schedule of Prepaid Expenditures	84
C-6	Schedule of Deferred Charges to Future Taxation - Funded	85
C-7	Schedule of Deferred Charges to Future Taxation - Unfunded	86
C-8	Schedule of Capital Improvement Fund	87
C-9	Schedule of Improvement Authorizations	88
C-10	Schedule of Various Reserves	89

<u>Exhibit</u>	<u>Page</u>
<u>GENERAL CAPITAL FUND (continued)</u>	
C-11 Schedule of Bond Anticipation Notes Payable	90
C-12 Schedule of General Serial Bonds Payable	91
C-13 Schedule of Green Acres Trust Loan Payable	92
C-14 Schedule of NJ DEP Dam Restoration Loan	93 - 94
C-15 Schedule of Bonds and Notes Authorized But Not Issued	95
<u>PUBLIC ASSISTANCE FUND</u>	
D-1 Schedule of Cash	96
D-2 Schedule of Cash and Reconciliation per N.J.S.A. 40A:5-5	97
D-3 Schedule of Cash and Reconciliation	98
D-4 Schedule of Revenues	99
D-5 Schedule of Reserve for Public Assistance	100
 <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	101 - 102
 GENERAL COMMENTS:	
Cash Balance	103
Contracts and Agreements	103
Collection of Interest on Delinquent Taxes and Assessments	104
Delinquent Taxes and Tax Title Liens	105
Verification of Delinquent Taxes and Other Charges	105
 OTHER COMMENTS:	
Municipal Court	105
 RECOMMENDATIONS	
STATUS OF PRIOR YEAR'S AUDIT FINDING/RECOMMENDATIONS	

TOWNSHIP OF WANTAGE

PART I

REPORT OF AUDIT ON FINANCIAL STATEMENTS

AND SUPPLEMENTARY DATA

YEAR ENDED DECEMBER 31, 2014

Ferraioli, Wielkocz, Cerullo & Cuva, P.A.

Charles J. Ferraioli, Jr., MBA, CPA, RMA
Steven D. Wielkocz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

Certified Public Accountants
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442
973-835-7900
Fax 973-835-6631

Newton Office
100B Main Street
Newton, N.J. 07860
973-579-3212
Fax 973-579-7128

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the Township Committee
Township of Wantage
Wantage, NJ 07461

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various funds and account group of the Township of Wantage in the County of Sussex, 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 Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the 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 (the "Division"), 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.



Honorable Mayor and
Members of the Township Committee
Page 2

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 Township of Wantage 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 Township of Wantage as of December 31, 2014 and 2013, or changes in 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 describe 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 at December 31, 2014, and 2013, stated as \$9,413,453.70 and \$9,179,384.60, respectively.

As described in Note 16 of the financial statements, the Township participates in a Length of Service Award Program (LOSAP) volunteer fire and rescue personnel. The amount reflected in the trust fund statements of \$419,361.08 and \$374,113.05 for 2014 and 2013, respectively, were not audited and, therefore, we express no opinion on the LOSAP program.

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, with the exception of the Length of Services Award Program, the financial statements referred to above present fairly, in all material respects, the regulatory basis balances 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

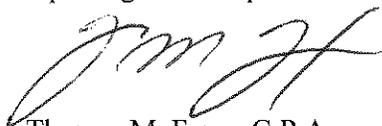
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Wantage's basic financial statements. The supplementary information listed in the table of contents and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the 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 June 30, 2015, on our consideration of the Township of Wantage'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 Township of Wantage's internal control over financial reporting and compliance.



Thomas M. Ferry, C.P.A.
Registered Municipal Accountant
No. 497

Ferraioli, Wielkatz, Cerullo & Cova, P.A.

FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

Newton, New Jersey
June 30, 2015



Comparative Balance Sheet - Regulatory Basis

Current Fund

December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>			
Current Fund:			
Cash	A-4	1,153,761.15	1,341,307.77
Change Fund	A-5	100.00	300.00
		<u>1,153,861.15</u>	<u>1,341,607.77</u>
Due From State of New Jersey:			
Senior Citizen and Veteran Deductions	A-10	29,682.65	17,643.89
		<u>29,682.65</u>	<u>17,643.89</u>
		<u>1,183,543.80</u>	<u>1,359,251.66</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Taxes Receivable	A-6	745,615.59	871,525.83
Tax Title Liens Receivable	A-7	266,332.64	196,608.65
Property Acquired for Taxes - Assessed Valuation	A-8	1,669,500.00	1,669,500.00
		<u>2,681,448.23</u>	<u>2,737,634.48</u>
Deferred Charges:			
Special Emergency Authorizations	A-12	252,000.00	220,000.00
Emergency Authorizations (40A:4-47)	A-13	59,230.00	
		<u>311,230.00</u>	<u>220,000.00</u>
		<u>4,176,222.03</u>	<u>4,316,886.14</u>
Federal and State Grant Fund:			
Interfund - Current Fund	A-22	97,888.25	12,554.92
Grants Receivable	A-23	141,861.33	68,401.10
		<u>239,749.58</u>	<u>80,956.02</u>
		<u>4,415,971.61</u>	<u>4,397,842.16</u>

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

Comparative Balance Sheet - Regulatory Basis

Current Fund

December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Current Fund:			
Appropriation Reserves			
Unencumbered	A-3;A-14	329,209.93	220,533.32
Encumbered	A-3;A-14	63,993.14	139,912.30
Interfunds Payable:			
Federal and State Grant Fund	A-11	97,888.25	12,554.92
Other Trust Fund	A-11		4,524.57
Tax Overpayments	A-15	20,523.53	9,144.01
Reserve for:			
Sale of Municipal Assets:			
Foreclosed Property	A-15		11,012.50
Township Auction	A-15		28,409.52
Revaluation of Real Property	A-15	45,961.63	67,329.39
Digital Tax Maps	A-15	76,000.00	
Due to State of N.J. - Marriage Licenses	A-15	275.00	200.00
Commitment Payable	A-16	7,125.00	
Prepaid Taxes	A-17	180,042.81	162,747.86
County Taxes Payable	A-18	3,829.34	18,186.53
		<u>824,848.63</u>	<u>674,554.92</u>
Reserve for Receivables	Contra	2,681,448.23	2,737,634.48
Fund Balance	A-1	669,925.17	904,696.74
		<u>4,176,222.03</u>	<u>4,316,886.14</u>
Federal and State Grant Fund:			
Appropriated Reserve for Grants	A-24	227,994.32	59,809.59
Unappropriated Reserve for Grants	A-25	11,755.26	21,146.43
		<u>239,749.58</u>	<u>80,956.02</u>
		<u>4,415,971.61</u>	<u>4,397,842.16</u>

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

Township of Wantage, N. J.

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

Current Fund

Years Ended December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Revenues and Other Income:			
Fund Balance Utilized	A-2	625,000.00	625,000.00
Miscellaneous Revenue Anticipated	A-2	1,529,263.83	1,829,959.61
Receipts from Delinquent Taxes	A-2	874,962.17	968,145.40
Receipts from Current Taxes	A-2	29,650,903.00	29,055,760.30
Non-Budget Revenue	A-2	89,532.01	103,503.89
Other Credits to Income:			
Appropriated Grants Cancelled	A-11	1.40	1.22
Other Trust Reserves Cancelled	A-11	9,500.00	
Unexpended Balance of Appropriation			
Reserves	A-14	188,303.86	125,664.46
Schedule of Various Reserves Cancelled	A-15	0.02	
Encumbrances Cancelled			4,864.59
Total Revenues and Other Income		<u>32,967,466.29</u>	<u>32,712,899.47</u>
Expenditures:			
Budget and Emergency Appropriations:			
Operations - Within Caps:			
Salaries and Wages	A-3	1,319,357.00	1,363,475.00
Other Expenses	A-3	2,035,289.00	2,138,325.00
Deferred Charges and Statutory Expenditures -			
Municipal - Within Caps	A-3	276,865.00	272,844.00
Operations - Excluded From CAPS:			
Salaries and Wages	A-3	120,420.00	122,960.00
Other Expenses	A-3	230,030.00	232,988.00
Capital Improvements	A-3	432,500.00	382,000.00
Municipal Debt Service	A-3	1,127,680.18	959,540.39
Deferred Charges	A-3	44,000.00	144,000.00
Refund of Prior Year Taxes	A-15	67,112.28	10,991.85
County Taxes including Added Taxes	A-18	6,259,518.45	5,976,437.01
Local Regional School Tax	A-19	13,749,195.00	13,528,337.00
Regional High School Tax	A-20	6,990,218.00	7,102,590.00
Open Space Tax	A-21	60,282.95	69,374.25
Total Expenditures		<u>32,712,467.86</u>	<u>32,303,862.50</u>
Excess (Deficit) Revenue Over Expenditures		254,998.43	409,036.97
Adjustment to Income Before Fund Balance			
Expenditures Included above Which are by Statute			
Deferred Charges to Budget of Succeeding Year		135,230.00	220,000.00
Statutory Excess to Fund Balance		<u>390,228.43</u>	<u>629,036.97</u>
Fund Balance, January 1,	A	<u>904,696.74</u>	<u>900,659.77</u>
		1,294,925.17	1,529,696.74
Decreased by:			
Fund Balance Utilized as Budget Revenue		<u>625,000.00</u>	<u>625,000.00</u>
Fund Balance, December 31,	A	<u>669,925.17</u>	<u>904,696.74</u>

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

Statement of Revenues - Regulatory Basis

Current Fund

Year Ended December 31, 2014

	Ref.	Budget	Appropriated by: 40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	625,000.00		625,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-9	3,700.00		3,770.00	70.00
Interest and Costs on Taxes	A-9	190,000.00		163,392.89	(26,607.11)
Interest on Investments and Deposits	A-9	9,617.00		11,247.60	1,630.60
Interest and Costs on Assessments		34,918.00			(34,918.00)
Fines and Costs: Municipal Court	A-9	29,000.00		23,804.34	(5,195.66)
Cable TV Franchise Fee	A-9	32,457.00		32,457.00	
Consolidated Municipal Property Tax Relief Aid	A-9	81,033.00		81,033.00	
Energy Receipts Tax	A-9	673,632.00		673,632.00	
Garden State Trust	A-9	29,948.00		29,948.00	
Watershed Moratorium Offset	A-9	4,559.00		4,559.00	
Uniform Construction Code Fees	A-9	145,000.00		64,773.00	(80,227.00)
Special Items of General Revenue Anticipated					
With Prior Written Consent of Director of					
Local Government Services:					
Interlocal Service Agreements:					
Animal Control Agreements	A-9	98,350.00		98,350.00	
Municipal Court - Sussex Borough	A-9	39,000.00		39,000.00	
Municipal Court - Stillwater Township	A-9	38,000.00		38,000.00	
Tax Assessor - Sussex Borough	A-9	10,400.00		10,404.00	4.00
Recycling Coordinator - Branchville Borough	A-9	2,550.00		2,550.00	
Recycling Coordinator - Frankford Township	A-9	2,550.00		2,550.00	
Tax Collector - Sussex Borough	A-9	8,320.00		8,320.00	
N.J. Transportation Trust Fund Authority Act	A-23		132,500.00	132,500.00	
Reserve for Recycling Tonnage Grant	A-23	9,099.00		9,099.00	
Reserve for Municipal Alliance on Alcoholism					
and Drug Abuse	A-23	12,716.00		12,716.00	
Municipal Court Alcohol Rehab	A-23	422.00		422.00	
Clean Communities Program	A-23	11,625.00	35,689.00	47,314.00	
Other Special Items:					
Sale of Municipal Assets	A-15	39,422.00		39,422.00	
Total Miscellaneous Revenues	A-1	1,506,318.00	168,189.00	1,529,263.83	(145,243.17)
Receipts from Delinquent Taxes	A-1;A-2	950,000.00		874,962.17	(75,037.83)
Subtotal General Revenues		3,081,318.00	168,189.00	3,029,226.00	(220,281.00)
Amount to be Raised by Taxes for Support					
of Municipal Budget-Local Tax for Municipal					
Purposes Including Reserve for Uncollected					
Taxes	A-2	3,309,478.00		3,664,834.60	355,356.60
Budget Totals		6,390,796.00	168,189.00	6,694,060.60	135,075.60
Non-Budget Revenue	A-1;A-2			89,532.01	89,532.01
		6,390,796.00	168,189.00	6,783,592.61	224,607.61
		A-3	A-3		

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

Statement of Revenues - Regulatory Basis

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	<u>Budget</u>	<u>Appropriated by:</u> <u>40A:4-87</u>	<u>Realized</u>	<u>Excess or</u> <u>(Deficit)</u>
<u>Analysis of Realized Revenues</u>					
Revenue from Collections	A-1;A-6			29,650,903.00	
Allocated to School and County Taxes	A-6			<u>27,059,214.40</u>	
Balance for Support of Municipal Budget Appropriations				2,591,688.60	
Add : Appropriation - Reserve for Uncollected Taxes	A-3			<u>1,073,146.00</u>	
Amount for Support of Municipal Budget Appropriations	A-2			<u>3,664,834.60</u>	
Receipts from Delinquent Taxes:					
Delinquent Taxes					
Taxes Receivable	A-6			870,104.41	
Tax Title Liens Receivable	A-7			<u>4,857.76</u>	
	A-2			<u>874,962.17</u>	
<u>Analysis of Non-budget Revenues</u>					
	<u>Ref.</u>				
Miscellaneous Revenues Not Anticipated:					
Revenues Accounts Receivable:					
Township Clerk	A-9	3,125.38			
Municipal Court	A-9	3,000.00			
Tax Collector	A-9	3,430.00			
Fire Prevention	A-9	1,070.00			
Board of Health/Registrar of Vital Statistics	A-9	<u>21,480.30</u>			
				32,105.68	
Senior Citizens and Veterans Admin. Fees		2,469.78			
Soil and Driveway Applications		3,875.00			
Other Fees and Permits		3,436.00			
Housing Fees		11,270.00			
Land Use		4,827.40			
Assessor		451.75			
Zoning		7,385.00			
Federal Pilot		8,179.00			
Federal Emergency Management Agency Reimbursements		15,212.37			
Miscellaneous		<u>320.03</u>			
	A-4			<u>57,426.33</u>	
	A-2			<u>89,532.01</u>	

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

Current Fund

Year Ending December 31, 2014

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
General Government:							
Administrative and Executive							
Salaries and Wages		131,152.00		131,152.00	129,363.98	1,788.02	
Other Expenses		28,200.00		28,040.00	23,512.30	4,527.70	
Mayor and Committee							
Salaries and Wages		18,000.00		18,000.00	18,000.00		
Other Expenses		1,200.00		1,200.00	988.70	211.30	
Municipal Clerk							
Salaries and Wages		76,345.00		76,345.00	76,344.96	0.04	
Other Expenses		13,000.00		13,000.00	7,833.36	5,166.64	
Financial Administration							
Salaries and Wages		91,144.00		91,428.00	91,427.81	0.19	
Other Expenses		9,500.00		9,216.00	8,039.90	1,176.10	
Audit Services		30,000.00		30,000.00	28,025.00	1,975.00	
Computer Services		54,000.00		55,660.00	55,651.29	8.71	
Collection of Taxes							
Salaries and Wages		64,002.00		64,003.00	64,002.04	0.96	
Other Expenses		15,600.00		15,599.00	8,383.03	7,215.97	
Assessment of Taxes							
Salaries and Wages		87,243.00		87,243.00	81,337.57	5,905.43	
Other Expenses		17,500.00		17,500.00	10,976.84	6,523.16	
Tax Map Maintenance			76,000.00	76,000.00	76,000.00		
Legal Services and Costs							
Other Expenses		85,000.00		85,000.00	59,918.55	25,081.45	

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

Current Fund

Year Ending December 31, 2014

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
Engineering Services and Costs							
Other Expenses		45,000.00		45,000.00	43,597.76	1,402.24	
Municipal Land Use Law (N.J.S. 40:55 D-11)							
Salaries and Wages		19,701.00		21,519.00	21,518.62	0.38	
Other Expenses		45,000.00		44,707.00	13,966.50	30,740.50	
Code Enforcement							
Salaries and Wages		36,823.00		36,823.00	32,315.83	4,507.17	
Other Expenses		2,600.00		2,600.00	590.64	2,009.36	
Insurance							
Other Insurance Premiums		130,550.00		133,340.00	133,338.30	1.70	
Workmen's Compensation Insurance		87,655.00		88,100.00	88,096.16	3.84	
Group Insurance Plan for Employees		550,000.00		547,000.00	462,906.06	84,093.94	
Health Benefit Waiver		6,350.00		9,350.00	9,318.12	31.88	
Emergency Management Systems							
Salaries and Wages		4,255.00		4,255.00	4,255.00		
Other Expenses		5,600.00		5,600.00	5,599.56	0.44	
Public Safety:							
Fire Department		26,200.00		26,200.00	23,183.06	3,016.94	
Aid to Volunteer Fire Companies		90,000.00		90,000.00	90,000.00		
Aid to Volunteer Fire - Adjoining Municipalities (2)		57,000.00		57,000.00	57,000.00		
OSHA Standard Fire Fighter Turnout Gear		30,000.00		30,000.00	29,748.76	251.24	
Ambulance Squad - Contribution		30,000.00		30,000.00	30,000.00		

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

Current Fund

Year Ending December 31, 2014

	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
<u>General Appropriations</u>							
Uniform Fire Safety Act							
Fire Official		250.00		250.00		250.00	
Other Expenses							
Streets and Roads:							
Road Repair and Maintenance							
Salaries and Wages		466,623.00		466,623.00	466,623.00		
Other Expenses		21,600.00		21,600.00	21,565.36	34.64	
Road Equipment Repair & Maintenance		72,000.00		72,000.00	72,000.00		
Safety Equipment		6,000.00		6,000.00	6,000.00		
Snow Removal:							
Salaries & Wages		50,000.00		50,000.00	50,000.00		
Other Expenses		160,000.00		160,000.00	160,000.00		
Sanitation							
Garbage Collection/Recycling		14,000.00		12,000.00	10,538.12	1,461.88	
Fire Hydrant Services		4,800.00		4,800.00	4,800.00		
Public Buildings and Grounds							
Other Expenses		40,000.00		40,000.00	38,975.88	1,024.12	
Health and Welfare:							
Board of Health							
Salaries and Wages		16,137.00		16,220.00	16,219.39	0.61	
Other Expenses		1,500.00		1,417.00	1,358.66	58.34	
HBV Vaccination		3,000.00		3,000.00		3,000.00	
PEOSHA Respiratory Program		6,000.00		6,000.00	5,984.04	15.96	

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

Current Fund

Year Ending December 31, 2014

	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
<u>General Appropriations</u>							
Animal Regulation		6,782.00		8,492.00	8,273.81	218.19	
Salaries and Wages		10.00		10.00		10.00	
Other Expenses		500.00		500.00	500.00		
Aid to SCARC							
Recreation and Education:							
Board of Recreation Comm. (N.J.S. 40A:12-1)		12,568.00		12,568.00	11,994.06	573.94	
Salaries and Wages		9,700.00		9,700.00	9,700.00		
Other Expenses		24,300.00		24,300.00	24,000.30	299.70	
Maintenance of Parks		3,000.00		3,000.00	2,000.00	1,000.00	
Contribution to Senior Citizen Ctr. (N.J.S. 40:48-94)		500.00		660.00	532.36	127.64	
Celebration of Public Events		50,000.00		50,000.00	36,863.60	13,136.40	
Electricity		28,000.00		28,000.00	22,965.16	5,034.84	
Telephone		25,000.00		17,500.00	11,201.49	6,298.51	
Propane		2,000.00		2,000.00		2,000.00	
Fuel Oil		74,000.00		83,500.00	80,949.01	2,550.99	
Gasoline/Diesel Fuel							
Municipal Court							
Salaries and Wages		105,022.00		105,022.00	97,352.12	7,669.88	
Other Expenses		19,800.00		19,800.00	11,757.33	8,042.67	
Uniform Construction Code-Appropriations Offset by							
Dedicated Revenues (N.J.A.C. 5:23-4.17):							
Construction Code Official		64,143.00		52,808.00	52,778.69	29.31	
Salaries and Wages		17,700.00		28,140.00	28,118.80	21.20	
Other Expenses							

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

Current Fund
Year Ending December 31, 2014

	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
<u>General Appropriations</u>							
Sub-Code Officials:							
Building Inspection:							
Salaries and Wages		32,885.00		28,885.00	22,134.18	6,750.82	
Plumbing Sub-Code Official:							
Salaries and Wages		20,787.00		20,787.00	12,759.70	8,027.30	
Electrical Sub-Code Official:							
Salaries and Wages		19,919.00		19,919.00	14,173.22	5,745.78	
Fire Sub-Code Official:							
Salaries and Wages		7,265.00		7,265.00	3,982.02	3,282.98	
Unclassified:							
Accrued Sick Leave & Other Compensation		1,000.00		1,000.00	1,000.00		
Total Operations Within "CAPS"		3,275,411.00	76,000.00	3,354,646.00	3,092,340.00	262,306.00	
Detail:							
Salaries and Wages	A-1	1,330,796.00		1,319,357.00	1,274,856.00	44,501.00	
Other Expenses (Including Contingent)	A-1	1,944,615.00		2,035,289.00	1,817,484.00	217,805.00	
Deferred Charges and Statutory Expenditures-							
Municipal Within "CAPS"							
Statutory Expenditures							
Contribution to:							
Public Employees Retirement System		151,100.00		151,100.00	135,883.00	15,217.00	
Social Security System (O.A.S.I.)		125,000.00		123,410.00	112,350.09	11,059.91	
Unemployment Compensation Insurance		2,000.00		355.00	352.61	2.39	
Defined contribution Program		2,000.00		2,000.00	1,375.37	624.63	

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

		Current Fund					Unexpended
		Year Ending December 31, 2014					Balance
<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Canceled</u>
Total Deferred Charged and Statutory Expenditures - Municipal within "CAPS"	A-1	280,100.00		276,865.00	249,961.07	26,903.93	
Total General Appropriations for Municipal Purposes within "CAPS"		3,555,511.00	76,000.00	3,631,511.00	3,342,301.07	289,209.93	
Operations - Excluded From "CAPS"							
Insurance:							
LOSAP		40,000.00		40,000.00		40,000.00	
Total Other Operations - Excluded From Caps Interlocal Municipal Service Agreements		40,000.00		40,000.00		40,000.00	
"911" Communications							
Other Expenses		70,000.00		70,000.00	70,000.00		
Animal Control Officer							
Salaries and Wages		72,000.00		72,000.00	72,000.00		
Tax Assessor Sussex Borough							
Salaries and Wages		4,300.00		4,300.00	4,300.00		
Other Expenses		6,100.00		6,100.00	6,100.00		
Municipal Court							
Salaries and Wages		35,800.00		35,800.00	35,800.00		
Other Expenses		41,200.00		41,200.00	41,200.00		
Collection of Taxes							
Salaries and Wages		8,320.00		8,320.00	8,320.00		
Total Interlocal Municipal Service Agreements		237,720.00		237,720.00	237,720.00		
Public and Private Programs Offset By Revenues							

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

		Current Fund					Unexpended
Year Ending December 31, 2014		Budget	Emergency Appropriation	Budget After Modification	Paid or Charged	Reserved	Balance Canceled
<u>Ref.</u>	<u>General Appropriations</u>						
	Clean Communities Grant						
	Other Expenses	47,314.00	47,314.00	47,314.00	47,314.00		
	Recycling Tonnage Grant						
	Other Expenses	9,099.00	9,099.00	9,099.00	9,099.00		
	Municipal Alliance						
	Matching Funds - Other Expenses	3,179.00	3,179.00	3,179.00	3,179.00		
	Municipal Alliance on Alcoholism & Drug Abuse						
	Other Expenses	12,716.00	12,716.00	12,716.00	12,716.00		
	Municipal Court Alcohol Rehab	422.00	422.00	422.00	422.00		
	Total Public and Private Programs Offset	72,730.00	72,730.00	72,730.00	72,730.00		
	By Revenues						
	Total Operations - Excluded from "CAPS"	350,450.00	350,450.00	350,450.00	310,450.00	40,000.00	
	Detail:						
A-1	Salaries and Wages	120,420.00	120,420.00	120,420.00	120,420.00		
A-1	Other Expenses	230,030.00	230,030.00	230,030.00	190,030.00	40,000.00	
	Capital Improvements - Excluded From "CAPS"						
	Capital Improvement Fund	60,000.00	60,000.00	60,000.00	60,000.00		
	Improvements to Various Roads	220,000.00	220,000.00	220,000.00	220,000.00		
	Improvements to Recreation Fields	5,000.00	5,000.00	5,000.00	5,000.00		
	Fire Dept Hose Replacement Program	5,000.00	5,000.00	5,000.00	5,000.00		
	Purchase of Fire Equipment	10,000.00	10,000.00	10,000.00	10,000.00		
	NJ Transportation Trust Fund Authority Act	132,500.00	132,500.00	132,500.00	132,500.00		
A-1	Total Capital Improvements Excluded from "CAPS"	432,500.00	432,500.00	432,500.00	432,500.00		

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

Current Fund

Year Ending December 31, 2014

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
Municipal Debt Service -Excluded From "CAPS"							
Payment of Bond Principal		577,000.00		577,000.00	577,000.00		
Payment of Bond Anticipation Notes		320,000.00		320,000.00	320,000.00		
Interest on Bonds		39,050.00		39,050.00	39,042.50		7.50
Interest on Notes		45,605.00		45,605.00	45,604.85		0.15
Interest on Assessment Loan		34,918.00		34,918.00			34,918.00
Loan Repayments for Principal and Interest		86,805.00		86,805.00	86,803.79		1.21
NJDEP Loan Principal and Interest			59,230.00	59,230.00	59,229.04		0.96
Total Municipal Debt Service-Excluded from "CAPS"	A-1	1,103,378.00	59,230.00	1,162,608.00	1,127,680.18		34,927.82
Deferred Charges - Municipal - Excluded From "CAPS"							
Deferred Charges:							
Special Emergency Authorization							
5 Years (N.J.S. 40A:4-55)		44,000.00		44,000.00	44,000.00		
Total Deferred Charges-Municipal-Excluded from "CAPS"	A-1	44,000.00		44,000.00	44,000.00		
Total General Appropriations for Municipal Purposes Excluded from "CAPS"		1,930,328.00	59,230.00	1,989,558.00	1,914,630.18	40,000.00	34,927.82
Total General Appropriations for Municipal Purposes Excluded from "CAPS"		1,930,328.00	59,230.00	1,989,558.00	1,914,630.18	40,000.00	34,927.82
Subtotal General Appropriations Reserve for Uncollected Taxes		5,485,839.00	135,230.00	5,621,069.00	5,256,931.25	329,209.93	34,927.82
Reserve for Uncollected Taxes		1,073,146.00		1,073,146.00	1,073,146.00		
Total General Appropriations		6,558,985.00	135,230.00	6,694,215.00	6,330,077.25	329,209.93	34,927.82

A

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

Township of Wantage, N.J.
Statement of Expenditures - Regulatory Basis

Current Fund

Year Ending December 31, 2014

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Emergency Appropriation</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Canceled</u>
Adopted Budget	A-2			6,390,796.00			
Special Emergency Authorization (40A:4-55)	A-12			76,000.00			
Emergency Authorization (40A:4-47)	A-13			59,230.00			
Appropriated by N.J.S.A. 40A:4-87	A-2			168,189.00			
				<u>6,694,215.00</u>			
<u>Analysis of Paid or Charged</u>							
Reserve for Uncollected Taxes	A-2				1,073,146.00		
Cash Disbursed	A-4				4,860,583.11		
Schedule of Interfunds	A-11				3,179.00		
Deferred Charges	A-12				44,000.00		
Various Reserves	A-15				76,000.00		
Commitments Payable	A-16				7,125.00		
Encumbrances Payable	A				63,993.14		
Interfund - Federal and State Grant Fund	A-24				202,051.00		
					<u>6,330,077.25</u>		

Township of Wantage, N.J.

Comparative Balance Sheet - Regulatory Basis

Trust Funds

December 31,

<u>Assets</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Animal Control Trust Fund:			
Cash- Treasurer	B-1	28,981.67	23,732.52
Cash - Change Fund	B-2	100.00	100.00
		29,081.67	23,832.52
Other Trust Funds:			
Cash	B-1	1,980,975.09	1,925,718.34
Interfund - Current Fund	B-5		4,524.57
		1,980,975.09	1,930,242.91
Emergency Services Volunteer Length of Service Award Program (Unaudited):			
Cash in Plan	B-1	388,302.08	343,738.05
Contributions Receivable	B-9	31,059.00	30,375.00
		419,361.08	374,113.05
		2,429,417.84	2,328,188.48

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

Township of Wantage, N.J.

Comparative Balance Sheet - Regulatory Basis

Trust Funds

December 31,

<u>Liabilities, Reserves & Fund Balance</u>	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Animal Control Trust Fund:			
Reserve for Animal Control			
Trust Fund Expenditures	B-3	25,683.67	20,634.52
Pre-Paid Licenses	B-4	3,398.00	3,198.00
		<u>29,081.67</u>	<u>23,832.52</u>
Other Trust Fund:			
Various Reserves	B-8	1,980,975.09	1,930,242.91
Emergency Services Volunteer Length of Service Award Program (Unaudited):			
Net Position Available for Benefits	B-10	419,361.08	374,113.05
		<u>2,429,417.84</u>	<u>2,328,188.48</u>

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

Township of Wantage, N.J.

Comparative Balance Sheet - Regulatory Basis

General Capital Fund

December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>			
Cash	C-2;C-3	4,728,022.71	201,215.92
Prepaid Expenses	C-5	126,604.87	
Deferred Charges to Future Taxation			
Funded	C-6	1,997,417.85	1,695,457.66
Unfunded	C-7	4,738,993.00	3,991,288.00
		<u>11,591,038.43</u>	<u>5,887,961.58</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Capital Improvement Fund	C-8	30,512.85	49,326.97
Improvement Authorizations:			
Funded	C-9	47,722.13	60,565.19
Unfunded	C-9	1,061,194.93	642,669.24
Reserve for:			
Various Reserves	C-10	466,194.43	322,718.02
Bond Anticipation Notes Payable	C-11	7,906,947.00	3,040,324.00
Serial Bonds Payable	C-12	528,000.00	1,105,000.00
Green Acres Trust Loan Payable	C-13	515,012.75	590,457.66
DEP Loan Payable	C-14	954,405.10	
Fund Balance	C-1	81,049.24	76,900.50
		<u>11,591,038.43</u>	<u>5,887,961.58</u>

Footnote C: There were Bonds and Notes Authorized But Not Issued in the Amount of \$140,004.00 and \$953,014.00 on December 31, 2014 and 2013 Per Exhibit C-15.

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

Township of Wantage, N.J.

Comparative Schedule of Fund Balance - Regulatory Basis

General Capital Fund

Year Ended December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
Balance - January 1,	C	<u>76,900.50</u>	<u>24,844.28</u>
Increased by:			
Cancelled Improvement Authorizations	C-9	6,358.40	
Cancelled Reserves			35,000.00
Premium on Bond Anticipation Note Sale	C-2	<u>37,790.34</u>	<u>17,056.22</u>
		<u>44,148.74</u>	<u>52,056.22</u>
		121,049.24	76,900.50
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-9	<u>40,000.00</u>	<u> </u>
Balance - December 31,	C	<u><u>81,049.24</u></u>	<u><u>76,900.50</u></u>

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

Township of Wantage, N.J.
Comparative Balance Sheet - Regulatory Basis

Public Assistance Fund

December 31,

	<u>Ref.</u>	<u>2014</u>	<u>2013</u>
<u>Assets</u>			
Cash	D-1	<u>10,000.00</u>	<u>10,000.00</u>
<u>Liabilities and Reserves</u>			
Reserve for Public Assistance	D-5	<u>10,000.00</u>	<u>10,000.00</u>

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

Township of Wantage, N.J.

Comparative Statement of General Fixed Assets - Regulatory Basis

December 31,

(Unaudited)

	<u>2014</u>	<u>2013</u>
<u>General Fixed Assets:</u>		
Land	1,096,236.77	1,083,489.77
Buildings	3,298,951.25	3,285,797.29
Machinery and Equipment	5,018,265.68	4,810,097.54
	<u>9,413,453.70</u>	<u>9,179,384.60</u>
 Investment in Fixed Assets	 <u>9,413,453.70</u>	 <u>9,179,384.60</u>

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

TOWNSHIP OF WANTAGE, N. J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

The Township of Wantage (the "Township") operates under a Township Committee form of government. The Township's major operations include public safety, road repair and maintenance, sanitation, fire protection, recreation and parks, health services, and general administrative services.

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

However, the municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements. The financial statements contained herein include only those boards, bodies, officers or commissions as required by NJS 40A:5-5. Accordingly, the financial statements of the Township do not include the volunteer fire department and first aid squad which is considered a component unit under GAAP. Complete financial statements of the above components can be obtained by contacting the Treasurer of the respective entity.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting

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

The Township has the following funds and account groups:

Current Fund - This fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grants.

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

Other Trust Fund - This fund is established to account for the assets and resources which are also held by the Township as a trustee or agent for individuals, private organizations, other governments and/or other funds.

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

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

Public Assistance Fund - This fund is used to account for the receipt and disbursement of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey Statutes. The Township transferred administration of the General Assistance Program to the Sussex County Board of Social Services. The funds remaining in the Public Assistance Fund are used to assist certain residents who do not qualify for the General Assistance Program.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting (Continued)

General Fixed Assets Account Group - To account for all fixed assets of the Township. The Township's infrastructure is not reported in the group.

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

Property Tax Revenues - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County and School purposes. The bills are mailed annually in June for that calendar year's levy. Taxes are payable in four quarterly installments on February 1, May 1, August 1, and November 1. The amounts of the first and second installments are determined as one quarter of the total tax levied against the property for the preceding year. The installment due the third and fourth quarters is determined by taking the current year levy less the amount previously charged for the first and second installments, with the remainder being divided equally. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of \$1,500. 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 Township. 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 in rem tax foreclosure proceedings are instituted to enforce the tax collection or acquisition of title to the property by the Township. 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.

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

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting (continued)

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

Budgets and Budgetary Accounting

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

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

Animal Control Trust Fund
Trust Fund

General Capital Fund
Public Assistance 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. 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, and several budget transfers were approved by the Governing Body.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting (continued)

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.

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

Property Acquired for Taxes - 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.

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.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting (continued)

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

Cash and Investments - Cash includes amounts in demand deposits as well as short-term investments with a maturity date within one year of the date acquired by the government. Investments are stated at fair value and are limited by NJSA 40A:5-15.1(a).

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

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 Township's financial position and operations. However, comparative data has not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

Use of Estimates - The preparation of financial statements requires management of the Township 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.

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

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

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting (continued)

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available.

No depreciation has been provided for in the financial statements.

Expenditures for construction in progress are recorded in the Capital funds until such time as the construction is completed and put into operation.

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

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

Recent Accounting Pronouncements

In June 2012, the Governmental Accounting Standards Board (GASB) issued GASB Statement No. 68, Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27. This statement, which is effective for fiscal periods beginning after June 15, 2014, will not have any effect on the entity's financial reporting. However, the provisions of this statement will require significant modifications to the disclosure requirements related to the entity's proportionate share of the cost-sharing defined benefit plans reported at the State of New Jersey level.

In January 2013, the Government Accounting Standards Board issued GASB Statement No. 69, Government Combinations and Disposals of Government Operations. This Statement establishes accounting and financial reporting standards related to government combinations and disposals of government operations. As used in this Statement, the term "government combinations" includes a variety of transactions referred to as mergers, acquisitions, and transfers of operations. This Statement, which is effective for financial statements beginning after December 15, 2013, will not have any effect on the entity's financial reporting.

In April of 2013, the Government Accounting Standards Board issued GASB Statement No. 70, Accounting and Financial Reporting for Nonexchange Financial Guarantees. The objective of this Statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees. This Statement is effective for reporting periods beginning after June 15, 2013 and will not have any impact on the entity's financial statement disclosures.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Accounting (continued)

Recent Accounting Pronouncements (continued)

In November 2013, the Government Accounting Standards Board issued GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement 68 which is effective for periods beginning after June 15, 2014. The provisions of this Statement will require significant modifications to the disclosure requirements related to the entity's proportionate share of the cost-sharing defined benefit plans reported at the State of New Jersey level.

C. Basic Financial Statements

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

NOTE 2: 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 \$1,073,146.00. To balance the budget, the municipality is required to show a budgeted fund balance. The amount of fund balance budgeted to balance the 2014 statutory budget was \$625,000.00.

Interdepartment 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 Township Committee.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 2: BUDGETARY INFORMATION (CONTINUED)

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 two special items of revenue and appropriations; NJ Department of Transportation Trust Fund Authority Act, \$132,500.00 and Clean Communities Grant, \$35,689.00.

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 a Special Emergency appropriation in the amount of \$76,000.00 for Revision of Tax Maps and an Emergency Appropriations in the amount of \$59,23.00 for NJ DEP Loan Principal and Interest.

NOTE 3: CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Township's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. As of December 31, 2014, \$388,302.08 of the Township's bank balance of \$8,530,023.79 was exposed to custodial credit risk. In comparison, as of December 31, 2013, \$343,738.05 of the Township's bank balance of \$3,995,262.90 was exposed to custodial credit risk.

Investments

Investment Rate Risk

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

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 3: CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

Credit Risk

New Jersey Statutes 40A:5-15.1(a) limits municipal investments to those specified in the Statutes. The type of allowance investments are Bonds of the United States of America, bonds or other obligations of the Townships or bonds or other obligations of the local unit or units within which the Township is located: obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The Township places no limit on the amount the Township may invest in any one issuer.

Unaudited Investments

As more fully described in Note 16, the Township has created a Length of Service Award Program (LOSAP) for emergency service volunteers. The LOSAP investments are similar to those allowed in a deferred compensation program as specified in NJSA 43:15B-1 et. seq. except that all investments are retained in the name of the Township. All investments are valued at fair value. In accordance with NJAC 5:30-14.37, the investments are maintained by Lincoln Benefit Life, which is an authorized provider approved by the Division of Local Government Services. The balance in the account on December 31, 2014 and 2013 amounted to \$388,302.08 and \$343,738.05, respectively.

The following investments represent 5% or more of the total invested with Lincoln Benefit Life on December 31, 2014:

	<u>2014</u>	<u>2013</u>
Fixed	\$125,578.45	\$115,071.00
LVIP SSgA S&P 500 Index Fund	184,812.95	159,238.10
Investments under 5%	<u>77,910.68</u>	<u>69,428.95</u>
Total	<u>\$388,302.08</u>	<u>\$343,738.05</u>

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 4: MUNICIPAL DEBT

Long-term debt as of December 31, 2014 consisted of the following:

	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Issued</u>	<u>Reductions</u>	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Amount Due</u> <u>Within One Year</u>
Bonds Payable - General Obligation Debt	\$1,105,000.00	\$	\$577,000.00	\$ 528,000.00	\$225,000.00
New Jersey Green Acres Loan	590,457.66		75,444.91	515,012.75	76,961.38
DEP Dam Rehab. Loan		978,716.39	24,311.29	954,405.10	49,354.34
Other Liabilities - Compensated Absences Payable	<u>132,942.30</u>	<u> </u>	<u>3,138.56</u>	<u>129,803.74</u>	<u> </u>
	<u>\$1,828,399.96</u>	<u>\$978,716.39</u>	<u>\$679,894.76</u>	<u>\$2,127,221.59</u>	<u>\$351,315.72</u>

The Local Bond law governs the issuance of bonds and notes to finance capital expenditures. General obligation bonds have been issued for the general capital fund. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligations bonds, backed by the full faith and credit of the Township. 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.

The Township's debt is summarized as follows:

	<u>Year 2014</u>	<u>Year 2013</u>	<u>Year 2012</u>
<u>Issued:</u>			
General:			
Bonds, Notes and Loans	\$ <u>9,904,364.85</u>	\$ <u>4,735,781.66</u>	\$ <u>5,062,240.01</u>
Total Issued	<u>9,904,364.85</u>	<u>4,735,781.66</u>	<u>5,062,240.01</u>
<u>Authorized But Not Issued:</u>			
General:			
Bonds and Notes	<u>140,004.00</u>	<u>953,014.00</u>	<u>662,504.00</u>
Total Authorized But Not Issued	<u>140,004.00</u>	<u>953,014.00</u>	<u>662,504.00</u>
Net Bonds, Notes and Loans Issued and Authorized but Not Issued	<u>\$10,044,368.85</u>	<u>\$5,688,795.66</u>	<u>\$5,724,744.01</u>

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 4: MUNICIPAL DEBT (CONTINUED)

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statement net debt of .827%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
General Debt	<u>\$10,044,368.85</u>	<u>\$169,398.00</u>	<u>\$9,874,970.85</u>

Net debt \$9,874,970.85 divided by average equalized valuation basis per N.J.S. 40A:2-2 as amended, 1,194,639,776.00 = .827%.

Long-term debt as of December 31, 2014 consisted of the following:

Outstanding debt whose principal and interest are paid from the Current Fund Budget of the Township:

\$400,000.00 General Obligation Loan - Purchase of Land - dated 9/14/96 with the State of New Jersey, Department of Environmental Protection, Green Acres Loan. This loan is payable in semi-annual installments of \$12,436.64 through 3/14/16. Interest is calculated at 2.00% and is included in the semi-annual installments. This method of calculating interest is not in conformance with New Jersey Statutes. The Township has received approval from the Local Finance Board to use this method of interest calculation for this issue. The remaining balance as of December 31, 2014 was \$36,575.98.

\$150,000.00 General Obligation Loan - Wantage Park - Phase I - dated 10/31/97 with the State of New Jersey Department of Environmental Protection, Green Acres Loan. This loan is payable in semi-annual installments of \$4,663.74 through 6/26/17. Interest is calculated at 2.00% and is included in the semi-annual installments. This method of calculating interest is not in conformance with New Jersey Statutes. The Township has received approval from the Local Finance Board to use this method of interest calculation for this issue. The remaining balance as of December 31, 2014 was \$26,381.98.

\$150,000.00 General Obligation Loan - Wantage Park - Phase II - dated 12/21/98 with the State of New Jersey, Department of Environmental Protection, Green Acres Loan. This loan is payable in semi-annual installments of \$4,663.74 through 9/21/18. Interest is calculated at 2.00% and is included in the semi-annual installments. This method of calculating interest is not in conformance with New Jersey Statutes. The Township has received approval from the Local Finance Board to use this method of interest calculation for this issue. The remaining balance as of December 31, 2014 was \$35,685.44.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 4: MUNICIPAL DEBT (CONTINUED)

\$445,936.69 General Obligation Loan - Improvements to Parks - dated 12/16/03 with the State of New Jersey, Department of Environmental Protection, Green Acres Loan. This loan is payable in semi-annual installments of \$6,932.44 through 8/12/23. Interest is calculated at 2.00% and is included in the semi-annual installments. This method of calculating interest is not in conformance with New Jersey Statutes. The Township has received approval from the Local Finance Board to use this method of interest calculation for this issue. The remaining balance as of December 31, 2014 was \$227,360.09.

\$250,000.00 General Obligation Loan - Improvements to Parks - dated 6/6/09 with the State of New Jersey, Department of Environmental Protection, Green Acres Loan. This loan is payable in semi-annual installments of \$7,772.90 through 12/6/28. Interest is calculated at 2.00% and is included in the semi-annual installments. This method of calculating interest is not in conformance with New Jersey Statutes. The Township has received approval from the Local Finance Board to use this method of interest calculation for this issue. The remaining balance as of December 31, 2014 was \$189,009.26.

\$1,878,000.00 General Obligation - General Improvements of 2007 - dated 7/1/07. This is payable in annual installments through 7/1/17. Interest is calculated at various rates from 4.00% to 4.25%. The remaining balance as of December 31, 2014 was \$528,000.00.

\$978,716.39 General Obligation Loan - Lake Neepaulin Dam Restoration - dated 12/19/13 with the State of New Jersey, Department of Environmental Protection. This loan is payable in semi-annual installments of \$34,098.45 through 3/31/31. Interest is calculated at 2.00% and is included in the semi-annual installments. This method of calculating interest is not in conformance with New Jersey Statutes. The remaining balance as of December 31, 2014 was \$954,405.10.

General Obligation Bonds and Loans - Listed above	<u>\$1,997,417.85</u>
---	-----------------------

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

3 ½% of Equalized Valuation Basis (Municipal)	\$41,812,392.16
Net Debt	<u>9,874,970.85</u>

Remaining Borrowing Power	<u>\$31,937,421.31</u>
---------------------------	------------------------

The foregoing debt information is not in agreement with the Annual Debt Statement filed by the Chief Financial Officer.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 4: MUNICIPAL DEBT (CONTINUED)

ANALYSIS OF AVERAGE EQUALIZED VALUATION - SUMMARY

2014	1,194,639,776.00		
2013		1,238,252,303.00	
2012			1,303,363,198.33

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

On December 31, 2014, the Township had \$7,906,947.00 in outstanding General Capital Bond Anticipation Notes. \$3,625,908.00 matured on 1/9/15, with an interest rate of 1.50%; \$4,281,039.00 will mature on 11/30/15, with an interest rate of 1.25%. The Township did not renew \$3,625,908.00 on 1/9/15. The new bond Anticipation Note issued on 12/31/14 paid them off.

The following activity related to Bond Anticipation Notes occurred during the calendar year ended December 31, 2014:

	<u>Balance</u> <u>12/31/2013</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/30/2014</u>
TD Securities	<u>\$3,040,324.00</u>	<u>\$7,906,947.00</u>	<u>\$3,040,324.00</u>	<u>\$7,906,947.00</u>

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 4: MUNICIPAL DEBT (CONTINUED)

**SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT
ISSUED AND OUTSTANDING**

<u>Calendar Year</u>	<u>General Capital Bonds</u>		<u>Total Debt Service</u>
	<u>Principal</u>	<u>Interest</u>	
2015	376,315.72	51,124.98	427,440.70
2016	394,418.03	37,961.07	432,379.10
2017	105,280.11	23,930.41	129,210.52
2018	98,863.75	21,936.16	120,799.91
2019	91,476.76	19,995.70	111,472.46
2020 - 2024	457,846.04	71,786.50	529,632.54
2025 - 2029	372,934.40	30,233.29	403,167.69
2030 - 2031	<u>100,283.04</u>	<u>2,012.31</u>	<u>102,295.35</u>
Total	<u>1,997,417.85</u>	<u>258,980.42</u>	<u>2,256,398.27</u>

NOTE 5: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2014 the following deferred charges are shown on the balance sheets of the various funds.

	<u>Balance Dec. 31, 2014</u>	<u>2015 Budget Appropriation</u>	<u>Balance To Succeeding Budgets</u>
Current Fund:			
Reassessment of Taxes	\$176,000.00	\$ 44,000.00	\$132,000.00
Revision of Tax Maps	76,000.00	15,200.00	60,800.00
Emergency Authorization	<u>59,230.00</u>	<u>59,230.00</u>	<u>-</u>
	<u>\$311,230.00</u>	<u>\$118,430.00</u>	<u>\$192,800.00</u>

The appropriations in the 2015 Budget are not less than required by Statute.

TOWNSHIP OF WANTAGE, N.J.

NOTES TO FINANCIAL STATEMENTS YEARS ENDED DECEMBER 31, 2014 AND 2013 (CONTINUED)

NOTE 6: REGIONAL AND REGIONAL HIGH SCHOOL DISTRICT 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 Township of Wantage has not elected to defer school taxes.

NOTE 7: PENSION PLANS

Description of Systems:

Substantially all of the Township's employees participate in one of the following contributory defined benefit public employee retirement systems which have been established by State statute: the Police and 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 Employees' Retirement System (PERS)

The Public Employees' Retirement System was established in January, 1955 under the provisions of N.J.S.A. 43:15A to provide coverage including post-retirement health care to certain qualified members. Membership is mandatory for substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not required to be a member of another State-administered retirement system. Vesting occurs after 8-10 years of service and 25 years for health care 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 hired 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 age 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 every year between age 55 and 62, plus 3% for every year under age 55.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 7: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS), (continued)

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 members will be eligible for a service retirement benefit at age 65.

Contribution Requirements

The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The pension funds provide for employee contributions based on 5.5% for PERS. This amount will increase to 6.5% plus an additional 1% phased in over 7 years beginning 2012 and 8.5% for PFRS, which increased to 10% in October 2011, of the employee's annual compensation, as defined by law. Employers are required to contribute at an actuarially determined rate in all Funds except the SACT. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and PFRS. In the PERS and PFRS, the employer contribution includes funding for post-retirement medical premiums.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 7: PENSION PLANS (CONTINUED)

Contribution Requirements (continued)

The Township's contribution to the Public Employee's Retirement System, equal to the required contributions for each year, were as follows:

<u>Year Ended</u> <u>December 31,</u>	<u>Amount</u>
2014	\$135,661.00
2013	140,854.00
2012	175,577.00

Defined Contribution Retirement Program

The Defined Contribution Retirement Program (DCRP) was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$1,500.00 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

If the eligible elected or appointed official will earn less than \$5,000.00 annually, the official may choose to waive participation in the DCRP for that office or position. The waiver is irrevocable.

This retirement program is a new pension system where the value of the pension is based on the amount of the contribution made by the employee, employer and through investment earnings. It is similar to a Deferred Compensation Program where the employee has a portion of tax deferred salary placed into an account that the employee manages through investment option provided by the employer.

The law requires that three classes of employees enroll in the DCRP detailed as follows:

All elected officials taking office on or after July 1, 2007, except that a person who is reelected to an elected office held prior to that date without a break in service may retain in the PERS.

A Governor appointee with advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.

Other employees commencing service after July 1, 2007, pursuant to an appointment by an elected official or elected governing body which include the statutory untenured Chief Administrative Officer such as the Business Administrator, County Administrator, or Municipal or County Manager,

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 7: PENSION PLANS (CONTINUED)

Defined Contribution Retirement Program, (continued)

Department Heads, Legal Counsel, Municipal or County Engineer, Municipal Prosecutor and the Municipal Court Judge.

Notwithstanding the foregoing requirements, other employees who hold a professional license or certificate or meet other exceptions are permitted to join or remain in PERS.

Contributions made by employees for DCRP are currently at 5.5% of the base wages. Member contributions are matched by a 3.0% employer contribution.

The Township of Wantage's contributions for DCRP for the years ended December 31, 2014, 2013 and 2012 were \$1,375.37, \$1,130.77, and \$1,114.71, respectively, which equals the required contribution for each year. There were 7 employees eligible to be enrolled in the DCRP as of December 31, 2014, 5 employees as of December 31, 2013, and 2012.

NOTE 8: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2014 and 2013 which were appropriated and included as anticipated revenue in their own respective funds for the years ending December 31, 2015 and 2014 were as follows:

	<u>2015</u>	<u>2014</u>
Current Fund	<u>\$329,000.00</u>	<u>\$625,000.00</u>

NOTE 9: ACCRUED SICK BENEFITS

The Township of Wantage has permitted employees to accrue unused sick pay, which may be taken as time off or paid upon retirement or separation at the employee's current rate at such termination. The current cost of such unpaid compensation is not reported either as an expenditure or liability. It is expected that the cost of such unpaid compensation would be included in the Township's budget operating expenditures in the year in which it is used. It is estimated that the current cost of such unpaid compensation would approximate \$129,803.74.

This amount is not reported either as an expenditure or a liability. The Township has reserved \$4,069.87 from previous budgets to be used to offset this liability and is reflected on the Trust Fund balance sheet. See Exhibit B-8 for an analysis. It is expected that any remaining cost of such unpaid compensation would be included in the Township's budget operating expenditures in the year in which it is used.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 10: DUE TO/FROM OTHER FUNDS

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

\$97,888.25 Due to Federal and State Grant Fund from Current Fund for cash disbursed from the Current Fund for Federal and State Grants.

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

NOTE 11: FIXED ASSETS (UNAUDITED)

The following schedule is a summarization of changes in general fixed assets account group for the year ended December 31, 2014.

	<u>Balance as of Dec. 31, 2013</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance as of Dec. 31, 2014</u>
Land	\$1,083,489.77	\$ 12,747.00	\$ -	\$1,096,236.77
Buildings	3,285,797.29	13,153.96	-	3,298,951.25
Equipment (Including Vehicles)	<u>4,810,097.54</u>	<u>306,917.14</u>	<u>98,749.00</u>	<u>5,018,265.68</u>
	<u>\$9,179,384.60</u>	<u>\$332,818.10</u>	<u>\$98,749.00</u>	<u>\$9,413,453.70</u>

NOTE 12: RISK MANAGEMENT

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township has obtained insurance coverage to guard against these events which will provide minimum exposure to the Township should they occur. During the 2014 calendar year, the Township did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 13: PUBLIC ASSISTANCE

The Township of Wantage has elected to have the County of Sussex process all public assistance granted to the residents. Therefore, the Township of Wantage no longer has a public assistance director.

NOTE 14: HEALTH INSPECTIONS

The Township of Wantage has elected to have the County of Sussex, Department of Health perform all inspections. Therefore, the Township does not have a health inspector.

NOTE 15: TAXES COLLECTED IN ADVANCE

Taxes collected in advance are recorded as cash liabilities in the financial statements. Following is a comparison of the liability for the previous two years:

	Balance <u>Dec. 31, 2014</u>	Balance <u>Dec. 31, 2013</u>
Prepaid Taxes	<u>\$180,042.81</u>	<u>\$162,747.86</u>
Cash Liability for Taxes Collected in Advance	<u>\$180,042.81</u>	<u>\$162,747.86</u>

NOTE 16. EMERGENCY SERVICES VOLUNTEER LENGTH OF SERVICE AWARD PLAN (LOSAP)

On 3/11/04, the Division of Local Government Services approved the Township's LOSAP plan, provided by Lincoln Financial. The purpose of this plan is to enhance the Township's ability to retain and recruit volunteer firefighters and volunteer members of emergency service squads.

Lincoln Financial will provide for the benefit of participants, a multi-fund variable annuity contract as its funding vehicle. The plans contribution requirements are as follows: the contribution for each participating active volunteer member shall be between the minimum contributions of \$115.00 and the maximum contribution of \$1,150.00 commencing 2004. The Township's contribution shall be included in the current year's budget.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

**NOTE 16. EMERGENCY SERVICES VOLUNTEER LENGTH OF SERVICE AWARD PLAN
(LOSAP) (CONTINUED)**

All amounts awarded under a length of service award plan shall remain the asset of the sponsoring agency; the obligation of the sponsoring agency to participating volunteers shall be contractual only; and no preferred or special interest in the awards made shall accrue to such participants. Such money shall be subject to the claims of the sponsoring agency's general creditors until distributed to any or all participants.

We have reviewed the plan for the year ended December 31, 2014 in accordance with the American Institute of Certified Public Accountants (AICPA) Statement on Standards for Accounting and Review Services.

NOTE 17: POST-RETIREMENT BENEFITS

A. PLAN OVERVIEW

Township of Wantage ("Wantage") provides post-employment benefits other than pensions ("OPEB") to employees who meet certain criteria. As a result of offering such benefits, Wantage will be required to report the value of such benefits and the associated costs according to the accounting requirements of Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting "by Employers for Postemployment Benefits Other Than Pensions ("GASB 45").

Wantage provides medical benefits to retirees who retired from Wantage with 25 years of service. All active employees who retire directly from Wantage are no longer eligible to participate.

The summary below presents the results of the actuarial valuation of the postretirement medical obligations as of December 31, 2011, including a determination of financial reporting information for the year ending December 31, 2011.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 17: POST-RETIREMENT BENEFITS (CONTINUED)

Results of Valuation

- *Actuarial Accrued Liability*

The Actuarial Accrued Liability (“AAL”) as of December 31, 2011 is \$217,289 based upon a discount rate of 4.50% per annum and the plan provisions in effect on December 31, 2011.

- *Annual Required Contribution*

The Annual Required Contribution (“ARC”) is the measure of annual cost on an accrual basis. It is comprised of the “Normal Cost” which is the portion of future liabilities attributable to the measurement year, plus 7 year amortization of the Unfunded Actuarial Accrued Liability (“UAAL”). Seven year amortization is used because the eligible group consists entirely of retirees and the amortization period is based on their future life expectancy. As of the measurement date, the plan had no assets to offset any portion of the AAL, so the UAAL and AAL are equal.

The ARC as of December 31, 2011 is \$36,874 based upon a discount rate of 4.50% per annum and the plan provisions in effect on December 31, 2011. The breakdown of the ARC is as follows:

(1) Normal Cost	\$ 0
(2) Actuarial Accrued Liability	\$ 217,289
(3) Assets	\$ 0
(4) UAAL = (2)-(3)	\$ 217,289
(5) 7 Year Amortization of UAAL at Discount Rate	\$ 36,874
(6) ARC = (1)+(5)	\$ 36,874

Basis of Valuation

This valuation has been conducted as of December 31, 2011 based upon census, plan design and claims information provided by The Fund. Census includes 3 participants currently receiving retiree benefits, and no active participants, as this plan is closed to future retirees. The average age of the retiree population is 78.

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 17: POST-RETIREMENT BENEFITS (CONTINUED)

Basis of Valuation (continued)

Actuarial assumptions were selected with the intention of satisfying the requirements of New Jersey Local Finance Notice 2007-15 in addition to Statement of Government Accounting Standard Number 45.

Demographic assumptions were selected based on those used in by the State Division of Pensions and Benefits in calculating pension benefits taken from the July 1, 2011 report from Buck Consultants. While some assumptions were simplified to reflect the smaller population, and to simplify the valuation process, the valuation results reasonably conform to the requirements of LFN 2007-15.

Health care (economic) assumptions were selected based on those used by the State Health Benefits Program in calculating SHBP member OPEB requirements taken from the July 1, 2011 report from Aon Consultants.

Key Actuarial Assumptions

<i>Mortality</i>	<i>RP 2000 Combined Healthy Male Mortality Rates Set Forward Three Years</i>
<i>Turnover</i>	<i>NJ State Pensions Ultimate Withdrawal Rates- prior to benefits eligibility</i>
<i>Assumed Retirement Age</i>	<i>Current Age</i>
<i>Full Attribution Period</i>	<i>All Benefits Fully Earned</i>
<i>Benefit End Date</i>	<i>At Death</i>
<i>Annual Discount Rate</i>	<i>4.50%</i>
<i>Medical Trend</i>	<i>9% in 2012, reducing by 0.5% per annum, leveling at 5% per annum in 2020</i>
<i>Medical Cost Aging Factor</i>	<i>NJ SHBP Medical Morbidity Rates</i>

TOWNSHIP OF WANTAGE, N.J.

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2014 AND 2013
(CONTINUED)**

NOTE 17: POST-RETIREMENT BENEFITS (CONTINUED)

- Attribution period – All benefits are fully accrued as the plan is open to a select group of current retirees only.
- Per capita cost methods – The valuation reflects per capita net premium costs based on actual 2012 medical and prescription drug premiums and the plan option selected. 2012 total contributions for retiree benefits as reported by the Fund were \$27 thousand.
- Retiree Contributions – None.
- Actuarial valuation method – Projected Unit Credit Funding Method.

NOTE 18: CONTINGENT LIABILITIES

Township Counsel has advised us that there is one matter in U.S. Bankruptcy Court which is still pending. There are various appeals of assessments of real estate, which at this time, it is unknown whether the tax appeals will be settled or if a trial will be necessary. Also, the financial exposure and cost of the litigation is unknown.

There was one unfair labor charge that was settled in February 2015 which was not material to the financial statements.

NOTE 19: SUBSEQUENT EVENT

The Township has evaluated subsequent events through June 30, 2015, the date which the financial statements were available to be issued and no other items were noted for disclosure.

SUPPLEMENTARY DATA

TOWNSHIP OF WANTAGE
OFFICIALS IN OFFICE AND SURETY BONDS
YEAR ENDED DECEMBER 31, 2014

<u>Name</u>	<u>Title</u>
William DeBoer	Mayor
William Gaechter	Deputy Mayor
Ronald Bassani	Committeeman
James Doherty	Administrator/Municipal Clerk; Assess. Search Officer
Melissa Caton	Tax Collector; Tax Search Officer
Michelle LaStarza	Chief Financial Officer/Treasurer
Kristy Lockburner	Assessor
Craig U. Dana	Court Judge
Tania Ell	Municipal Court Administrator
Jeanne McBride	Sec. Board of Health
Michael S. Garofalo	Attorney to 3/27/14
Glenn Kienz	Attorney from 4/1/14
Harold E. Pellow	Engineer
William Haggerty	Prosecutor
James P. Sloan	Public Defender
Christine Von Oesen	Assistant Municipal Clerk; Registrar
Stella Salazar	Sec. Planning Board and Zoning Board to 11/14/14
Jeanne McBride	Sec. Planning Board and Zoning Board from 11/17/14
Patrick Stefanelli	Fire Inspector; Plumbing Subcode Inspector; Building Subcode Official; Construction Official to 9/14/14 Zoning Officer; Housing Inspector
William Paterson	Fire Subcode Official to 9/14/14
Robert Schultz	Electrical Subcode Official to 9/14/14
John Wyckoff	Plumbing Subcode Official to 9/14/14
Township of Vernon	Fire Prevention to 3/31/14
Township of Hardyston	Fire Prevention from 4/10/14; Plumbing Subcode Inspector; Building Subcode Official; Construction Official from 9/15/14
John Abate	Animal Control Officer
Thomas M. Ferry, C.P.A., R.M.A.	Township Auditor

Blanket Bond coverage is provided for all Officials and Employees in the amount of \$1,000,000, provided by Statewide Insurance Fund. The type of coverage provided by Blanket Bond is for employee forgery and alteration.

All of the bonds were examined and were properly executed.

Township of Wantage
 Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2014

State Grantor/Program Title	Federal C.F.D.A. Number	Program or Award Amount	Grant Period From/To	12/31/2013		12/31/2014		MEMO Cumulative Total Expenditures
				(Receivable)	Reserve Balance	(Receivable)	Reserve Balance	
FEDERAL AND STATE GRANT FUND								
Department of Transportation								
State Aid Highway Projects	20.205	130,000.00	N/A	(32,500.00)				130,000.00
State Aid Highway Projects	20.205	132,500.00	N/A	(32,500.00)		(132,500.00)	132,500.00	130,000.00
Total United States Department of Transportation				(32,500.00)		(132,500.00)	132,500.00	130,000.00
TOTAL FEDERAL AID:				(32,500.00)		(132,500.00)	132,500.00	130,000.00

Note: This schedule was not subject to an audit in accordance with Federal OMB Circular A-133.

Township of Wantage
Schedule of Expenditures of State Awards
For the Year Ended December 31, 2014

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From/To	12/31/2013		12/31/2014		MEMO Cumulative Total Expenditures
				(Receivable)	Reserve Balance	(Receivable)	Reserve Balance	
FEDERAL AND STATE GRANT FUND								
NJ Department of Solid Waste Administration:								
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	10,752.00	1/11-12/31/11		2,406.59			10,752.00
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	5,514.48	1/12-12/31/12		2,361.37			2,361.85
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	9,099.14	1/13-12/31/13		9,099.14			9,099.00
Recycling Tonnage	4900-752-042-4900-001-V42Y-6021	11,755.26	1/14-12/31/14		11,755.26			11,755.26
Clean Communities	4900-765-042-4900-004-V42Y-6020	32,302.00	1/12-12/31/12		12,238.39			32,302.00
Clean Communities	4900-765-042-4900-004-V42Y-6020	5,739.23	1/13-12/31/13		5,739.23			5,739.23
Clean Communities	4900-765-042-4900-004-V42Y-6020	32,302.00	1/13-12/31/13		32,302.00			4,765.26
Clean Communities	4900-765-042-4900-004-V42Y-6021	35,689.97	1/14-12/31/14		67,299.35			27,536.74
Total NJ Department of Solid Waste Administration:		35,689.97			47,445.23			35,689.97
								87,232.54
NJ Department of Environmental Protection:								
Reforestation Project	05-100-042-4850-118	27,600.00	1/13-12/31/13	(27,600.00)				27,600.00
Total NJ Department of Environmental Protection:		27,600.00		(27,600.00)				27,600.00
NJ Department of Community Affairs:								
Alcohol Education Rehabilitation	9735-760-098-Y900-001-X100-6020	11,150.00	1/03-12/31/03		41.58			41.58
Alcohol Education Rehabilitation	9735-760-098-Y900-001-X100-6020	251.37	1/10-12/31/10		251.00			251.00
Alcohol Education Rehabilitation	9735-760-098-Y900-001-X100-6020	161.00	1/11-12/31/11		161.00			161.00
Alcohol Education Rehabilitation	9735-760-098-Y900-001-X100-6020	377.74	1/12-12/31/12		377.00			377.00
Alcohol Education Rehabilitation	9735-760-098-Y900-001-X100-6020	422.20	1/13-12/31/13		422.20			422.00
Municipal Alliance	9735-760-098-Y900-001-X100-6020	12,716.00	1/13-12/31/13	(8,301.10)	11,593.52			3,965.98
Municipal Alliance	9735-760-098-Y900-001-X100-6020	12,716.00	1/14-12/31/14	(8,301.10)	12,846.30			12,716.00
Total NJ Department of Community Affairs:		12,716.00		(8,301.10)	11,655.77			12,716.00
								17,934.56
Total Federal and State Grant Fund								
				(35,901.10)	80,145.65			105,167.10
				(35,901.10)	80,145.65			105,167.10
				(35,901.10)	80,145.65			105,167.10
				(35,901.10)	80,145.65			105,167.10

Note: This schedule was not subject to an audit in accordance with N.J.OMB Circular 04-04.

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE

CURRENT FUND

	<u>Year 2014</u>		<u>Year 2013</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	625,000.00	1.90%	625,000.00	1.91%
Miscellaneous - From Other Than				
Local Property Tax Levies	1,529,263.83	4.64%	1,829,959.61	5.59%
Collection of Delinquent Taxes				
and Tax Title Liens	874,962.17	2.65%	968,145.40	2.96%
Collection of Current				
Tax Levy	29,650,903.00	89.94%	29,055,760.30	88.82%
Other Credits to Income	287,337.29	0.87%	234,034.16	0.72%
	<hr/>		<hr/>	
<u>Total Revenue and Other Income Realized</u>	32,967,466.29	100.00%	32,712,899.47	100.00%
<u>Expenditures</u>				
Budget Expenditures:				
Municipal Purposes	5,586,141.18	17.08%	5,616,132.39	17.39%
Local and Regional School Taxes	20,739,413.00	63.40%	20,630,927.00	63.87%
County Taxes	6,259,518.45	19.13%	5,976,437.01	18.50%
Municipal Open Space Taxes	60,282.95	0.18%	69,374.25	0.21%
Other Expenditures	67,112.28	0.21%	10,991.85	0.03%
	<hr/>		<hr/>	
<u>Total Expenditures</u>	32,712,467.86	100.00%	32,303,862.50	100.00%
Excess (Deficit) in Revenue	254,998.43		409,036.97	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above Which are by				
 Statute Deferred Charges to Budget				
 of Succeeding Year	135,230.00		220,000.00	
	<hr/>		<hr/>	
Statutory Excess to Fund Balance	390,228.43		629,036.97	
Fund Balance, January 1,	904,696.74		900,659.77	
	<hr/>		<hr/>	
	1,294,925.17		1,529,696.74	
Less:				
Utilized as Anticipated Revenue	625,000.00		625,000.00	
	<hr/>		<hr/>	
Fund Balance, December 31,	669,925.17		904,696.74	
	<hr/>		<hr/>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2014</u>	<u>2013</u>	<u>2012</u>
<u>Tax Rate</u>	<u>2.520</u>	<u>2.168</u>	<u>2.143</u>
<u>Apportionment of Tax Rate:</u>			
Municipal	.274	.240	.240
County	.521	.432	.423
Local Regional School	1.141	.978	.962
Regional High School	.580	.513	.513
Municipal Open Space	.004	.005	.005
<u>Assessed Valuation</u>			

2014	1,205,045,104		
2013		1,382,834,519	
2012			1,395,583,237

COMPARISON OF TAX LEVIES AND COLLECTIONS CURRENTLY

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

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collections</u>	<u>Percentage of Collection</u>
2014	30,451,467.68	29,650,903.00	97.37%
2013	30,080,453.50	29,055,760.30	96.59%
2012	29,990,589.47	28,833,927.40	96.14%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>Year</u>	<u>Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Amount of Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2014	266,332.64	745,615.59	1,011,948.23	3.32%
2013	196,608.65	871,525.83	1,068,134.48	3.55%
2012	288,486.17	944,787.03	1,233,273.20	4.11%

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	1,669,500.00
2013	1,669,500.00
2012	1,203,650.57
2011	1,203,650.57
2010	1,203,650.57

COMPARATIVE SCHEDULE OF FUND BALANCES

<u>Year</u>	<u>Balance Dec. 31</u>	<u>Utilized In Budget of Succeeding Year</u>
2014	669,925.17	329,000.00
2013	904,696.74	625,000.00
2012	900,659.77	625,000.00
2011	947,926.42	648,500.00
2010	676,728.52	360,000.00

Township of Wantage, N. J.

Schedule of Cash

Current Fund

Year Ended December 31, 2014

Balance - December 31, 2013	<u>Ref.</u> A		1,341,307.77
Increased by Receipts:			
Change Fund	A-5	200.00	
Miscellaneous Revenue Not Anticipated	A-2	57,426.33	
Taxes Receivable	A-6	30,220,363.87	
Tax Title Liens Receivable	A-7	4,857.76	
Revenue Accounts Receivable	A-9	1,319,896.51	
Due From State - Senior Citizen and Veteran Deductions	A-10	123,488.81	
Interfunds	A-11	119,201.00	
Various Cash Liabilities and Reserves	A-15	6,777.00	
Prepaid Taxes	A-17	180,042.81	
			<u>32,032,254.09</u>
			33,373,561.86
Decreased by Disbursements:			
Current Year Budget Appropriations	A-3	4,860,583.11	
Interfunds	A-11	92,352.79	
Appropriation Reserves	A-14	172,141.76	
Various Cash Liabilities and Reserves	A-15	81,434.41	
County Taxes Payable	A-18	6,273,875.64	
Local Regional School Taxes Payable	A-19	13,749,195.00	
Regional High School Taxes Payable	A-20	6,990,218.00	
			<u>32,219,800.71</u>
Balance - December 31, 2014	A		<u><u>1,153,761.15</u></u>

Township of Wantage, N. J.

Schedule of Change Fund

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	A	300.00
Decreased by:		
Cash Receipts	A-4	<u>200.00</u>
Balance - December 31, 2014	A	<u><u>100.00</u></u>

Analysis of Balance

Tax Collector	<u><u>100.00</u></u>
---------------	----------------------

Township of Wantage, N. J.

Schedule of Taxes Receivable and Analysis of Property Tax Levy

Current Fund

Year Ended December 31, 2014

Year 2002	Balance, Dec. 31, 2013	Levy	Collected		Senior Citizen and Veteran Deductions	Overpayments Applied	Transferred to Tax Title Liens Canceled	Balance, Dec. 31, 2014
			2013	2014				
2011	5,790.61			5,790.61				
2012	41.89			41.89				
2013	865,693.33		17,701.00	865,771.91	(1,500.00)		14,909.99	4,212.43
	871,525.83		17,701.00	871,604.41	(1,500.00)		14,909.99	4,212.43
2014		30,367,136.62	84,331.06	29,348,759.46	137,027.57	2,368.11	59,161.52	741,403.16
	871,525.83	30,367,136.62	102,032.06	30,220,363.87	135,527.57	2,368.11	59,161.52	745,615.59
A			A-2;A-4	A-2;A-10	A-2;A-15	A-7		A

Analysis of Tax Levy

	Ref.
Tax yield:	
General Purpose Tax	30,367,136.62
Added Tax (R.S. 54-4-63.1 et seq.)	84,331.06
	<u>30,451,467.68</u>
Tax Levy:	
County Tax	6,255,689.11
Added County Taxes	<u>3,829.34</u>
Regional School Tax	A-18
Regional High School Tax	A-19
Open Space Tax	A-20
	A-21
	A-2
Local Tax for Municipal Purposes	3,309,478.00
Additional Taxes	<u>82,775.28</u>
	<u>3,392,253.28</u>
	<u>30,451,467.68</u>

Township of Wantage, N. J.
Schedule of Tax Title Liens Receivable

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	A	196,608.65
Increased by:		
Transferred from 2014 Taxes Receivable	A-6	59,161.52
Interests and Costs		<u>15,420.23</u>
		<u>74,581.75</u>
		271,190.40
Decreased by:		
Collections	A-2;A-4	<u>4,857.76</u>
Balance - December 31, 2014	A	<u><u>266,332.64</u></u>

Township of Wantage, N. J.
Schedule of Property Acquired for
Taxes Assessed Valuation

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	A	<u><u>1,669,500.00</u></u>
Balance - December 31, 2014	A	<u><u>1,669,500.00</u></u>

Township of Wantage, N. J.

Schedule of Revenue Accounts Receivable

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	<u>Accrued</u>	<u>Collected</u>
Clerk:			
Licenses:			
Alcoholic Beverages	A-2	3,770.00	3,770.00
Miscellaneous Revenue not Anticipated	A-2	3,125.38	3,125.38
Municipal Court :			
Fines and Costs	A-2	23,804.34	23,804.34
Miscellaneous Revenue not Anticipated	A-2	3,000.00	3,000.00
Tax Collector:			
Interest and Costs on Taxes	A-2	163,392.89	163,392.89
Miscellaneous Revenue not Anticipated	A-2	3,430.00	3,430.00
Interest on Investments and Deposits	A-2	11,247.60	11,247.60
Board of Health / Registrar of Vital Statistics			
Miscellaneous Revenue not Anticipated	A-2	21,480.30	21,480.30
Uniform Construction Code:			
Fees and Permits - Building	A-2	64,773.00	64,773.00
Fire Prevention			
Miscellaneous Revenue not Anticipated	A-2	1,070.00	1,070.00
Interlocal Service Agreements:			
Stillwater Agreement	A-2	38,000.00	38,000.00
Animal Control Agreement	A-2	98,350.00	98,350.00
Municipal Court - Sussex Borough	A-2	39,000.00	39,000.00
Tax Assessor - Sussex Borough	A-2	10,404.00	10,404.00
Recycling Coordinator - Branchville Borough	A-2	2,550.00	2,550.00
Recycling Coordinator - Frankford Township	A-2	2,550.00	2,550.00
Tax Collector - Sussex Borough	A-2	8,320.00	8,320.00
Energy Receipts Tax	A-2	673,632.00	673,632.00
Garden State Trust	A-2	29,948.00	29,948.00
Consolidated Municipal Property Tax	A-2	81,033.00	81,033.00
Cable TV Franchise Fee	A-2	32,457.00	32,457.00
Watershed Moratorium Offset	A-2	4,559.00	4,559.00
		<u>1,319,896.51</u>	<u>1,319,896.51</u>

A-4

Township of Wantage, N. J.

**Schedule of Amount Due From State of New Jersey
for Senior Citizens' and Veterans' Deductions - CH. 73 P.L. 1976**

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	A	17,643.89
Increased by:		
Senior Citizens' and Veterans' Per Tax Billing		121,750.00
Add: Deductions Allowed - Current Year		15,962.50
Less: Deductions Disallowed - Current Year		<u>(684.93)</u>
		137,027.57
Less: Deductions Disallowed - Prior Year		<u>(1,500.00)</u>
	A-6	<u>135,527.57</u>
		153,171.46
Decreased by:		
State Share of Senior Citizens and Veteran Deductions Received in Cash	A-4	<u>123,488.81</u>
Balance - December 31, 2014	A	<u><u>29,682.65</u></u>

Township of Wantage, N. J.
Schedule of Interfunds Receivables/(Payables)

		Current Fund			
		Year Ended December 31, 2014			
<u>Fund</u>	<u>Ref.</u>	<u>Due From/(To) Balance Dec. 31, 2013</u>	<u>Increased</u>	<u>Decreased</u>	<u>Due From/(To) Balance Dec. 31, 2014</u>
Federal and State Grants	A	(12,554.92)	122,380.00	37,046.67	(97,888.25)
Other Trust	A	(4,524.57)	60,282.95	64,807.52	(97,888.25)
		<u>(17,079.49)</u>	<u>182,662.95</u>	<u>101,854.19</u>	<u>(97,888.25)</u>
<u>Analysis</u>					
Due From Current Fund		<u>(17,079.49)</u>			
Appropriated Grants Cancelled				1.40	
Other Trust Reserves Cancelled				9,500.00	
Appropriation Payable			3,179.00		
Received			119,201.00		
Disbursed				92,352.79	
Open Space Tax			60,282.95		
			<u>182,662.95</u>	<u>101,854.19</u>	

Township of Wantage, N. J.

Schedule of Deferred Charges

N.J.S 40A:4-55 Special Emergency - Tax Map and Revaluation Program

Current Fund

Year Ended December 31, 2014

<u>Purpose</u>	<u>Date</u>	<u>Amount Authorized</u>	<u>1/5 of Amount Authorized</u>	<u>Balance Dec. 31, 2013</u>	<u>Added in 2014</u>	<u>Reduced by 2014 Budget</u>	<u>Balance Dec. 31, 2014</u>
Reassessment of Taxes	03/28/13	220,000.00	44,000.00	220,000.00		44,000.00	176,000.00
Revision of Tax Maps	06/12/14	76,000.00	15,200.00		76,000.00		76,000.00
				<u>220,000.00</u>	<u>76,000.00</u>	<u>44,000.00</u>	<u>252,000.00</u>
				A	A-3	A-3	A

Schedule of Deferred Charges

Current Fund

Year Ended December 31, 2014

	<u>Added in 2014</u>	<u>Balance Dec. 31, 2014</u>
Emergency Authorizations (40A:4-47)	<u>59,230.00</u>	<u>59,230.00</u>
	A-3	A

Township of Wantage
Schedule of Appropriation Reserves
Current Fund

Year Ended December 31, 2014

	Balance, Dec. 31, <u>2013</u>	Balance after <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Salaries and Wages Within "CAPS"				
Financial Administration	603.00	603.00		603.00
Municipal Clerk	19.00	19.00		19.00
Collection of Taxes	1.00	1.00		1.00
Municipal Land Use Law:				
Planning Board	0.04	0.04		0.04
Code Enforcement	3.59	3.59		3.59
Road Repairs and Maintenance	2,147.69	2,147.69	2,147.69	
Health and-Welfare:				
Board of Health	0.76	0.76		0.76
Animal Control	2,446.16	2,446.16		2,446.16
Board of Recreation Comm.	109.24	109.24		109.24
Municipal Court	7,256.05	7,256.05		7,256.05
Uniform Construction Code - Appropriations Offset by Dedicated Revenues:				
State Uniform Construction Code:				
Construction Official	4.08	4.08		4.08
Sub - Code Officials:				
Building Inspector	240.65	240.65		240.65
Plumbing Inspector	706.28	706.28		706.28
Fire Protection Official	116.41	116.41		116.41
Total Salaries and Wages Within "CAPS"	<u>13,653.95</u>	<u>13,653.95</u>	<u>2,147.69</u>	<u>11,506.26</u>
Other Expenses Within "CAPS":				
Administrative and Executive	9,349.45	9,349.45	5,756.75	3,592.70
Mayor and Committee	39.00	39.00		39.00
Municipal Clerk	3,449.56	3,449.56		3,449.56
Financial Administration	2,354.73	2,354.73	1,404.40	950.33
Audit Services	16,250.00	16,250.00	13,150.00	3,100.00
Computer Services	2,846.60	2,846.60		2,846.60
Assessment of Taxes	4,444.93	4,444.93	2,586.08	1,858.85
Collection of Taxes	8,187.58	8,187.58	1,059.19	7,128.39
Legal Services and Costs				
Litigation	23,075.62	23,075.62	1,678.50	21,397.12
Engineering Services and Costs	19,108.78	19,108.78	2,598.75	16,510.03
Municipal Land Use Law (N.J.S. 40:55 D-1):				
Miscellaneous Other Expenses	22,517.95	22,517.95	402.27	22,115.68
Code Enforcement	793.13	793.13	6.44	786.69

Township of Wantage
Schedule of Appropriation Reserves
Current Fund

Year Ended December 31, 2014

	Balance, Dec. 31, <u>2013</u>	Balance after <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Insurance:				
Group Insurance for Employees	25,097.67	25,097.67		25,097.67
Worker's Compensation Insurance	956.00	956.00		956.00
Health Benefit Waiver	4.54	4.54		4.54
Other Insurance Premiums	450.10	450.10		450.10
Uniform Fire Safety Act (Ch. 383, P.L. 1983):				
Fire	750.00	750.00		750.00
Emergency Management Services	4,229.19	4,229.19	4,229.19	
OSHA Standard Fire Fighter Turnout Gear	12,525.70	12,525.70	7,787.62	4,738.08
Public Safety:				
Fire Department	11,568.02	11,568.02	7,443.38	4,124.64
Streets and Roads:				
Road Equipment Repair and Maintenance	7,801.74	7,801.74	2,166.97	5,634.77
Road Repair and Maintenance	2,368.36	2,368.36	2,368.36	
Safety Equipment	1,592.96	1,592.96	1,592.96	
Snow Removal	12,895.67	12,895.67	12,895.67	
Sanitation:				
Garbage Collection/Recycling	2,822.55	2,822.55	273.00	2,549.55
Fire Hydrant Service	84.86	84.86		84.86
Public Buildings and Grounds:				
Other Expenses	7,815.67	7,815.67	6,852.88	962.79
Health and Welfare:				
Board of Health	389.74	389.74	21.62	368.12
HBV Vaccination	160.00	160.00		160.00
PEOSHA Respiratory Program	424.55	424.55	324.12	100.43
Animal Control	10.00	10.00		10.00
Recreation and Education:				
Other Expenses	4,131.52	4,131.52	4,000.00	131.52
Celebration of Public Events	80.22	80.22		80.22
Electricity	14,222.34	14,222.34	3,919.94	10,302.40
Telephone	7,141.93	7,141.93	1,402.71	5,739.22
Propane	1,386.45	1,386.45	1,386.45	
Fuel Oil	12,336.63	12,336.63	944.01	11,392.62
Gasoline/Diesel Fuel	563.15	563.15	229.56	333.59
Municipal Court	5,355.78	5,355.78	3,778.02	1,577.76
Public Defender	6,282.00	6,282.00		6,282.00
Contribution to Senior Citizen Ctr. (N.J.S. 40:48-94)	1,000.00	1,000.00		1,000.00
Dedicated Revenues:				
State Uniform Construction Code:				
Construction Official	4,352.52	4,352.52	4,034.44	318.08
Total Other Expenses Within "CAPS"	<u>261,217.19</u>	<u>261,217.19</u>	<u>94,293.28</u>	<u>166,923.91</u>

Township of Wantage
Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2014

	<u>Balance,</u> <u>Dec. 31,</u> <u>2013</u>	<u>Balance</u> <u>after</u> <u>Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Deferred Charges and Statutory Expenditures				
Within "CAPS":				
Statutory Expenditures:				
Contribution To:				
Social Security System (O.A.S.I.)	7,297.33	7,297.33		7,297.33
Defined Contribution Program	689.23	689.23		689.23
Unemployment Compensation Insurance	1,649.55	1,649.55		1,649.55
Total Deferred Charges and Statutory Expenditures Within "CAPS"	<u>9,636.11</u>	<u>9,636.11</u>		<u>9,636.11</u>
Total General Appropriation Reserves Within "CAPS"	<u>284,507.25</u>	<u>284,507.25</u>	<u>96,440.97</u>	<u>188,066.28</u>
 Salaries & Wages Excluded From "CAPS":				
Animal control	<u>217.24</u>	<u>217.24</u>		<u>217.24</u>
Total Salary & Wages Excluded From "CAPS"	<u>217.24</u>	<u>217.24</u>		<u>217.24</u>
 Other Expenses Excluded From "CAPS":				
LOSAP	<u>40,000.00</u>	<u>40,000.00</u>	<u>40,000.00</u>	
Total Other Expenses Excluded from "CAPS"	<u>40,000.00</u>	<u>40,000.00</u>	<u>40,000.00</u>	
 Public and Private Programs Offset by Revenue				
Municipal Alliance				
Matching Funds - Other Expenses	1,512.49	1,512.49	1,512.49	
Municipal Alliance on Alcoholism & Drug Abuse	5,547.96	5,547.96	5,547.96	
NJ Transportation Trust Fund	9,225.70	9,225.70	9,205.36	20.34
Total Public and Private Programs Offset by Revenue	<u>16,286.15</u>	<u>16,286.15</u>	<u>16,265.81</u>	<u>20.34</u>
Capital Improvements				
Improvements to Various Roads	<u>134.98</u>	<u>134.98</u>	<u>134.98</u>	
Total Capital Improvements Excluded from "CAPS"	<u>134.98</u>	<u>134.98</u>	<u>134.98</u>	
 Deferred Charges				
Special Emergency- Other Expenses	<u>19,300.00</u>	<u>19,300.00</u>	<u>19,300.00</u>	
	<u>19,300.00</u>	<u>19,300.00</u>	<u>19,300.00</u>	
 Total General Appropriations Excluded From "CAPS"	<u>75,938.37</u>	<u>75,938.37</u>	<u>75,700.79</u>	<u>237.58</u>
Total General Appropriation Reserves	<u>360,445.62</u>	<u>360,445.62</u>	<u>172,141.76</u>	<u>188,303.86</u>
	A		A-4	A-1

	Ref	
Unencumbered	A	220,533.32
Encumbered	A	<u>139,912.30</u>
		<u>360,445.62</u>

Township of Wantage, N. J.

Schedule of Various Liabilities and Reserves

Current Fund

Year Ended December 31, 2014

<u>Liabilities and Reserves</u>	Balance		Increased	Decreased	Balance	
	Dec. 31, 2013				Dec. 31, 2014	
<u>Liabilities:</u>						
Due State of NJ DCA Building Surcharge		5,577.00		5,577.00		
Due State of NJ-Marriage License Fees	200.00	1,200.00		1,125.00		275.00
Tax Overpayments	9,144.01	67,112.28		55,732.76		20,523.53
<u>Reserves for:</u>						
Revaluation of Real Property	67,329.39			21,367.76		45,961.63
Sale of Municipal Assets - Foreclosed Property	11,012.50			11,012.50		
Sale of Municipal Assets - Township Auction	28,409.52			28,409.52		
Digital Tax Maps		76,000.00				76,000.00
	<u>116,095.42</u>	<u>149,889.28</u>		<u>123,224.54</u>		<u>142,760.16</u>
	A					A
<u>Ref.</u>						
Refund of Prior Year Taxes	A-1	67,112.28				
Balance Cancelled	A-1			0.02		
Anticipated As Revenue	A-2			39,422.00		
Budget Appropriations	A-3	76,000.00				
Cash Disbursed	A-4			81,434.41		
Cash Receipts	A-4	6,777.00				
Applied to Taxes Receivable	A-6			2,368.11		
		<u>149,889.28</u>		<u>123,224.54</u>		

Township of Wantage, N. J.
Schedule of Commitment Payable
Current Fund
Year Ended December 31, 2014

	<u>Ref.</u>	
Increased by:		
Transfer from Current Appropriations	A-3	<u>7,125.00</u>
Balance - December 31, 2014	A	<u>7,125.00</u>

Schedule of Prepaid Taxes
Current Fund
Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	A	162,747.86
Increased by:		
Receipts - Prepaid 2015 Taxes	A-4	<u>180,042.81</u>
		342,790.67
Decreased by:		
Applied to 2014 Taxes	A-6	<u>162,747.86</u>
Balance - December 31, 2014	A	<u>180,042.81</u>

Township of Wantage, N. J.
Schedule of County Taxes Payable

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>		
Balance - December 31, 2013	A		18,186.53
Increased by:			
Levy- 2014	A-6	6,255,689.11	
Added and Omitted Taxes	A-6	<u>3,829.34</u>	
	A-1		<u>6,259,518.45</u>
			<u>6,277,704.98</u>
Decreased by:			
Payments	A-4		<u>6,273,875.64</u>
Balance - December 31, 2014	A		<u><u>3,829.34</u></u>

A-19

Schedule of Local Regional School Taxes Payable

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>		
Increased by:			
Levy- 2014	A-1;A-6		<u><u>13,749,195.00</u></u>
Decreased by:			
Payments	A-4		<u><u>13,749,195.00</u></u>

Township of Wantage, N. J.
Schedule of Regional High School Taxes Payable

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Increased by:		
Levy- 2014	A-1;A-6	<u>6,990,218.00</u>
Decreased by:		
Payments	A-4	<u>6,990,218.00</u>

Schedule of Open Space Tax

Current Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Increased by:		
Levy- 2014		60,252.00
Added and Omitted		<u>30.95</u>
	A-1;A-6	<u>60,282.95</u>
Decreased by:		
Interfund - Other Trust Fund	A-11	<u>60,282.95</u>

Township of Wantage, N. J.

Schedule of Interfunds

Federal and State Grant Fund

Year Ended December 31, 2014

<u>Fund</u>	<u>Ref.</u>	Due From/(To)			Due From/(To)
		<u>Balance</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u>
		<u>Dec. 31, 2013</u>			<u>Dec. 31, 2014</u>
Current Fund	A	<u>12,554.92</u>	<u>122,380.00</u>	<u>37,046.67</u>	<u>97,888.25</u>
Grants Receivable	A-23		107,444.77		
Appropriated Grants	A-24			37,045.27	
Appropriated Grants - Matching Fund	A-24		3,179.00		
Unappropriated Grants	A-25		<u>11,756.23</u>	<u>1.40</u>	
			<u>122,380.00</u>	<u>37,046.67</u>	

Township of Wantage, N. J.

Schedule of Grants Receivable

Federal and State Grant Fund

Year Ended December 31, 2014

<u>Grant</u>	<u>Balance</u>	<u>Budget</u>	<u>Received</u>	<u>Transfer from</u>	<u>Balance</u>
	<u>Dec. 31, 2013</u>	<u>Revenue</u>		<u>Unappropriated Reserves</u>	<u>Dec. 31, 2014</u>
Recycling Tonnage Grant		9,099.00		9,099.00	
Municipal Court Alcohol Rehabilitation		422.00		422.00	
Municipal Alliance on Alcohol and Drug Abuse	8,301.10	12,716.00	11,655.77		9,361.33
NJ DEP Reforestation Project	27,600.00		27,600.00		
N.J. Transportation Trust Fund Auth.	32,500.00	132,500.00	32,500.00		132,500.00
Clean Communities		47,314.00	35,689.00	11,625.00	
	<u>68,401.10</u>	<u>202,051.00</u>	<u>107,444.77</u>	<u>21,146.00</u>	<u>141,861.33</u>
	A	A-2	A-22	A-25	A

Township of Wantage, N. J.

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2014

<u>Grant</u>	<u>Balance</u>	<u>Transfer</u>	<u>Expended</u>	<u>Balance</u>
	<u>Dec. 31, 2013</u>	<u>From 2014</u>		<u>Dec. 31, 2014</u>
Clean Communities Program	38,654.53	47,314.00	22,742.88	63,225.65
Recycling Tonnage	7,920.59	9,099.00	4,767.96	12,251.63
Municipal Court Alcohol Rehabilitation	830.58	422.00		1,252.58
Municipal Alliance:				
Local Share	810.37	3,179.00	1,906.89	2,082.48
State Share	11,593.52	12,716.00	7,627.54	16,681.98
N.J. Transportation Trust Fund Auth.	59,809.59	132,500.00		132,500.00
	<u>A</u>	<u>205,230.00</u>	<u>37,045.27</u>	<u>227,994.32</u>
			A-22	A
	<u>Ref.</u>			
State Grant Fund	A-3	202,051.00		
Matching Funds for Grants	A-22	3,179.00		
		<u>205,230.00</u>		

Township of Wantage, N. J.

Schedule of Unappropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2014

<u>Grant</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Transfer To</u> <u>Appropriated</u> <u>Reserves</u>	<u>Received</u>	<u>Cancel to</u> <u>Surplus</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Recycling Tonnage Grant	9,099.14	9,099.00	11,755.26	0.14	11,755.26
Clean Communities	11,625.09	11,625.00	0.97	1.06	0.00
Alcohol Education Rehabilitation Fund	422.20	422.00		0.20	
	<u>21,146.43</u>	<u>21,146.00</u>	<u>11,756.23</u>	<u>1.40</u>	<u>11,755.26</u>
	A	A-23	A-22	A-22	A

Township of Wantage, N.J.

Schedule of Cash - Treasurer

Trust Funds

Year Ended December 31, 2014

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>Other Trust Funds</u>	<u>Emergency Services Volunteer Length of Service Award Program</u>
Balance - December 31, 2013	B	<u>23,732.52</u>	<u>1,925,718.34</u>	<u>343,738.05</u>
Increased by Receipts:				
Dog License Fees	B-3	11,262.60		
Pound/Kennel/Late Fees	B-3	9,927.50		
Pre-Paid Licenses	B-4	3,398.00		
Dog License Fees - State Share	B-7	2,249.40		
Schedule of Interfunds	B-5;B-6	102.48	1,549,602.92	
Other Trust Funds	B-8		1,970,695.36	
Township Contributions	B-9			30,375.00
Schedule of Net Position Available for Benefits	B-10			<u>30,319.59</u>
Total Receipts		<u>26,939.98</u>	<u>3,520,298.28</u>	<u>60,694.59</u>
		<u>50,672.50</u>	<u>5,446,016.62</u>	<u>404,432.64</u>
Decreased by Disbursements:				
Interfund - Current Fund	B-5;B-6	21,690.83	1,545,078.35	
Other Trust Funds	B-8		1,919,963.18	
Distributions	B-10			13,655.56
Accounting Charges	B-10			<u>2,475.00</u>
Total Disbursements		<u>21,690.83</u>	<u>3,465,041.53</u>	<u>16,130.56</u>
Balance - December 31, 2014	B	<u>28,981.67</u>	<u>1,980,975.09</u>	<u>388,302.08</u>

Township of Wantage, N.J.
Schedule of Cash - Change Fund
Animal Control Trust Fund
Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	B	<u>100.00</u>
Balance - December 31, 2014	B	<u>100.00</u>

Township of Wantage, N.J.

Schedule of Reserve/(Deficit) for Animal Control Trust Fund Expenditures

Animal Control Trust Fund

Year Ended December 31, 2014

	<u>Ref.</u>		
Balance - December 31, 2013	B		20,634.52
Increased by:			
Dog License Fees	B-1	11,262.60	
Pre-paid Licenses Applied	B-4	2,698.80	
		<u>13,961.40</u>	
Pound/Kennel/Late Fees	B-1	9,927.50	
			<u>23,888.90</u>
			<u>44,523.42</u>
Decreased by:			
Interfund - Current Fund	B-6		<u>18,839.75</u>
Balance - December 31, 2014	B		<u><u>25,683.67</u></u>

License Fees Collected

<u>Year</u>	
2012	15,202.00
2013	15,690.80
	<u><u>30,892.80</u></u>

B-4

Schedule of Pre-Paid Dog Licenses

Animal Control Trust Fund

Year Ended December 31, 2014

	<u>Ref.</u>		
Balance - December 31, 2013	B		3,198.00
Increased by:			
Cash Received in 2014	B-1		<u>3,398.00</u>
			6,596.00
Decreased by:			
Prepaid Realized	B-3	2,698.80	
Applied to Due to State	B-7	499.20	
		<u>3,198.00</u>	
Balance - December 31, 2014	B		<u><u>3,398.00</u></u>

Township of Wantage, N.J.

Schedule of Interfund Accounts Receivable/(Payable)

Trust Fund

Year Ended December 31, 2014

	Due (to)/from Balance <u>Dec. 31, 2013</u>	<u>Increased</u>	<u>Decreased</u>
Current Fund	<u>4,524.57</u>	<u>1,545,078.35</u>	<u>1,549,602.92</u>
	B	B-1	B-1

Township of Wantage, N.J.

Schedule of Interfund Accounts Receivable/(Payable)

Animal Control Trust Fund

Year Ended December 31, 2014

		<u>Increased</u>	<u>Decreased</u>
Current Fund		<u>21,690.83</u>	<u>21,690.83</u>
	Cash Receipts	B-1 102.48	
	Cash Disbursements		B-1 21,690.83
Reserve for Animal Control Expenditures	B-3	18,839.75	
Due to State Department of Health	B-7	<u>2,748.60</u>	
		<u>21,690.83</u>	<u>21,690.83</u>

B-7

Schedule of Due To (From) State Department of Health

Animal Control Trust Fund

Year Ended December 31, 2014

	<u>Ref.</u>		
Balance - December 31, 2013			
Increased by:			
State Fees Collected	B-1	2,249.40	
Pre-Paid License Applied	B-4	<u>499.20</u>	
			<u>2,748.60</u>
Decreased by:			
Paid to State	B-6		<u>2,748.60</u>

Township of Wantage, N.J.

Schedule of Other Trust Funds

Trust Funds

Year Ended December 31, 2014

	Balance <u>Dec. 31, 2013</u>	<u>Increased</u>	<u>Decreased</u>	Balance <u>Dec. 31, 2014</u>
Municipal Court P.O.A.A. Fees	182.00			182.00
Affordable Housing	324,995.86	2,816.07		327,811.93
Tax Sale Premiums	420,100.00	130,900.00	85,900.00	465,100.00
Open Space	536,008.83	61,532.95	7,700.00	589,841.78
Accumulated Sick	3,069.87	1,000.00		4,069.87
Snow Removal	184,451.87	59,572.11	109,303.64	134,720.34
Escrow Deposits	203,998.42	39,875.54	53,394.13	190,479.83
Recreation	29,799.09	10,926.31	6,021.46	34,703.94
COAH	116,197.83	12,523.53		128,721.36
Payroll	5,717.47	1,644,698.77	1,649,339.95	1,076.29
Flexible Spending Account	8,771.82	6,850.08	8,304.00	7,317.90
Planning and Zoning Deposits	96,949.85			96,949.85
	<u>1,930,242.91</u>	<u>1,970,695.36</u>	<u>1,919,963.18</u>	<u>1,980,975.09</u>
	B	B-1	B-1	B

Township of Wantage, N.J.

Schedule of Contributions Receivable

Emergency Services Volunteer Length of Services Award Program

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	B	30,375.00
Increased by:		
Township Contributions - 2014	B-10	<u>31,059.00</u>
		61,434.00
Decreased by:		
Receipts	B-1	<u>30,375.00</u>
Balance - December 31, 2014	B	<u><u>31,059.00</u></u>

Township of Wantage, N.J.

Schedule of Net Position Available for Benefits

Emergency Services Volunteer Length of Services Award Program

Year Ended December 31, 2014

	<u>Ref.</u>		
Balance - December 31, 2013	B		374,113.05
Increased by:			
Gain or (Loss)	B-1	29,319.59	
Township Contributions - 2014	B-9	31,059.00	
Adjustment to 2013			
Township Contributions	B-1	<u>1,000.00</u>	
			<u>61,378.59</u>
			435,491.64
Decreased by:			
Withdrawals	B-1	13,655.56	
Accounting Charges	B-1	<u>2,475.00</u>	
			<u>16,130.56</u>
Balance - December 31, 2014	B		<u><u>419,361.08</u></u>

Township of Wantage, N.J.

General Capital Fund

Schedule of Cash

Year Ended December 31, 2014

	<u>Ref.</u>		
Balance - December 31, 2013	C;C-3		201,215.92
Increased by Receipts:			
Fund Balance	C-1	37,790.34	
Interfund Current	C-4	73,444.73	
Capital Improvement Fund	C-8	60,000.00	
Various Reserves	C-10	324,290.88	
Bond Anticipation Notes	C-11	<u>5,094,049.00</u>	
			<u>5,589,574.95</u>
			5,790,790.87
Decreased by Disbursements:			
Prepaid Expenditures	C-5	126,604.87	
Improvement Authorizations	C-9	681,904.09	
Various Reserves	C-10	<u>254,259.20</u>	
			<u>1,062,768.16</u>
Balance - December 31, 2014	C;C-3		<u><u>4,728,022.71</u></u>

Township of Wantage, N.J.
 Analysis of Cash
 General Capital Fund
 Year Ended December 31, 2014

	Balance Dec. 31, 2013	Receipts		Disbursements		Transfers		Balance Dec. 31, 2014
		BAN's	Miscellaneous	Improvement Authorizations	Miscellaneous	To	From	
Fund Balance	76,900.50		37,790.34			6,358.40	40,000.00	81,049.24
Capital Improvement Fund	49,326.97		60,000.00			43,665.88	122,480.00	30,512.85
Various Reserves	322,718.02		324,290.88		254,259.20	73,444.73		466,194.43
Interfund - Assessment Trust Fund					126,604.87			(126,604.87)
Prepaid Expenses			73,444.73				73,444.73	
Ordinance								
05-22 Various Capital Improvements	(140,004.00)			12,747.06				(140,004.00)
06-14 Imp. To Woodbourne Park	17,775.19			1,199.16				5,028.13
09-13 Various Capital Improvements	5,032.11			34,155.83				3,832.95
09-14 Amending Bond Ord 07-12 Various Capital Imp.	266,375.00							232,219.17
11-11 Acquisition of a Fire Engine and Associated Fire Equipment	29,253.32							29,253.32
12-03 Various Capital Improvements	48,389.29	4,281,039.00		12,434.00				4,316,994.29
13-07 Various Capital Improvements	(509,550.48)	813,010.00		235,038.21				68,421.31
13-11 Purchase of DPW Vehicle	35,000.00					10,000.00	35,000.00	
14-05 Purchase of DPW Vehicle						7,845.06		
14-06 Purchase of Self-Contained Breathing Apparatus				2,154.94				
14-07 Various Capital Improvements				51,179.18		52,000.00	820.82	(238,874.11)
14-14 Imp. To Colesville Fire Department				299,354.11		60,480.00		
				33,641.60		40,000.00		
	201,215.92	5,094,049.00	495,525.95	681,904.09	380,864.07	285,949.01	285,949.01	4,728,022.71

C,C-2

C,C-2

Township of Wantage, N.J.
Schedule of Due To (From) Current Fund
General Capital Fund
Year Ended December 31, 2014

	<u>Ref.</u>	
Increased by:		
Various Reserves	C-10	<u>73,444.73</u>
Decreased by:		
Cash Receipts	C-2	<u>73,444.73</u>

Schedule of Prepaid Expenditures
General Capital Fund
Year Ended December 31, 2014

Increased by:		
Cash Disbursements	C-2	<u>126,604.87</u>
Balance - December 31, 2014	C	<u>126,604.87</u>

Township of Wantage, N.J.

Schedule of Deferred Charges to Future
Taxation - Funded

General Capital Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	C	1,695,457.66
Increased by:		
DEP Loan Payable Issued	C-14	<u>978,716.39</u>
		2,674,174.05
Decreased by:		
Funded by Budget Appropriation		
General Serial Bonds	C-12	577,000.00
Green Acres Trust Loan	C-13	75,444.91
DEP Loan Payable	C-14	<u>24,311.29</u>
		<u>676,756.20</u>
Balance - December 31, 2014	C	<u><u>1,997,417.85</u></u>

Township of Wantage, N.J.
Schedule of Capital Improvement Fund
General Capital Fund
Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	C	49,326.97
Increased by:		
Budget Appropriation	C-2	60,000.00
Cancel Improvement Authorization	C-9	<u>43,665.88</u>
		<u>103,665.88</u>
		152,992.85
Appropriated to Finance Improvement Authorizations	C-9	<u>122,480.00</u>
Balance - December 31, 2014	C	<u><u>30,512.85</u></u>

Township of Wantage, N.J.

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2014

Ord. No.	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2013		2014 Authorizations	Expended	Cancelled	Balance Dec. 31, 2014	
				Funded	Unfunded				Funded	Unfunded
	<u>General Improvements:</u>									
06-14	Imp. To Woodbourne Park	08/10/06	262,500.00	17,775.19			12,747.06		5,028.13	
09-13	Various Capital Improvements	06/25/09	1,275,000.00	2,982.11			1,199.16			1,782.95
09-14	Amending Section 3 of Bond Ord. 2007-08 as Amended by Ord. 2007-12	06/25/09	437,000.00	266,375.00			34,155.83	173,989.00		58,230.17
11-11	Acquisition of a Fire Engine and Associated Fire Equipment	10/20/11	600,000.00	29,253.32						29,253.32
12-03	Various Capital Improvements	04/26/12	550,000.00	48,389.29			12,434.00			35,955.29
13-07	Various Capital Improvements	05/23/13	855,800.00	7,790.00			235,038.21			67,307.31
13-11	Purchase of DPW Vehicle	12/12/13	35,000.00	35,000.00				35,000.00		
14-05	Purchase of DPW Vehicle	03/06/14	10,000.00		10,000.00		2,154.94	7,845.06		
14-06	Purchase of Self-Contained Breathing Apparatus	03/06/14	52,000.00		52,000.00		51,179.18	820.82		
14-07	Various Capital Improvements	03/20/14	1,209,000.00		1,209,600.00		299,354.11		41,580.00	868,665.89
14-14	Imp. To Colesville Fire Department	08/21/14	40,000.00		40,000.00		33,641.60	6,358.40		
				60,565.19	642,669.24	1,311,600.00	681,904.09	224,013.28	47,722.13	1,061,194.93
				C	C		C-2	C	C	C;C-7
	Fund Balance		Ref.							
	Deferred Charges to Future Taxation - Unfunded		C-1		40,000.00			6,358.40		
	Capital Improvement Fund		C-7;C-15		1,149,120.00			173,989.00		
			C-8		122,480.00			43,665.88		
					1,311,600.00			224,013.28		

Township of Wantage, N.J.

Schedule of Various Reserves

General Capital Fund

Year Ended December 31, 2014

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2014</u>
Debt Service	76,824.00	320,000.00	227,426.00	169,398.00
Fire Equipment		10,000.00		10,000.00
Hose Replacement Program	1,415.60	5,000.00	1,120.20	5,295.40
Improvement to Various Roads	224,694.03	49,101.53		273,795.56
Office Equipment	600.00			600.00
Vehicle Maintenance	13,766.38	10,943.20	22,463.00	2,246.58
Pound Expansion	5,418.01	2,490.88	3,250.00	4,658.89
Recreation Fields		200.00		200.00
	<u>322,718.02</u>	<u>397,735.61</u>	<u>254,259.20</u>	<u>466,194.43</u>
	C			C
	<u>Ref.</u>			
Cash Disbursements	C-2		254,259.20	
Cash Receipts	C-2	324,290.88		
Interfund - Current Fund	C-4	73,444.73		
		<u>397,735.61</u>	<u>254,259.20</u>	

Township of Wantage, N.J.

Schedule of General Serial Bonds Payable

General Capital Fund

Year Ended December 31, 2014

Purpose	Date of Issue	Maturities of Bonds Outstanding, December 31, 2014	Interest Rate	Balance	
				Dec. 31, 2013	Dec. 31, 2014
		Date	Rate	Decreased	Balance
General Improvement Bonds of 2004	06/15/2004		4.00%	352,000.00	352,000.00
General Improvement Bonds of 2007	07/01/2007	07/01/15	4.25%	753,000.00	528,000.00
		07/01/16	4.25%	225,000.00	528,000.00
				<u>577,000.00</u>	<u>528,000.00</u>
				C	C
				C-6	C

Township of Wantage, N.J.

Schedule of Green Acres Trust Loan Payable

General Capital Fund

Year Ended December 31, 2014

Purpose	Date of Issue	Original Issue	Date	Maturities of Bonds Outstanding, December 31, 2014	Interest Rate	Balance		
						Dec. 31, 2013	Dec. 31, 2014	
Green Acres Loan	09/14/1996	400,000.00	3/14/2015 - 3/14/2016 09/14/15	See Notes	2.00%	60,360.37	23,784.39	36,575.98
Green Acres Loan	10/31/1997	150,000.00	6/26/2015 - 6/26/2017 12/26/2015 - 12/26/2016	See Notes	2.00%	35,125.38	8,743.40	26,381.98
Green Acres Loan	12/21/1998	150,000.00	3/21/2015 - 3/21/2018 9/21/2015 - 9/21/2018	See Notes	2.00%	44,171.70	8,486.26	35,685.44
Green Acres Loan	12/16/2003	445,936.69	2/12/2015 - 2/12/2023 8/12/2015 - 8/12/2023	See Notes	2.00%	250,199.50	22,839.41	227,360.09
Green Acres Loan	06/06/2009	250,000.00	6/6/2015 - 6/6/2028 12/6/2015 - 12/6/2028	See Notes	2.00%	200,600.71	11,591.45	189,009.26
						<u>590,457.66</u>	<u>75,444.91</u>	<u>515,012.75</u>
						C	C-6	C

Township of Wantage, NJ

Schedule of NJDEP Dam Restoration Loan

General Capital Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Increased by:		
Loan Issued	C-6	978,716.39
Decreased by:		
Principal Matured	C-6	24,311.29
Balance - December 31, 2014	C	954,405.10

Schedule of Principal and Interest Payments Outstanding December 31, 2014

<u>Payment Number</u>	<u>Maturity Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Loan Balance</u>
				954,405.10
2	03/31/15	24,554.40	9,544.05	929,850.70
3	09/30/15	24,799.94	9,298.51	905,050.76
4	03/31/16	25,047.94	9,050.51	880,002.82
5	09/30/16	25,298.42	8,800.03	854,704.40
6	03/31/17	25,551.41	8,547.04	829,152.99
7	09/30/17	25,806.92	8,291.53	803,346.07
8	03/31/18	26,064.99	8,033.46	777,281.08
9	09/30/18	26,325.64	7,772.81	750,955.44
10	03/31/19	26,588.89	7,509.55	724,366.55
11	09/30/19	26,854.78	7,243.67	697,511.77
12	03/31/20	27,123.33	6,975.12	670,388.44
13	09/30/20	27,394.56	6,703.88	642,993.88
14	03/31/21	27,668.51	6,429.94	615,325.37
15	09/30/21	27,945.20	6,153.25	587,380.17
16	03/31/22	28,224.65	5,873.80	559,155.52
17	09/30/22	28,506.89	5,591.56	530,648.63
18	03/31/23	28,791.96	5,306.49	501,856.67
19	09/30/23	29,079.88	5,018.57	472,776.79

Township of Wantage, NJ

Schedule of NJDEP Dam Restoration Loan

General Capital Fund

Year Ended December 31, 2014

Schedule of Principal and Interest Payments Outstanding December 31, 2014

<u>Payment Number</u>	<u>Maturity Date</u>	<u>Principal</u>	<u>Interest</u>	<u>Loan Balance</u>
20	03/31/24	29,370.68	4,727.77	443,406.11
21	09/30/24	29,664.39	4,434.06	413,741.72
22	03/31/25	29,961.03	4,137.42	383,780.69
23	09/30/25	30,260.64	3,837.81	353,520.05
24	03/31/26	30,563.25	3,535.20	322,956.80
25	09/30/26	30,868.88	3,229.57	292,087.92
26	03/31/27	31,177.57	2,920.88	260,910.35
27	09/30/27	31,489.35	2,609.10	229,421.00
28	03/31/28	31,804.24	2,294.21	197,616.76
29	09/30/28	32,122.28	1,976.17	165,494.48
30	03/31/29	32,443.50	1,654.94	133,050.98
31	09/30/29	32,767.94	1,330.51	100,283.04
32	03/31/30	33,095.62	1,002.83	67,187.42
33	09/30/30	33,426.57	671.87	33,760.85
34	03/31/31	33,760.85	337.61	0.00
		<u>954,405.10</u>	<u>170,843.72</u>	

Township of Wantage, N.J.

Schedule of Bond And Notes Authorized But Not Issued

General Capital Fund

Year Ended December 31, 2014

Ord. No.	<u>Improvement Description</u>	Balance	2014	Bond	Balance
		<u>Dec. 31, 2013</u>	<u>Authorizations</u>	<u>Anticipation Notes Issued</u>	<u>Dec. 31, 2014</u>
05-22	Various Capital Improvements	140,004.00			140,004.00
13-07	Various Capital Improvements	813,010.00		813,010.00	
14-07	Various Capital Improvements		1,149,120.00	1,149,120.00	
		<u>953,014.00</u>	<u>1,149,120.00</u>	<u>1,962,130.00</u>	<u>140,004.00</u>
		Footnote C	C-9		Footnote C

Township of Wantage, N.J.
Schedule of Cash-Treasurer
Public Assistance Fund
Year Ended December 31, 2014

	<u>Ref.</u>	<u>P.A.T.F.</u> <u>Account #1</u>
Balance - December 31, 2013	D;D-3	10,000.00
Increased by Receipts:		
Interest	D-4	<u>25.17</u>
		10,025.17
Decreased by Disbursements:		
Disbursed to Current Fund	D-5	<u>25.17</u>
Balance - December 31, 2014	D;D-3	<u><u>10,000.00</u></u>

Township of Wantage, N.J.

Schedule of Cash and Reconciliation Per N.J.S.A. 40A:5-5

Public Assistance Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2014	D-1	10,000.00
Increased by:		
Cash Receipts Record		<u>10.22</u>
Balance - May 31, 2015		<u><u>10,010.22</u></u>
<u>Reconciliation - May 31, 2015</u>		<u>P.A.T.F.</u>
		<u>Account #1</u>
Balance on Deposit per Statement of:		
Lakeland Bank		
Checking		<u>10,010.22</u>
Balance - May 31, 2015		<u><u>10,010.22</u></u>

Township of Wantage, N.J.
Schedule of Cash and Reconciliation
Public Assistance Fund
Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	D	10,000.00
Increased by Receipts:		
Cash Receipts Record	D-4	<u>25.17</u>
		10,025.17
Decreased by Disbursements:		
Cash Disbursements Record	D-5	<u>25.17</u>
Balance - December 31, 2014	D	<u><u>10,000.00</u></u>

	P.A.T.F. <u>Account #1</u>
<u>Reconciliation - December 31, 2014</u>	
Balance on Deposit per Statement of:	
Lakeland Bank	
Checking	10,025.17
Less: Outstanding Checks	<u>25.17</u>
Balance - December 31, 2014	<u><u>10,000.00</u></u>

Township of Wantage, N.J.
Schedule of Revenues
Public Assistance Fund
Year Ended December 31, 2014

	<u>Ref.</u>	<u>P.A.T.F.</u> <u>Account #1</u>
Interest Earned	D-5	<u>25.17</u>
Total Revenues (P.A.T.F.)		<u>25.17</u>
Total Receipts		<u><u>25.17</u></u>
		D-1;D-3

Township of Wantage, N.J.

Schedule of Reserve for Public Assistance

Public Assistance Fund

Year Ended December 31, 2014

	<u>Ref.</u>	
Balance - December 31, 2013	D	10,000.00
Increased by:		
Interest Earned	D-4	<u>25.17</u>
		10,025.17
Decreased by:		
Disbursed to Current Fund	D-3	<u>25.17</u>
Balance - December 31, 2014	D	<u><u>10,000.00</u></u>

TOWNSHIP OF WANTAGE

PART II

**LETTER ON INTERNAL CONTROL AND
ON COMPLIANCE AND OTHER MATTERS**

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2014

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

Charles J. Ferraioli, Jr., MBA, CPA, RMA
Steven D. Wielkotz, CPA, RMA
James J. Cerullo, CPA, RMA
Paul J. Cuva, CPA, RMA
Thomas M. Ferry, CPA, RMA

Certified Public Accountants
401 Wanaque Avenue
Pompton Lakes, New Jersey 07442
973-835-7900
Fax 973-835-6631

Newton Office
100B Main Street
Newton, N.J. 07860
973-579-3212
Fax 973-579-7128

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

Honorable Mayor and
Members of the Township Committee
Township of Wantage
Wantage, NJ 07461

We have audited, in accordance with auditing standards generally accepted in the United States of America; audit requirements as 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, the financial statements-regulatory basis of the Township of Wantage in the County of Sussex as of and for the year ended December 31, 2014 and the related notes to the financial statements, and have issued our report thereon dated June 30, 2015, which was adverse due to being presented in accordance with New Jersey regulatory basis of accounting. The regulatory basis opinion was qualified for the Fixed Asset account group and the Length of Services Award Program not being audited.

Internal Control Over Financial Reporting

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



Honorable Mayor and
Members of the Township Committee
Page 2

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

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 Township of Wantage internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Wantage internal controls and compliance. Accordingly, this communication is not suitable for any other purpose.



Thomas M. Ferry, C.P.A.
Registered Municipal Accountant
No. 497

Ferraioli, Wielkotz Cerullo & Cuva, P.A.
FERRAIOLI, WIELKOTZ, CERULLO & CUVA, P.A.
Certified Public Accountants

Newton, New Jersey

June 30, 2015



GENERAL COMMENTS

Cash Balance

Cash balances in all funds were verified by independent certificates obtained from the depositories as of December 31, 2014, and June 30, 2015, in connection with the supplemental reconciliations made for all officials. Cash on hand was counted on that date.

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

N.J.S.A. 40A:11-3 states:

- a. "When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution, as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. of section 9 of P.L. 1971, c.198 (C.40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to \$25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.
- b. Any contracts made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to subparagraph (i) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, c.198 (C.40A:11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.
- c. The Governor, in consultation with the Department of the Treasury, shall, no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L. 1999, c.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L. 1971, c.198 (C.40A:11-2), and shall round the adjustment to the nearest \$1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. That adjustment shall become effective on July 1 of the year in which it is made."

N.J.S.A. 40A:11-4 states: "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsection b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder."

GENERAL COMMENTS (CONTINUED)

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

Effective January 1, 2011, the bid threshold in accordance with N.J.S. 40A:11-3 and 40A:11-4 (as amended) is \$17,500.00 and with a qualified purchasing agent the threshold may be up to \$36,000.00.

The Governing Body of the Township of Wantage have the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year and where question arises as to whether any contract or agreement might result in violation of the statute, the Township Attorney's opinion should be sought before a commitment is made.

The minutes indicated the bids were requested by public advertising per N.J.S.A. 40A:11-4. The minutes also indicated that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

Inasmuch as the system of records did not provide for the accumulation of payments for categories for the performance of any work or the furnishing or hiring of any material or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violation existed. None were noted.

Our review of the Township's minutes indicated that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of the statutory threshold "for the performance of any work or the furnishing or hiring of any materials or supplies," other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 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 on January 2, 2014 adopted the following resolution authorizing interest to be charged on delinquent taxes:

BE IT RESOLVED, that interest shall apply at the rate of 8 per cent per annum on all taxes which are unpaid and delinquent after the respective quarterly due dates; provided, however, that the said interest shall not be charged if the taxes are paid within the period of ten days after the respective due dates but if such taxes are not paid within the aforesaid period of ten days, interest on such unpaid taxes shall accrue from the respective due dates; and shall accrue at the rate of 18% per cent per annum on any unpaid taxes and delinquent taxes in excess of \$1,500.00.

It appears from an examination of the Collector's records that interest was generally collected in accordance with the forgoing resolutions.

GENERAL COMMENTS (CONTINUED)

Delinquent Taxes and Tax Title Liens

The last tax sale was held on December 3, 2014 and was complete except for parcels in the process of bankruptcy.

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

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

<u>Year</u>	<u>Number of Liens</u>
2014	38
2013	35
2012	49

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.

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services.

The result of the test which was made as of December 31, 2014 is not yet known, but a separate report will be rendered if any irregularities are developed.

In addition, analytical review procedures were utilized to ascertain the validity of the receivables.

OTHER COMMENTS

Municipal Court

The report required by statute covering the accounts of the Municipal Court has been filed under separate cover with the Judge, Township Clerk and Division of Local Government Services. Comments regarding the financial records maintained by the Court Clerk are covered in this report.

RECOMMENDATIONS

NONE

Status of Prior Year's Audit Findings/Recommendations

A review was performed on all prior year's recommendations and corrective action was taken on all.

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

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

Very truly yours,



Thomas M. Ferry, C.P.A.
Registered Municipal Accountant
No. 497

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.

Ferraioli, Wielkotz, Cerullo & Cuva, P.A.
Certified Public Accountants