

BOROUGH OF OAKLAND
County of Bergen, New Jersey

NJ Comprehensive Annual Financial Report
Year Ended December 31, 2011

BOROUGH OF OAKLAND
NJ Comprehensive Annual Financial Report
Year Ended December 31, 2011
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NJ Comprehensive Annual Financial Report

Introductory Section

BOROUGH OF OAKLAND
Roster of Officials
Year Ended December 31, 2011

Name	Title	Term Expires
Linda Schwager	Mayor	12/31/15
Christopher Visconti	Councilman	12/31/12
Pasquale Pignatelli	Councilman	12/31/12
Sandra Coira	Councilwoman	12/31/14
Elizabeth Stagg	Councilwoman	12/31/14
Karen F. Marcalus	Councilwoman	12/31/13
Timothy Jensen	Councilman	12/31/13
Richard Kunze	Administrator	
Lisa Duncan	Municipal Clerk	
	Assessment Search Officer	
James Mangin	Chief Financial Officer	
	Treasurer	
Ellen Amorino	Tax Collector	
	Utility Collector	
	Tax Search Officer	
Nancy Lightbody	Water/Sewer Account Clerk	
Marjorie Angermueller	Payroll Supervisor	
Karin Dubowick	Registrar of Vital Statistics	
Brian Chewcaskie, Esq.	Borough Attorney	
Di Maria & Di Maria LLP	Borough Auditor	
Rogut McCarthy, LLC	Bond Counsel	
Matthew J. Giacobbe, Esq.	Labor Attorney	
Boswell McClave Engineering	Borough Engineer	
Crew Engineers	Water & Sewer Engineers	
Joseph Burgis	Planner	
Scott Holzhauer	Tax Assessor	
Edward Kasper	Chief of Police	
John A. Conte Jr., Esq.	Municipal Court Judge	12/31/13
Dawn Baron	Municipal Court Administrator	
Terrie Mallone	Violations Clerk	
Thomas Buonocore, Esq.	Prosecutor	
Robert Fortunato, Esq.	Public Defender	
Daniel Hagberg	Construction Code Official	
	Fire Official	
Joseph Montemarano	Building Sub-Code Official	
Thomas Zaconie	Plumbing Sub-Code Official	
Christopher Walthour	Electrical Sub-Code Official	
Ralph Porrino	Fire Sub-Code Official	
Brown & Brown	Risk Management Consultants	
Vozza Agency	Health Benefits Risk Management Consultants	

BOROUGH OF OAKLAND
NJ Comprehensive Annual Financial Report
Financial Section

Di Maria & Di Maria LLP

Accountants & Consultants

245 Union Street
Lodi, New Jersey 07644
Voice 973.779.6890
Facsimile 973.779.6891

Independent Auditors' Report

Honorable Mayor and Members of the Borough Council
Borough of Oakland, County of Bergen, New Jersey

We have audited the accompanying statements of financial position - regulatory basis of the various funds of the Borough of Oakland, State of New Jersey, as of and for the years ended December 31, 2011 and 2010, and the related statements of operations and changes in fund balance - regulatory basis, and statement of revenue and expenditures - regulatory basis as listed in the table of contents. These financial statements are the responsibility of the Borough's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the Borough of Oakland prepares its financial statements in conformity with accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between the regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Independent Auditors' Report (Continued)

In our opinion, because of the Borough of Oakland's requirement to prepare its financial statements on the basis of accounting discussed in preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the various funds of the Borough of Oakland, State of New Jersey, as of December 31, 2011 and 2010, or the results of its operations and changes in fund balance for the years then ended.

Furthermore, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the various funds of the Borough of Oakland, State of New Jersey at December 31, 2011 and 2010, and the results of its operations and the changes in fund balance of the individual funds for the years then ended, and the revenues and expenditures of the various funds for the years ended December 31, 2011 and 2010 in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2012 on our consideration of the Borough of Oakland, State of New Jersey internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Independent Auditors' Report (Continued)

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedules of expenditures of federal awards and/or state financial assistance are presented for the purpose of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and State of New Jersey's Office of Management and Budget Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, and are not a required part of the financial statements. In addition, the supplementary financial statement presented for the various funds are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements of each of the respective individual funds and account groups taken as a whole.

DI MARIA & DI MARIA LLP
Accountants and Consultants

Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463

June 30, 2012

BOROUGH OF OAKLAND
COMBINED STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE
ALL FUND TYPES AND ACCOUNT GROUPS
December 31, 2011
(With Comparative Totals for 2010)

A-1

	Current Fund	Federal and State Grant Fund	Trust Fund	General Capital Fund	Water Utility Operating Fund	Water Utility Capital Fund	Sewer Utility Operating Fund	Sewer Utility Capital Fund	Sewer Assessment Trust	Fixed Asset Account Group	Totals (Memorandum Only)	
											2011	2010
<u>ASSETS AND OTHER DEBITS</u>												
Cash	\$ 4,521,213	\$ 77,048	\$ 4,153,828	\$ 828,223	\$ 610,547	\$ 619,836	\$ 234,498	\$ 96,616	\$ -	\$ -	\$ 11,141,809	\$ 14,040,639
Deferred Compensation Assets	-	-	586,044	-	-	-	-	-	-	-	586,044	556,516
Taxes Receivable	1,216,835	-	-	-	-	-	-	-	-	-	1,216,835	1,217,956
Assessments Receivable	-	-	-	-	-	-	-	-	1,800	-	1,800	1,800
Consumer Accounts Receivable	-	-	-	-	249,108	-	53,532	-	-	-	302,640	344,745
Interfunds Receivable	-	-	106	-	-	-	-	-	-	-	106	165,239
Intergovernmental Receivable	1,129	204,028	-	496,725	-	-	-	-	-	-	701,882	649,731
Deferred Charges	169,590	-	-	14,119,521	-	-	-	-	-	-	14,289,111	17,414,960
Fixed Capital	-	-	-	-	-	10,589,757	-	74,100	-	-	10,663,857	10,663,857
Fixed Capital Authorized & Uncompleted	-	-	-	-	-	2,778,587	-	979,000	-	-	3,757,587	1,820,587
Fixed Assets	-	-	-	-	-	-	-	-	-	24,937,791	24,937,791	24,937,791
Total Assets and Other Debits	\$ 5,908,767	\$ 281,076	\$ 4,739,978	\$ 15,444,469	\$ 859,655	\$ 13,988,180	\$ 288,030	\$ 1,149,716	\$ 1,800	\$ 24,937,791	\$ 67,599,462	\$ 71,813,821
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>												
Accounts Payable	\$ 32,132	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,786	\$ -	\$ -	\$ -	\$ 34,918	\$ -
Interfunds Payable	106	-	-	-	-	-	-	-	-	-	106	165,239
Reserve for Encumbrances	535,975	30,854	-	446,921	31,223	75,605	20,417	111,196	-	-	1,252,191	1,104,397
Appropriation Reserves	792,114	-	-	-	86,929	-	34,669	-	-	-	913,712	-
Other Liabilities and Reserves	809,034	250,222	4,739,978	562,048	79,516	10,113,861	20,579	119,100	-	-	16,694,338	18,789,025
Improvement Authorizations	-	-	-	3,685,278	-	2,122,783	-	637,420	-	-	6,445,481	5,175,672
Intergovernmental Payable	14,201	-	-	-	-	-	-	-	-	-	14,201	9,587
Serial Bonds Payable	-	-	-	3,485,000	-	1,524,000	-	-	-	-	5,009,000	6,204,000
Bond Anticipation Notes Payable	-	-	-	6,853,177	-	-	-	282,000	-	-	7,135,177	10,224,620
Loan Payable	-	-	-	-	-	-	-	-	-	-	-	10,539
Reserve for Receivables & Other Assets	1,216,835	-	-	-	249,108	-	53,532	-	1,800	-	1,521,275	1,659,521
Reserve for Investment in Fixed Assets	-	-	-	-	-	-	-	-	-	24,937,791	24,937,791	24,937,791
Fund Balance	2,508,370	-	-	412,045	412,879	151,931	156,047	-	-	-	3,641,272	3,533,430
Total Liabilities, Reserves and Fund Balance	\$ 5,908,767	\$ 281,076	\$ 4,739,978	\$ 15,444,469	\$ 859,655	\$ 13,988,180	\$ 288,030	\$ 1,149,716	\$ 1,800	\$ 24,937,791	\$ 67,599,462	\$ 71,813,821

The accompanying Notes to Financial Statements
are an integral part of this statement.

BOROUGH OF OAKLAND
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE -
STATUTORY BASIS
Year Ended December 31, 2011

	Current Fund	Water Utility Fund	Sewer Utility Fund	Total
REVENUES AND OTHER CREDITS TO INCOME				
Revenues:				
Fund Balance Anticipated	\$ 486,000	\$ 50,000	\$ 25,000	\$ 561,000
Utility Rents	-	1,838,388	398,255	2,236,643
Miscellaneous	3,136,471	11,631	-	3,148,102
Deficit (General Budget)	-	-	-	-
Fund Balance - Water Capital	-	-	-	-
Receipts from Delinquent Taxes	33,579	-	-	33,579
Amount to be Raised by Taxation - Municipal	13,368,227	-	-	13,368,227
Amount to be Raised by Taxation - Library	855,637	-	-	855,637
Total Revenues	17,879,914	1,900,019	423,255	20,203,188
Other Credits to Income	40,888,360	66,402	39,626	40,994,388
Total Revenues and Other Credits to Income	\$ 58,768,274	\$ 1,966,421	\$ 462,881	\$ 61,197,576
EXPENDITURES AND OTHER CHARGES TO INCOME				
Expenditures:				
Within "CAPS":				
Operations:				
Salaries and Wages	\$ 6,359,385	\$ -	\$ -	\$ 6,359,385
Other Expenses	6,359,116	-	-	6,359,116
Deferred Charges	-	-	-	-
Statutory Expenditures	1,548,700	-	-	1,548,700
Excluded From "CAPS":				
Operations:				
Salaries and Wages	495,420	524,900	94,500	1,114,820
Other Expenses	746,437	738,290	228,059	1,712,786
Capital Improvements	208,000	75,468	19,279	302,747
Debt Service	1,205,476	481,950	5,601	1,693,027
Deferred Charges	647,600	99,392	22,061	769,053
Judgments	-	-	-	-
Deficit in Operations in Prior Years	-	-	-	-
Surplus (General Budget)	-	-	-	-
Reserve for Uncollected Taxes	247,300	-	-	247,300
Total Expenditures	17,817,434	1,920,000	369,500	20,106,934
Other Charges to Income	40,305,758	-	-	40,305,758
Total Expenditures and Charges to Income	\$ 58,123,192	\$ 1,920,000	\$ 369,500	\$ 60,412,692
Statutory Excess to Fund Balance	645,082	46,421	93,381	784,884
Deferred Charges to Budget of Succeeding Year	120,000	-	-	120,000
Fund Balance, January 1	2,229,288	416,458	87,666	2,733,412
	2,994,370	462,879	181,047	3,638,296
Decreased by:				
Utilization as Anticipated Revenue	486,000	50,000	25,000	561,000
Fund Balance, December 31	\$ 2,508,370	\$ 412,879	\$ 156,047	\$ 3,077,296

BOROUGH OF OAKLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
STATUTORY BASIS - BUDGET AND ACTUAL -- CURRENT FUND
Year Ended December 31, 2011

	Budget as Modified	Actual	Variance
<u>REVENUES AND OTHER CREDITS TO INCOME</u>			
Revenues:			
Fund Balance Anticipated	\$ 486,000	\$ 486,000	\$ -
Miscellaneous Revenues	3,205,269	3,136,471	(68,798)
Receipts from Delinquent Taxes	122,300	33,579	(88,721)
Amount to be Raised by Taxation - Municipal	13,028,228	13,368,227	339,999
Amount to be Raised by Taxation - Library	855,637	855,637	-
Total Revenues	17,697,434	17,879,914	182,480
Other Credits to Income	40,283,319	40,888,360	605,041
Total Revenues and Other Credits to Income	<u>\$ 57,980,753</u>	<u>\$ 58,768,274</u>	<u>\$ 787,521</u>
<u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>			
Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 6,359,385	\$ 6,359,385	\$ -
Other Expenses	6,359,116	6,359,116	-
Deferred Charges	-	-	-
Statutory Expenditures	1,548,700	1,548,700	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	495,420	495,420	-
Other Expenses	746,437	746,437	-
Capital Improvements	208,000	208,000	-
Municipal Debt Service	1,205,476	1,205,476	-
Deferred Charges	647,600	647,600	-
Reserve for Uncollected Taxes	247,300	247,300	-
Total Expenditures	17,817,434	17,817,434	-
Other Charges to Income	40,283,319	40,305,758	22,439
Total Expenditures and Charges to Income	<u>\$ 58,100,753</u>	<u>\$ 58,123,192</u>	<u>\$ 22,439</u>
Statutory Excess to Fund Balance		645,082	
Deferred Charges to Budget of Succeeding Year		120,000	
Fund Balance, January 1		2,229,288	
		<u>\$ 2,994,370</u>	
Decreased by:			
Utilization as Anticipated Revenue		486,000	
Fund Balance, December 31		<u>\$ 2,508,370</u>	

The accompanying Notes to Financial Statements
are an integral part of this statement.

BOROUGH OF OAKLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
STATUTORY BASIS - BUDGET AND ACTUAL -- WATER UTILITY OPERATING FUND
Year Ended December 31, 2011

	Budget as Modified	Actual	Variance
<u>REVENUES AND OTHER CREDITS TO INCOME</u>			
Revenues:			
Fund Balance Anticipated	\$ 50,000	\$ 50,000	\$ -
Rents	1,866,000	1,838,388	(27,612)
Miscellaneous	4,000	11,631	7,631
Deficit (General Budget)	-	-	-
Total Revenues	1,920,000	1,900,019	(19,981)
Other Credits to Income	-	66,402	66,402
Total Revenues and Other Credits to Income	<u>\$ 1,920,000</u>	<u>\$ 1,966,421</u>	<u>\$ 46,421</u>
<u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>			
Expenditures:			
Operations:			
Salaries and Wages	\$ 524,900	\$ 524,900	\$ -
Other Expenses	738,290	738,290	-
Capital Improvements	75,468	75,468	-
Debt Service	481,950	481,950	-
Deferred Charges	-	-	-
Statutory Expenditures	99,392	99,392	-
Judgments	-	-	-
Deficit in Operations in Prior Years	-	-	-
Surplus (General Budget)	-	-	-
Total Expenditures	1,920,000	1,920,000	-
Other Charges to Income	-	-	-
Total Expenditures and Charges to Income	<u>\$ 1,920,000</u>	<u>\$ 1,920,000</u>	<u>\$ -</u>
Statutory Excess to Fund Balance		46,421	
Deferred Charges to Budget of Succeeding Year		-	
Fund Balance, January 1		416,458	
		462,879	
Decreased by:			
Utilization as Anticipated Revenue		50,000	
Fund Balance, December 31		<u>\$ 412,879</u>	

BOROUGH OF OAKLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
STATUTORY BASIS - BUDGET AND ACTUAL -- SEWER UTILITY OPERATING FUND
Year Ended December 31, 2011

	Budget as Modified	Actual	Variance
<u>REVENUES AND OTHER CREDITS TO INCOME</u>			
Revenues:			
Fund Balance Anticipated	\$ 25,000	\$ 25,000	\$ -
Rents	344,500	398,255	53,755
Miscellaneous	-	-	-
Deficit (General Budget)	-	-	-
Total Revenues	369,500	423,255	53,755
Other Credits to Income	-	39,626	39,626
Total Revenues and Other Credits to Income	<u>\$ 369,500</u>	<u>\$ 462,881</u>	<u>\$ 93,381</u>
<u>EXPENDITURES AND OTHER CHARGES TO INCOME</u>			
Expenditures:			
Operations:			
Salaries and Wages	\$ 94,500	\$ 94,500	\$ -
Other Expenses	228,059	228,059	-
Capital Improvements	19,279	19,279	-
Debt Service	5,601	5,601	-
Deferred Charges	-	-	-
Statutory Expenditures	22,061	22,061	-
Judgments	-	-	-
Deficit in Operations in Prior Years	-	-	-
Surplus (General Budget)	-	-	-
Total Expenditures	369,500	369,500	-
Other Charges to Income	-	-	-
Total Expenditures and Charges to Income	<u>\$ 369,500</u>	<u>\$ 369,500</u>	<u>\$ -</u>
Statutory Excess to Fund Balance		93,381	
Deferred Charges to Budget of Succeeding Year		-	
Fund Balance, January 1		87,666	
		<u>\$ 181,047</u>	
Decreased by:			
Utilization as Anticipated Revenue		25,000	
Fund Balance, December 31		<u>\$ 156,047</u>	

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 1 - Reporting Entity, Organization and Function

A. Introduction

The Borough of Oakland (the "Borough") is a municipal corporation of the State of New Jersey located in the county of Bergen and is located approximately 20 miles west of the City of New York. The Borough's population according to the 2010 census is 12,754.

The Borough operates under a "Mayor-Council" form of government. The Mayor is the chief executive officer. The Borough operates on a calendar fiscal year, January 1 to December 31.

The municipal budget includes the following generally stated municipal services:

- General Government Functions
- Land Use Administration Functions
- Public Safety Functions
- Health and Human Service Functions
- Park and Recreation Functions
- Educational Functions
- Code Enforcement Functions
- Municipal Court Functions
- Capital Improvements
- Debt Service

B. Component Units

The financial statements of the component units of the municipality are not presented in accordance with Governmental Accounting Standards Board Statement No. 14. If the provisions of GASBS No. 14 had been complied with, the financial statements of the following component units would have been either blended or discretely presented with the financial statements of the municipality:

- Volunteer Fire Department
- Volunteer Ambulance Corp.
- Free Public Library

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies

Financial Statement Reporting

The financial statements contain all applicable funds and account groups in accordance with the "Requirements of Audit" and the "N.J. Comprehensive Annual Financial Report" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. 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 municipality accounts for its financial transactions through the following separate funds which differs from the funds required by generally accepted accounting principles (GAAP).

Basis of Accounting

A modified accrual basis of accounting is followed with minor exceptions. Accounting principles prescribed for New Jersey municipalities by the Department of Community Affairs, Division of Local Government Services differ in certain respects from generally accepted accounting principles applicable to local government units.

Use of Estimates

The preparation of the financial statements requires management to make certain estimates and assumptions that affect assets, liabilities, revenues and expenditures during and as of the end of the reporting period. Accordingly, actual results may differ from those estimates.

Reclassifications and Restatements

Certain reclassifications and restatements have been made to 2007 and prior amounts.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

A. Funds and Account Groups

The accounts are organized into the following funds and account groups:

Current Fund - The Current Fund accounts for resources and expenditures for governmental operations of a general nature.

Federal and State Grant Fund - The Federal and State Grant Fund accounts for the budgeted and unbudgeted revenue/receipt, expenditure/disbursement of federal and state grants which qualify for accounting treatment more closely related to GAAP.

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

General Capital Fund - The General Capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. It is also the only fund, other than the Current Fund, that possesses the statutory authority to issue debt.

General Fixed Asset Account Group - The General Fixed Asset Account Group accounts for Township owned real and personal property in accordance with Technical Accounting Directive #85-2.

Water & Sewer Utility Funds - The Water and Sewer Utility Funds are used to account for the revenues and expenditures for the operation of the water and sewer utilities and the related assets and liabilities. Acquisition or improvement of capital facilities and assets are accounted for in the capital section of the funds.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

B. Budgets and Budgetary Accounting

The municipality must adopt an annual budget in accordance with N.J.S.A. 40A:4 et al. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten (10) days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight (28) days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the municipality's financial statements.

C. Cash and Investments

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The cash management plan adopted by the municipality requires that funds be deposited in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires government units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units. All certificates of deposit are recorded as cash regardless of date of maturity.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

D. Interfunds

Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. 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.

E. Inventories of Supplies

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.

F. General Fixed Assets

Property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Accounting for Governmental Fixed Assets, as promulgated by Technical Accounting Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the Directive. Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation on general fixed assets is recorded 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.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

G. Foreclosed Property

Foreclosed property is recorded in the Current Fund at the assessed value when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Asset Account Group. If such property is converted to a municipal use, it will be capitalized in the General Fixed Asset Account Group. GAAP requires property to be recorded in the General Fixed Asset Account Group at the market value at the time of acquisition.

H. Deferred Charges

The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et al. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

I. Appropriation Reserves

Appropriation reserves covering unexpended appropriation balances are automatically created at year end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriation Reserves are not established under GAAP.

J. Liens Sold for Other Governmental Units

Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

K. Fund Balance

Fund Balances included in the current fund represent amounts available for anticipation as revenue in future years budgets, with certain restrictions.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

L. Revenues

Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized as and when anticipated as such in the Township's budget. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP generally requires that grant revenues be recognized when the actual expenditures financed by the grant are made.

M. Property Tax Revenues

Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. Property taxes unpaid on April 1 of the year following their final due date are subject to tax sale in accordance with the statutes. The amount of taxes levied includes not only the amount required in support of the Township's annual budget, but also the amounts required in support of the budgets of the entities that follow. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. GAAP requires such revenue to be recognized when available and measurable reduced by an allowance for doubtful accounts.

N. School Taxes

The municipality is responsible for levying, collecting and remitting school taxes for the Local School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30. GAAP would require the recording of a deferred revenue.

O. County Taxes

The municipality is responsible for levying, collecting and remitting county taxes for the County. Operations are charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations are charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

P. Reserve for Uncollected Taxes

The inclusion of the "Reserve for Uncollected Taxes" appropriation in the municipality's annual budget protects from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations. A Reserve for Uncollected Taxes is not established under GAAP.

Q. Expenditures

Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the encumbrance accounting system. Outstanding encumbrances at December 31, are recorded as a cash liability. Appropriations for principal payments on outstanding general capital bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on long term debt which is recognized when due.

R. Compensated Absences and Postemployment Benefits

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

S. Total Columns on Combined Statements

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

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 2 - Summary of Significant Accounting Policies (Continued)

T. Use of Estimates

The preparation of financial statements requires management 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.

U. New Reporting Standard(s)

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This Statement establishes new financial reporting requirements for state and local governmental units throughout the United States. Implementation will require new information and restructuring of information presented in past years, affecting comparability of annual reports. The Township will follow direction from the Division of Local Government Services concerning implementation dates, as they may not coincide with national requirements. The Township has not yet determined the impact of adoption of this standard on the financial statements.

In July 2004, the Governmental Accounting Standards Board (GASB) adopted statement number 45, "Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions". This statement will become effective for governmental entities on a phased in basis based on the entities total annual revenues. This phase in began with fiscal years beginning after December 15, 2006 and continued thru December 15, 2008 depending on annual revenues. The Borough's effective date is the year beginning January 1, 2009. This statement will require Governmental entities to report the future cost of other post employment benefits (OPEB) on a present value basis instead of the present "pay as you go" method. The Township has not yet determined the impact of adoption of this standard on the financial statements.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 3 - Cash and Cash Equivalents

Change funds, petty cash, cash in banks, certificates of deposit and funds on deposit with the New Jersey Cash Management Fund are considered cash and cash equivalents.

A. Deposits

New Jersey Statutes permit the deposit of public funds in institutions located in New Jersey which are insured by the Federal Deposit Insurance Corporation (FDIC), or by any other agencies of the United States that insures deposits, or the New Jersey Cash Management Fund.

All bank deposits as of the balance sheet date are entirely insured or collateralized by a collateral pool maintained by public depositories as required by the Governmental Unit Deposit Protection Act. In general, bank deposits are classified as to credit risk by the three categories described below:

Category 1 - Insured or collateralized with securities held by the municipality or by its agent in the municipality's name.

Category 2 - Collateralized with securities held by the pledging public depository's trust department or agent in the municipality's name.

Category 3 - Uncollateralized, including any deposits that is collateralized with securities held by the pledging public depository, or by its trust department or agent but not in the municipality's name.

At December 31, the municipality's deposits categorized by level of risk are summarized as follows:

Year	Bank Balance	Category			Carrying Amount
		1	2	3	
2011	\$ 11,478,660	\$ 11,478,660	\$ -	\$ -	\$ 11,141,809
2010	\$ 14,573,651	\$ 14,573,651	\$ -	\$ -	\$ 14,040,639
2009	\$ 10,700,073	\$ 10,700,073	\$ -	\$ -	\$ 10,411,800
2008	\$ 10,092,778	\$ 10,092,778	\$ -	\$ -	\$ 9,397,089
2007	\$ 8,230,891	\$ 8,230,891	\$ -	\$ -	\$ 8,175,036
2006	\$ 16,099,054	\$ 16,099,054	\$ -	\$ -	\$ 15,650,429
2005	\$ 5,329,594	\$ 5,329,594	\$ -	\$ -	\$ 5,071,963
2004	\$ 6,887,696	\$ 5,220,136	\$ -	\$ 1,667,560	\$ 6,103,500

B. New Jersey Cash Management Fund

The State of New Jersey Cash Management Fund is managed by the State of New Jersey, Division of Investment under the Department of Treasury. It consists of U.S. Treasury obligations, government agency obligations, certificates of deposit and commercial paper.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 4 - Investments

New Jersey Statutes permit the municipality to purchase the following types of securities for investment:

- a. Bonds or other obligations of the United States or obligations guaranteed by the United States of America.
- b. Government Money Market Mutual Funds.
- c. Any obligation that a federal agency or federal instrumentality has issued, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest.
- d. Bonds or other obligations of municipalities or bonds or other obligations of school districts.
- e. Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase that are approved by the New Jersey Department of Treasury, Division of Investments.
- f. Local government investment pools.
- g. Agreement for the repurchase of fully collateralized securities, if transacted in accordance with N.J.S.A. 40A:5-15.1(8a-8e).

No investments were held as of December 31, 2011.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 5 - Fixed Assets

The following is a summary of general fixed asset additions, deletions and adjustments:

2011

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 9,854,476	\$ -	\$ -	\$ -	\$ 9,854,476
Buildings and Improvements	5,246,212	-	-	-	5,246,212
Equipment	7,274,056	-	-	-	7,274,056
Construction in Progress	2,563,047	-	-	-	2,563,047
	<u>\$ 24,937,791</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,937,791</u>

2010

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 9,854,476	\$ -	\$ -	\$ -	\$ 9,854,476
Buildings and Improvements	5,246,212	-	-	-	5,246,212
Equipment	7,274,056	-	-	-	7,274,056
Construction in Progress	2,563,047	-	-	-	2,563,047
	<u>\$ 24,937,791</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,937,791</u>

Note 6 - Municipal Debt

A. Types of Municipal Debt

Capital Debt

The "Local Bond Law" of New Jersey Statutes governs the issuance of bonds and notes to finance capital expenditures, and are permitted only from the General Capital Fund. Bonds and Notes are backed by the full faith and credit of the municipality. Capital projects under financed under the Local Bond Law must have a minimum useful life of five years.

Bond Anticipated Notes - Bond Anticipation Note ("BANs") are issued to temporarily finance projects prior to the issuance of permanent bonds. Generally, the term of BANs can not exceed one year, but may be renewed from time to time for periods not exceeding one year, and ultimately paid or permanently financed no later than the first day of the fifth month following the close of the tenth fiscal year following the original issue date of the BAN. New Jersey Statutes require that on or before the third anniversary date of the original BAN issue date, an amount at least equal to the first legally payable installment must be paid towards the BAN upon each renewal until permanently funded or retired.

Bonds - Bonds issued are retired in serial installments within statutory periods of usefulness. New Jersey Statutes limit installment increments unless approval for a non-conforming maturity schedule is approved by the Local Finance Board.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 6 - Municipal Debt (Continued)

B. Comparative Summary of Debt and Remaining Borrowing Power

The following comparative information summarizes the statutory debt calculations of the municipality as reported on the municipality's Annual Debt Statement.

	<u>2011</u>	<u>2010</u>
Issued:		
School Bonds and Notes	\$ 8,123,802	\$ 8,594,070
General Bonds and Notes	12,144,177	16,439,160
	<u>\$ 20,267,979</u>	<u>\$ 25,033,230</u>
Authorized but not Issued:		
General Bonds and Notes	<u>\$ 7,262,675</u>	<u>\$ 6,920,953</u>
Gross Debt	<u>\$ 27,530,654</u>	<u>\$ 31,954,183</u>
Deductions	<u>\$ 13,633,460</u>	<u>\$ 15,231,393</u>
Net Debt	<u><u>\$ 13,897,194</u></u>	<u><u>\$ 16,722,790</u></u>
Equalized Valuation Basis	\$ 2,556,640,626	\$ 2,659,372,180
Statutory Net Debt Percentage	0.54%	0.63%
3-1/2% of Equalized Valuation Basis	\$ 89,482,422	\$ 93,078,026
Remaining Borrowing Power	\$ 75,585,228	\$ 76,355,236

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 6 - Municipal Debt (Continued)

C. Long-Term Bonded Debt Service Requirements to Maturity

The annual debt service requirement for long-term obligations requirements to maturity, including principal and interest as of December 31, 2011 are as follows:

Loans and General Bonds

Calendar Year	10/01/02 General Improvement Bonds		12/01/06 - A General Improvement Bonds	
	Principal	Interest	Principal	Interest
2012	\$ 580,000	\$ 57,882	\$ 65,000	\$ 21,523
2013	590,000	38,742	70,000	19,063
2014	584,000	19,272	70,000	16,048
2015	-	-	75,000	13,579
2016	-	-	75,000	9,774
2017	-	-	80,000	17,840
2018	-	-	85,000	14,640
2019	-	-	90,000	11,240
2020	-	-	95,000	7,640
2021	-	-	96,000	3,840
	<u>\$ 1,754,000</u>	<u>\$ 115,896</u>	<u>\$ 801,000</u>	<u>\$ 135,187</u>

Calendar Year	12/01/06 - C General Improvement Bonds		Total	
	Principal	Interest	Principal	Interest
2012	\$ 160,000	\$ 50,738	\$ 805,000	\$ 130,143
2013	170,000	42,137	830,000	99,942
2014	185,000	33,000	839,000	68,320
2015	200,000	22,825	275,000	36,404
2016	215,000	11,825	290,000	21,599
2017	-	-	80,000	17,840
2018	-	-	85,000	14,640
2019	-	-	90,000	11,240
2020	-	-	95,000	7,640
2021	-	-	96,000	3,840
	<u>\$ 930,000</u>	<u>\$ 160,525</u>	<u>\$ 3,485,000</u>	<u>\$ 411,608</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 6 - Municipal Debt (Continued)

C. Long-Term Bonded Debt Service Requirements to Maturity (Continued)

Water Utility Bonds

Calendar Year	12/01/98		12/01/02	
	General Improvement Bonds		General Improvement Bonds	
	Principal	Interest	Principal	Interest
2012	\$ -	\$ -	\$ 325,000	\$ 32,736
2013	-	-	330,000	22,012
2014	-	-	337,000	11,122
2015	-	-	-	-
2016	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 992,000</u>	<u>\$ 65,870</u>

Calendar Year	12/01/06		Total	
	General Improvement Bonds			
	Principal	Interest	Principal	Interest
2012	\$ 95,000	\$ 30,972	\$ 420,000	\$ 63,708
2013	100,000	27,432	430,000	49,444
2014	105,000	24,072	442,000	35,194
2015	110,000	19,541	110,000	19,541
2016	122,000	15,947	122,000	15,947
	<u>\$ 532,000</u>	<u>\$ 117,964</u>	<u>\$ 1,524,000</u>	<u>\$ 183,834</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 6 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt

During the fiscal year ended December 31, 2011 the following changes occurred in liabilities reported as general long-term debt:

Loans and General Bonds

	Beginning Balance	Issued	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Emergency Notes	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:				
Serial Bonds	\$ 4,275,000	\$ -	\$ (790,000)	\$ 3,485,000
Loan Payable	10,539	-	(10,539)	-
Bond Anticipation Notes	9,942,620	-	(3,089,443)	6,853,177
Authorized but not Issued	2,494,630	1,494,350	(207,636)	3,781,344
	<u>\$ 16,722,789</u>	<u>\$ 1,494,350</u>	<u>\$ (4,097,618)</u>	<u>\$ 14,119,521</u>
	<u>\$ 16,722,789</u>	<u>\$ 1,494,350</u>	<u>\$ (4,097,618)</u>	<u>\$ 14,119,521</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -		\$ -
Emergency Notes	-		-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ 3,485,000	\$ 420,000	\$ 3,065,000
Loan Payable	-	-	-
Bond Anticipation Notes	6,853,177	6,853,177	-
Authorized but not Issued	3,781,344	-	3,781,344
	<u>\$ 14,119,521</u>	<u>\$ 7,273,177</u>	<u>\$ 6,846,344</u>
	<u>\$ 14,119,521</u>	<u>\$ 7,273,177</u>	<u>\$ 6,846,344</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 6 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt (Continued)

Water Utility Bonds

	Beginning Balance	Issued	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Emergency Notes	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:				
Serial Bonds	\$ 1,929,000	\$ -	\$ (405,000)	\$ 1,524,000
Loan Payable	-	-	-	-
Bond Anticipation Notes	-	-	-	-
Authorized but not Issued	4,426,323	840,000	(2,553,823)	2,712,500
	<u>\$ 6,355,323</u>	<u>\$ 840,000</u>	<u>\$ (2,958,823)</u>	<u>\$ 4,236,500</u>
	<u>\$ 6,355,323</u>	<u>\$ 840,000</u>	<u>\$ (2,958,823)</u>	<u>\$ 4,236,500</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -	\$ -	-
Emergency Notes	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Long-Term Debt:			
Serial Bonds	\$ 1,524,000	\$ 420,000	\$ 1,104,000
Loan Payable	-	-	-
Bond Anticipation Notes	-	-	-
Authorized but not Issued	2,712,500	2,712,500	-
	<u>\$ 4,236,500</u>	<u>\$ 3,132,500</u>	<u>\$ 1,104,000</u>
	<u>\$ 4,236,500</u>	<u>\$ 3,132,500</u>	<u>\$ 1,104,000</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 6 - Municipal Debt (Continued)

D. Summary of Changes in Municipal Debt (Continued)

Sewer Utility Bonds

	Beginning Balance	Issued	Retired	Ending Balance
Short-Term Debt:				
Tax Anticipation Notes	\$ -	\$ -	\$ -	\$ -
Emergency Notes	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Long-Term Debt:				
Serial Bonds	\$ -	\$ -	\$ -	\$ -
Loan Payable	-	-	-	-
Bond Anticipation Notes	282,000	-	-	282,000
Authorized but not Issued	-	697,000	-	697,000
	<u>\$ 282,000</u>	<u>\$ 697,000</u>	<u>\$ -</u>	<u>\$ 979,000</u>
	<u>\$ 282,000</u>	<u>\$ 697,000</u>	<u>\$ -</u>	<u>\$ 979,000</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -	\$ -	-
Emergency Notes	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Long-Term Debt:			
Serial Bonds	\$ -	\$ -	\$ -
Loan Payable	-	-	-
Bond Anticipation Notes	282,000	282,000	-
Authorized but not Issued	697,000	-	697,000
	<u>\$ 979,000</u>	<u>\$ 282,000</u>	<u>\$ 697,000</u>
	<u>\$ 979,000</u>	<u>\$ 282,000</u>	<u>\$ 697,000</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 7 - Risk Management

The Borough 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 Borough has obtained insurance coverage to guard against these events which will provide minimum exposure to the Borough should they occur. The Borough of Oakland is a member of the Bergen County Municipal Joint Insurance Fund (BJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment and worker's compensation. The BJIF and MEL coverage amounts are on file with the Borough. The relationship between the Borough and respective insurance funds is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Borough is contractually obligated to make all annual and supplementary contributions to insurance, to report claims on a timely basis, cooperate with the management of the Fund, its claims investigation and settlement, and to follow risk management procedures as outlined by the insurance pools. Members have a contractual obligation to fund any deficit of the insurance fund attributable to a membership year during which the municipality was a member. The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and preventive procedures to be followed by the members. There has been no significant reduction in insurance coverage from the previous year nor have been there been any settlements in excess of insurance coverage in any of the prior three years. Contributions to the Funds, including a reserve for contingencies, are payable in four installments and are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the State of New Jersey provides the administration of payments to former employees of the Borough. The Borough is billed quarterly for benefits paid to former employees.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 8 - Interfunds

As of December 31, interfund balances on the Borough's various balance sheets were as follows:

	Interfunds Receivable	Interfunds Payable
<u>2011</u>		
Current Fund	\$ -	\$ 106
Federal and State Grant Fund	-	-
Trust Fund	106	-
General Capital Fund	-	-
Water Utility Operating Fund	-	-
Water Utility Capital Fund	-	-
Sewer Utility Operating Fund	-	-
Sewer Utility Capital Fund	-	-
Sewer Assessment Trust Fund	-	-
	<u>\$ 106</u>	<u>\$ 106</u>
		-
<u>2010</u>		
Current Fund	\$ 95,020	\$ 70,219
Federal and State Grant Fund	-	95,020
Trust Fund	219	-
General Capital Fund	70,000	-
Water Utility Operating Fund	-	-
Water Utility Capital Fund	-	-
Sewer Utility Operating Fund	-	-
Sewer Utility Capital Fund	-	-
Sewer Assessment Trust Fund	-	-
	<u>\$ 165,239</u>	<u>\$ 165,239</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 9 - Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, the following deferred charges are shown on the balance sheet of the Current Fund:

	Balance December 31,	Appropriated in Subsequent Year's Budget	Balance to Succeeding
<u>2011</u>			
Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations	53,190	53,190	-
Special Emergency	-		
Authorizations (40A:4-53) - Wastwater Plan	30,000	10,000	20,000
Special Emergency	-		
Authorizations (40A:4-53) - Re-Assessment	86,400	21,600	64,800
Special Emergency	-		
Authorizations (40A:4-53) - Master Plan	-	-	-
	<u>\$ 169,590</u>	<u>\$ 84,790</u>	<u>\$ 84,800</u>

2010

Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations	-	-	-
Special Emergency			
Authorizations (40A:4-53) - Wastwater Plan	40,000	10,000	30,000
Special Emergency			
Authorizations (40A:4-53) - Re-Assessment	108,000	21,600	86,400
Special Emergency			
Authorizations (40A:4-53) - Master Plan	16,000	16,000	-
	<u>\$ 164,000</u>	<u>\$ 47,600</u>	<u>\$ 116,400</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 10 - Retirement Plans

Those employees who are eligible for pension coverage are enrolled in either the Public Employees Retirement System of New Jersey (PERS) or the Police and Firemans' Retirement System of New Jersey (PFRS) and the Defined Contribution Retirement Program (DCRP). The systems are cost-sharing multiple-employer contributory defined benefit pension plans, and are component units of the State of New Jersey. Each retirement system has a Board of Trustees which is responsible for its organization and administration.

A. Public Employees' Retirement System (PERS)

Description of the System - The State of New Jersey Public Employees' Retirement System (the System; PERS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2009 and 2008, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2009	2008
State of New Jersey	1	1
County Agencies	65	65
Municipalities	584	583
School Districts	566	561
Other Public Agencies	484	486
Total	<u>1,700</u>	<u>1,696</u>

The System's designated purpose is to provide retirement, death, disability and medical benefits to certain qualified members. Membership in the System is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The System's Board of Trustees is primarily responsible for the administration of the System.

According to the State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

Note 10 - Retirement Plans (Continued)

A. Public Employees' Retirement System (PERS) (Continued)

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. The System provides retirement, death and disability benefits. All benefits vest after eight to ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the System. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of final average salary for each year of service credit (as defined). Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years service credit, as defined, or they may elect deferred retirement after achieving eight to ten years of service credit, in which case benefits would begin the first day of the month after the member attains normal retirement age.

Members are always fully vested for their own contributions and, after three years of service credit, become vested for earnings on their contributions at 2% per annum. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Eligible retirees receiving monthly benefits are entitled to cost-of-living increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in a dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement.

Significant Legislation - 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.

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 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.

Membership in the system consisted of the following at June 30, 2009 and 2008, the dates of the most recent actuarial valuations:

	2009	2008
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	138,619	134,555
Active Members:		
Vested	144,698	142,280
Non-Vested	172,151	176,902
Total Active Members	316,849	319,182
Total	455,468	453,737

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 10 - Retirement Plans (Continued)

B. Police and Firemen's Retirement System (PFRS)

Description of the System

State of New Jersey Police and Firemen's Retirement System (the System; PFRS) is a cost-sharing multiple-employer contributory defined benefit plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The System is included along with other state-administered pension trust and agency funds in the basic financial statements of the State of New Jersey.

At June 30, 2009 and 2008, the dates of the most recent actuarial valuations, participating employers consisted of the following:

	2009	2008
State of New Jersey	1	1
Municipalities	588	588
Total	589	589

The System's designated purpose is to provide retirement, death and disability benefits to its members. Membership in the System is mandatory for substantially all full-time county and municipal police or firemen, and state firemen or officer employees with police powers appointed after June 30, 1944. The System's Board of Trustees is primarily responsible for its administration.

According to State of New Jersey Administrative Code, all obligations of the System will be assumed by the State of New Jersey should the System terminate.

Note 10 - Retirement Plans (Continued)

B. Police and Firemen's Retirement System (PFRS) (Continued)

Vesting and Benefit Provisions

The vesting and benefit provisions are set by N.J.S.A. 43:16A and 43:3B. The System provides retirement as well as death and disability benefits. All benefits vest after ten years of service except disability benefits which vest after four years of service. Retirement benefits for age and service are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Final compensation equals the compensation for the final year of service prior to retirement. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service. The annual benefit under special retirement is 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. The maximum allowance is therefore 70% of final compensation.

Widow/widowers of members retired since December 18, 1967 receive 50% of the retiree's final compensation. The minimum annual widow/widower's benefits of an accidental disability retiree prior to December 18, 1967 and of all retirees since December 18, 1967 is \$4,500.

Members are always fully vested for their own contributions. In the case of death before retirement, members' beneficiaries are entitled to full payment of members' contributions providing no survivor death benefits are payable.

Eligible retirees receiving monthly benefits are entitled to cost-of-living increases equal to 60% of the change in the average consumer price index for the calendar year in which the pensioner retired, as compared to the average consumer price index for a 12-month period ending with each August 31st immediately preceding the year in which the adjustment becomes payable. The regular retirement allowance is multiplied by the 60% factor as developed and results in the dollar amount of the adjustment payable. Retired members become eligible for pension adjustment benefits after 24 months of retirement. The cost-of-living increases are funded by the retirement system and are included in the annual actuarial calculations of the required state and state-related employer contributions.

Note 10 - Retirement Plans (Continued)

B. Police and Firemen's Retirement System (PFRS) (Continued)

Significant Legislation:

Chapter 1, P.L. 2010, effective May 21, 2010, eliminated the provision in PFRS that would permit a member to retire, at any age after 25 years of service credit, on a special retirement allowance of 70% of final compensation after the retirement system reaches a funded level of 104%. Also, for new members of PFRS, the law capped the maximum compensation that can be used to calculate a pension from the plan at the annual wage contribution base for Social Security, and requires the pension to be calculated using a three year average annual compensation instead of the last year's salary.

Membership in the System consisted of the following at June 30, 2009 and 2008 the dates of the most recent actuarial valuations:

	2009	2008
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	34,364	33,151
Active members:		
Vested	29,400	29,056
Non-vested	15,750	16,410
Total active members	45,150	45,466
Total	79,514	78,617

Note 10 - Retirement Plans (Continued)

C. Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and expanded under the provisions of Chapter 89, P.L. 2008,

The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Eligibility

Individuals eligible for membership in the DCRP include:

- 1) State or local officials who are elected or appointed on or after July 1, 2007
- 2) Employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; and
- 3) Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Membership Tier 3 enrollment (\$7,500 in 2009, subject to adjustment in future years) but who earn salary of at least \$1,500 annually.)

Employees enrolled in the PERS or TPAF on or after July 1, 2007 are subject to a maximum compensation limit for PERS and TPAF pension contributions. The maximum compensation is based on the annual maximum wage for Social Security (see chart below) and is subject to change at the start of each calendar year.

Enrollment

Eligible PERS or TPAF members are enrolled in the DCRP when the annual salary exceeds the maximum compensation limit. This may occur either:

Upon enrollment into the PERS or TPAF when an annual base salary is reported on the Enrollment Application that will exceed the maximum compensation; or when a PERS or TPAF member's annual salary is increased to where it will exceed the maximum compensation and it is reported by the employer to the Division of Pensions and Benefits (either by directly contacting the Division, or when submitted by the employer on the Quarterly Report of Contributions). When enrolled in the DCRP, members contribute 5.5% of the base salary in excess of the maximum compensation limit to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pensions and Benefits. Member contributions are matched by a 3% employer contribution based on the salary in excess of the maximum compensation limit.

It is important that an employer enroll a DCRP eligible PERS or TPAF member as soon as it is known that the employee's annual salary will exceed the maximum compensation, so that the DCRP account can be established in advance of collection of any required contributions.

Note 10 - Retirement Plans (Continued)

C. Defined Contribution Retirement Program (DCRP)

Retirement

Six months before retirement, a member should contact the employer and Prudential Financial for information regarding DCRP benefits and options.

A DCRP member may elect to receive all or a portion of his/her account in a lump-sum distribution, or in a variety of periodic payment methods. Please contact your administrative services provider for more information. All returns of contributions and earnings are considered taxable in the year they are received; therefore, the type of payout plan should be considered carefully prior to retirement.

There is no minimum retirement age under the DCRP. The member will automatically be considered retired, regardless of age, if there is any distribution of mandatory contributions.

A member may take a distribution at any time after termination of employment; however, if you return to public employment in New Jersey, you cannot participate in any State-administered retirement system.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 10 - Retirement Plans (Continued)

D. Contributions Required by Employer

	Year	Pension Cost	Percentage Contributed	Non-Contrib Health Ins.	Pension Obligation
<i>Police and Firemens' Pension Fund (PFRS)</i>					
	2011	691,937	100.00%	25,345 \$	717,282
	2010	\$ 536,842	100.00%	\$ 27,293	\$ 564,135
	2009	\$ 556,270	100.00%	\$ 22,874	\$ 579,144
	2008	\$ 610,668	100.00%	\$ -	\$ 610,668
	2007	\$ 395,031	80.00%	\$ -	\$ 493,789
<i>Public Employees Retirement System (PERS)</i>					
	2011	316,278	100.00%	\$ 20,151	\$ 336,429
	2010	\$ 231,186	100.00%	\$ 31,960	\$ 263,146
	2009	\$ 210,355	100.00%	\$ 26,148	\$ 236,503
	2008	\$ 199,093	80.00%	\$ -	\$ 248,866
	2007	\$ 103,389	60.00%	\$ -	\$ 172,315
<i>Defined Contribution Retirement Program (DCRP)</i>					
	2011	206	100.00%	\$ -	206
	2010	\$ 750	100.00%	\$ -	750
	2009	\$ 1,450	100.00%	\$ -	1,450
	2008	\$ -	100.00%	\$ -	-
	2007	\$ -	100.00%	\$ -	-

E. Trend Information

Historical trend information showing the plan's progress in accumulating sufficient assets to pay benefits when due are presented in the State of New Jersey's PERS, PFRS and DCRP financial reports. Those reports may be obtained by writing to the State of New Jersey, Department of Treasury Division of Pensions, Trenton, New Jersey.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 11 - Deferred Compensation Plan

A. Description

The Borough offers its qualifying volunteers participation in a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is administered by an outside contractor, permits participants to defer a portion of their Borough contributions on behalf of volunteers until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plan and all income attributable to those amounts are (until paid or made available to the employee or other beneficiary) solely the property and rights of the Borough's subject only to the claims of the Borough's general creditors. Participants' rights under the plan are equal to those of general creditors of the Borough in an equal amount to the fair value of the deferred account for each participant.

It is the opinion of the Borough's legal counsel that the Borough has no liability for losses under the plan. Under the plan, participants select investments from alternatives offered by the plan administrators, who manages the plan on behalf of the Borough. Investment selection by the participants may change from time to time, as the Borough manages none of the investment selections. By making the selection, participants accept and assume all risks that adhere in the plan and its administration.

Information pertaining to the plan offered by the Borough is as follows:

Lincoln National Life Insurance Co.

This plan administers Borough contributions towards its Volunteer Length of Service Award Program (LOSAP).

	<u>2010</u>
Assets, Beginning of Year (Market Value)	\$ 451,608
Municipal Contribution	53,838
Earnings and Adjustments to Market Value	66,580
Payments to Eligible Employees	(13,185)
Charges and Credits	(2,325)
Assets, Ending of Year (Market Value)	<u>\$ 556,516</u>

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 12 - Other Post Retirement Benefits

A. Compensated Absences (Unaudited)

The Borough has permitted certain employees and bargaining units to accumulate (with certain restrictions) unused sick pay which may be taken in cash (with certain limitations), upon death, retirement or by extended time off immediately preceding retirement. A detail of amounts due is on file in the Office of the Borough Clerk - Municipal Plaza, Oakland, NJ 07436 - (201) 337-8111. In accordance with accounting practices prescribed by the Division of Local Government Services, this amount is not recorded as either an expenditure or a liability. The Borough approximates this liability at December 31, 2011 to be \$566,042. The Borough has \$433,940 cash on hand to fund this liability, and anticipates funding an additional \$60,000 during CY2012.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 13 - Contingencies

A. Litigation

The Borough is a party to various legal proceedings which normally occur in the operation of government. These proceedings are not likely to have a materially adverse affect on the various funds of the Borough.

B. Tax Appeals

Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2011 and 2010. Amounts claimed have not yet been determined. The Borough is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the Borough does not recognize a liability, if any, until these cases have been adjudicated. The Borough expects such amounts, if any, to be material. Funding of any ultimate liability would be provided for in succeeding years' budgets, from fund balance or by issuance of refunding bonds.

C. Federal and State Grants

The Borough participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor agency. If expenditures are disallowed, the Borough may be required to reimburse the grantor agency. As of December 31, 2011, significant amounts of grant expenditures have not been audited. The Borough believes that any future disallowed expenditures will not have a material effect on its financial position.

BOROUGH OF OAKLAND
NOTES TO FINANCIAL STATEMENTS
Year Ended December 31, 2011

Note 14 - Subsequent Events

As of the date of this report, the following are considered material subsequent events:

A. Subsequent Year Capital Projects

The Borough adopted a capital budget substantially consistent with policies established by the Governing Body. Copies of the most updated Capital Budget in on file in the office of the Borough Clerk.

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS

	2011	2010
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Current Account	\$ 4,520,938	\$ 1,853,127
N.J. Cash Management Account	-	2,311,493
Change Funds	275	275
	<u>\$ 4,521,213</u>	<u>\$ 4,164,895</u>
Intergovernmental Receivable:		
Due From State of New Jersey	\$ 1,129	\$ 1,447
Interfunds Receivable:		
Grant Fund	\$ -	\$ 95,020
Other Receivables:		
Delinquent Property Taxes Receivable	\$ 44,498	\$ 42,383
Tax Title Liens Receivable	117,387	120,623
Property Acquired for Taxes - Assessed Valuation	1,054,950	1,054,950
	<u>\$ 1,216,835</u>	<u>\$ 1,217,956</u>
Deferred Charges:		
Special Emergency Authorizations (40A:4-53)	\$ 116,400	\$ 164,000
Emergency Authorizations	53,190	-
	<u>\$ 169,590</u>	<u>\$ 164,000</u>
Total Assets and Other Debits	<u>\$ 5,908,767</u>	<u>\$ 5,643,318</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
Municipal Open Space Trust Fund	\$ 106	\$ 219
General Capital Fund	-	70,000
	<u>\$ 106</u>	<u>\$ 70,219</u>
Accounts Payable	<u>\$ 32,132</u>	<u>\$ -</u>
Appropriation Reserves	<u>\$ 792,114</u>	<u>\$ 666,347</u>
Reserve for Encumbrances	<u>\$ 535,975</u>	<u>\$ 490,883</u>
Other Liabilities and Reserves:		
Reserve for Tax Appeals	\$ 373,472	\$ 373,472
Reserve for Payment of Debt Service	-	26,340
Reserve for Special Emergency Authorizations	29,360	148,905
Reserve for Library Tax Payable	31,490	-
Pre-Paid Taxes	267,386	258,208
Tax Overpayments	107,326	57,093
	<u>\$ 809,034</u>	<u>\$ 864,018</u>
Intergovernmental Payable		
Due County for Added & Omitted Taxes	\$ 11,226	\$ 4,543
Due County for Added & Omitted Open Space Taxes	-	69
Due to State of New Jersey	2,975	4,975
	<u>\$ 14,201</u>	<u>\$ 9,587</u>
Reserve for Receivables and Other Assets	<u>\$ 1,216,835</u>	<u>\$ 1,312,976</u>
Fund Balance	<u>\$ 2,508,370</u>	<u>\$ 2,229,288</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 5,908,767</u>	<u>\$ 5,643,318</u>

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Budget As Modified	Realized	Excess/ (Deficit)
<u>REVENUES</u>			
Fund Balance Anticipated	\$ 486,000	\$ 486,000	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 24,000	\$ 24,650	\$ 650
Other Licenses	20,000	18,310	(1,690)
Fees and Permits	527,100	555,317	28,217
Municipal Court Fines and Costs	183,000	142,086	(40,914)
Interest and Costs on Taxes	157,000	81,391	(75,609)
Interest on Investments and Deposits	27,000	35,579	8,579
Consolidated Municipal Property Tax Relief	103,652	103,652	-
Energy Receipts Tax	1,208,517	1,208,517	-
Uniform Construction Code Fees	175,000	180,839	5,839
Clean Communities Program	21,948	21,948	-
Recycling Tonnage Grant	26,756	26,756	-
Drunk Driving Enforcement Fund	3,374	3,374	-
Alcohol Education Rehabilitation Program	201	201	-
Body Armor Replacement Program	2,550	2,550	-
Municipal Alliance on Alcoholism and Drug Abuse	10,356	10,356	-
Over the Limit Under Arrest	4,196	4,196	-
N.J. Motor Vehicle Service - Police Fees	95,000	70,562	(24,438)
Highlands - Plan Conformance	50,000	50,000	-
Uniform Fire Safety Act	28,000	31,692	3,692
Reserve for Payment of Debt Service	26,340	26,340	-
Cellular Tower Lease	108,000	116,590	8,590
Cablevision Franchise Fee	121,000	121,830	830
Verizon Franchise Fee	39,000	39,612	612
Real Property Lease	53,000	60,588	7,588
Sale of Recyclables	85,000	94,740	9,740
Pension Reimbursement From Library	42,326	42,326	-
Pension Reimbursement From Water	49,392	49,392	-
Pension Reimbursement From Sewer	7,561	7,561	-
Shared Service Agreement - School Crossing Guard	6,000	5,516	(484)
Total Miscellaneous Revenues	\$ 3,205,269	\$ 3,136,471	\$ (68,798)
Receipts From Delinquent Taxes	\$ 122,300	\$ 33,579	\$ (88,721)
Amount to be Raised by Taxation for Municipal Budget	\$ 13,028,228	\$ 13,368,227	\$ 339,999
Minimum Library Tax	\$ 855,637	\$ 855,637	\$ -
Total Revenues	\$ 16,841,797	\$ 17,024,277	\$ 182,480

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Budget As Modified	Realized	Excess/ (Deficit)
<u>OTHER CREDITS TO INCOME</u>			
Non-Budget Revenues	\$ -	\$ 90,976	\$ 90,976
Unexpended Balances of Appropriation Reserves	-	419,045	419,045
Interfund Loans Returned	-	95,020	95,020
Unexpended Balances Cancelled	-	-	-
Cancellations & Non-Cash Adjustments	-	-	-
Taxes Allocated to School and County:			
Local District School Tax	24,901,453	24,901,453	-
Regional High School Tax	10,087,200	10,087,200	-
County Tax Levy	4,852,258	4,852,258	-
County Open Space	59,271	59,271	-
Municipal Open Space Preservation	260,000	260,000	-
Added County Taxes	11,226	11,226	-
Added County Open Space	-	-	-
Added Municipal Open Space	111,911	111,911	-
Total Other Credits to Income	<u>\$ 40,283,319</u>	<u>\$ 40,888,360</u>	<u>\$ 605,041</u>
Total Revenues and Other Credits to Income	<u>\$ 57,125,116</u>	<u>\$ 57,912,637</u>	<u>\$ 787,521</u>

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011	Budget After	Paid or	Reserved	Balance	Overexpended
	Budget	Modification	Charged		Canceled	
OPERATIONS - WITHIN "CAPS"						
<u>General Government Functions</u>						
General Administration:						
Salaries and Wages	\$ 200,500	\$ 195,500	\$ 180,124	\$ 15,376	\$ -	\$ -
Other Expenses	8,000	7,000	2,960	4,040	-	-
Other Expenses - Wastewater Management Plan	-	-	-	-	-	-
Communication Committee:						
Other Expenses	16,000	11,000	6,094	4,906	-	-
General Services:						
Salaries and Wages	38,650	63,650	63,432	218	-	-
Other Expenses	59,500	59,500	56,997	2,503	-	-
Mayor and Council:						
Salaries and Wages	43,930	43,930	43,925	5	-	-
Other Expenses	52,000	37,000	22,498	14,502	-	-
Municipal Clerk:						
Salaries and Wages	71,860	71,860	70,990	870	-	-
Other Expenses	20,000	20,000	17,895	2,105	-	-
Elections:						
Salaries and Wages	2,200	2,200	2,150	50	-	-
Other Expenses	12,500	10,500	10,167	333	-	-
Financial Administration:						
Salaries and Wages	186,650	186,650	183,781	2,869	-	-
Other Expenses	21,200	18,200	14,421	3,779	-	-
Audit Services:						
Other Expenses	37,000	37,000	37,000	-	-	-
Computerized Data Processing:						
Other Expenses	21,250	23,950	23,770	180	-	-
Revenue Administration:						
Salaries and Wages	86,500	84,500	80,836	3,664	-	-
Other Expenses	18,725	15,725	12,019	3,706	-	-
Tax Assessment Administration:						
Salaries and Wages	111,580	111,580	109,925	1,655	-	-
Other Expenses	15,700	15,700	15,243	457	-	-
Other Expenses - Re-Assessment	-	-	-	-	-	-
Legal Services:						
Other Expenses	240,000	224,550	203,033	21,517	-	-
Engineering Services:						
Other Expenses	23,000	20,000	14,500	5,500	-	-
<u>Land Use Administration</u>						
Planning Board:						
Salaries and Wages	28,450	28,450	27,378	1,072	-	-
Other Expenses	18,100	12,100	5,726	6,374	-	-
Zoning Board of Adjustment:						
Salaries and Wages	14,850	14,850	14,224	626	-	-
Other Expenses	8,650	8,650	2,677	5,973	-	-
<u>Insurance</u>						
General Liability	431,270	431,270	425,578	5,692	-	-
Worker Compensation Insurance	-	-	-	-	-	-
Employee Group Health	2,289,851	2,289,851	2,285,935	3,916	-	-

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011	Budget After	Paid or	Reserved	Balance	Overexpended
	Budget	Modification	Charged		Canceled	
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Public Safety Functions</u>						
Police:						
Salaries and Wages	\$ 3,871,000	\$ 3,871,000	\$ 3,744,881	\$ 126,119	\$ -	\$ -
Other Expenses	125,250	120,250	108,767	11,483	-	-
Aid to Volunteer Ambulance Companies:						
Other Expenses	25,000	25,000	25,000	-	-	-
Flood Control Committee:						
Salaries and Wages	4,250	4,250	4,200	50	-	-
Other Expenses	1,500	1,500	-	1,500	-	-
Office of Emergency Management:						
Salaries and Wages	5,590	5,590	5,499	91	-	-
Other Expenses	10,500	10,500	844	9,656	-	-
Other Expenses - Emergency	-	120,000	120,000	-	-	-
Fire Department:						
Salaries and Wages	74,725	74,725	66,355	8,370	-	-
Other Expenses	103,430	122,180	115,273	6,907	-	-
<u>Public Works Functions</u>						
Streets and Road Maintenance:						
Salaries and Wages	452,500	452,500	431,581	20,919	-	-
Other Expenses	93,850	86,350	74,323	12,027	-	-
Snow Removal:						
Salaries and Wages	50,000	50,000	26,019	23,981	-	-
Other Expenses	96,500	96,500	83,783	12,717	-	-
Shade Tree Commission:						
Other Expenses	14,000	20,000	10,609	9,391	-	-
Solid Waste Collection:						
Salaries and Wages	70,250	70,250	68,384	1,866	-	-
Other Expenses	1,196,250	1,186,250	1,010,311	175,939	-	-
Garbage and Trash Removal - Contractual	-	-	-	-	-	-
Buildings and Grounds:						
Salaries and Wages	186,500	186,500	179,064	7,436	-	-
Other Expenses	134,200	130,700	107,447	23,253	-	-
Vehicle Maintenance:						
Salaries and Wages	60,750	60,750	59,288	1,462	-	-
Other Expenses	82,500	86,500	80,360	6,140	-	-
<u>Health and Human Services</u>						
Occupational Safety and Health Act						
				-	-	-
<u>Health and Human Services</u>						
Board of Health:						
Salaries and Wages	59,200	59,200	56,170	3,030	-	-
Other Expenses	145,640	145,640	142,504	3,136	-	-
Environmental Health Services Commission:						
Salaries and Wages	1,200	1,200	1,200	-	-	-
Other Expenses	700	700	501	199	-	-

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011	Budget After	Paid or	Reserved	Balance	Overexpended
	Budget	Modification	Charged		Canceled	
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Park and Recreation Functions</u>						
Board of Recreation Commissioners						
(R.S. 40:12-1 et seq.):						
Salaries and Wages	\$ 158,500	\$ 158,500	\$ 150,637	\$ 7,863	\$ -	-
Other Expenses	286,600	286,600	262,462	24,138	-	-
Senior Citizens Activities						
Salaries and Wages	55,850	55,850	45,716	10,134	-	-
Other Expenses	33,200	33,200	31,521	1,679	-	-
<u>Other Common Operating Functions</u>						
Celebration of Public Events, Anniversary or Holiday (R.S. 50:48-5.4):						
Other Expenses	14,100	14,100	13,518	582	-	-
Accumulated Leave Compensation:						
Salaries and Wages	150,000	150,000	150,000	-	-	-
<u>Municipal Court</u>						
Municipal Court Administration:						
Salaries and Wages	123,500	123,500	108,399	15,101	-	-
Other Expenses	11,500	11,500	7,089	4,411	-	-
Public Defender (P.L. 1997, C.256):						
Other Expenses	10,000	10,000	8,950	1,050	-	-
Municipal Prosecutor:						
Other Expenses	23,000	23,000	20,850	2,150	-	-
<u>Code Enforcement Administration</u>						
Uniform Construction Code Enforcement Functions:						
Salaries and Wages	232,400	232,400	229,569	2,831	-	-
Other Expenses	7,150	7,150	3,486	3,664	-	-
<u>Utility Expenses and Bulk Purchases</u>						
Gasoline	175,000	175,000	172,713	2,287	-	-
Diesel Fuel	-	-	-	-	-	-
Electricity	125,000	112,000	100,130	11,870	-	-
Telephone and Telegraph	94,500	94,500	93,646	854	-	-
Natural Gas	25,000	25,000	22,310	2,690	-	-
Street Lighting	125,000	168,000	155,413	12,587	-	-
Total Operations - Within "CAPS"	\$ 12,593,501	\$ 12,713,501	\$ 12,032,050	\$ 681,451	\$ -	-
Contingent	5,000	5,000	-	5,000	-	-
Total Operations Including Contingent - Within "CAPS"	\$ 12,598,501	\$ 12,718,501	\$ 12,032,050	\$ 686,451	\$ -	-
Detail:						
Salaries and Wages	\$ 6,341,385	\$ 6,359,385	\$ 6,103,727	\$ 255,658	\$ -	-
Other Expenses	\$ 6,257,116	\$ 6,359,116	\$ 5,928,323	\$ 430,793	\$ -	-

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
DEFERRED CHARGES AND STATUTORY EXPENDITURES - WITHIN "CAPS"						
<u>Deferred Charges</u>						
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	-
Overexpenditures of Appropriations	-	-	-	-	-	-
Expenditure Without Appropriation	-	-	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
<u>Statutory Expenditures</u>						
Public Employees' Retirement System	\$ 323,495	\$ 323,495	\$ 323,495	\$ -	\$ -	-
Social Security System (O.A.S.I.)	425,000	425,000	415,705	9,295	-	-
Defined Contribution Retirement Program	750	750	206	544	-	-
Police and Firemen's Retirement System	799,455	799,455	799,455	-	-	-
	<u>\$ 1,548,700</u>	<u>\$ 1,548,700</u>	<u>\$ 1,538,861</u>	<u>\$ 9,839</u>	<u>\$ -</u>	<u>-</u>
Total General Appropriations for Municipal Purposes - V	\$ 14,147,201	\$ 14,267,201	\$ 13,570,911	\$ 696,290	\$ -	-

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriated		Expended		Unexpended	
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - EXCLUDED FROM "CAPS"						
<u>Statutory Expenditures</u>						
Length of Service Awards Program (LOSAP)	75,000	75,000	-	75,000	-	-
<u>Other Public Works Functions</u>						
Stormwater Management - Salary & Wages	48,150	48,150	47,100	1,050	-	-
Stormwater Management - Other	31,100	31,100	23,646	7,454	-	-
<u>Public Safety</u>						
"9-1-1 System"	12,500	12,500	12,466	34	-	-
<u>Education</u>						
Maintenance of Free Public Library - Salary & Wages	447,270	447,270	447,270	-	-	-
Maintenance of Free Public Library - Other	408,367	408,367	408,367	-	-	-
<u>Public and Private Programs Offset by Revenues</u>						
Cash Match for Grants	2,500	2,500	-	2,500	-	-
Municipal Alliance on Alcoholism and Drug Abuse - Cou	10,356	10,356	10,356	-	-	-
Municipal Alliance on Alcoholism and Drug Abuse - Locc	2,589	2,589	2,589	-	-	-
NJ Department of Law & Public Safety - EMA				-	-	-
H1N1 Flu Grant				-	-	-
Drunk Driving Enforcement Fund	3,374	3,374	3,374	-	-	-
Bergen County Historical Preservation Plan				-	-	-
Clean Communities Program	21,948	21,948	21,948	-	-	-
Recycling Tonnage Grant	26,756	26,756	26,756	-	-	-
N.J. Motor Vehicle Services	95,000	95,000	85,211	9,789	-	-
BC Comm. Development ADA Improvements - County				-	-	-
Alcohol Education and Rehab Fund	201	201	201	-	-	-
Police "Over the Limit Under Arrest"	4,196	4,196	4,196	-	-	-
Highlands Plan Conformance Grant	50,000	50,000	50,000	-	-	-
Body Armor Replacement	2,550	2,550	2,550	-	-	-
Total Operations Excluded from "CAPS"	\$ 1,241,857	\$ 1,241,857	\$ 1,146,030	\$ 95,827	\$ -	\$ -
Detail:						
Salaries and Wages	\$ 495,420	\$ 495,420	\$ 494,370	\$ 1,050	\$ -	\$ -
Other Expenses	\$ 746,437	\$ 746,437	\$ 651,660	\$ 94,777	\$ -	\$ -

BOROUGH OF OAKLAND
CURRENT FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriated		Expended		Unexpended		
	2011 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended	
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"							
Capital Improvement Fund	\$ 208,000	\$ 208,000	\$ 208,000	\$ -	\$ -	\$ -	-
Master Plan	-	-	-	-	-	-	-
Total Capital Improvements - Excluded From "CAPS"	<u>\$ 208,000</u>	<u>\$ 208,000</u>	<u>\$ 208,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
DEBT SERVICE - EXCLUDED FROM "CAPS"							
<u>Municipal Debt Service</u>							
Bond Principal	\$ 790,000	\$ 790,000	\$ 790,000	\$ -	\$ -	\$ -	-
Bond Interest	160,296	160,296	160,296	-	-	-	-
Note Interest	127,952	127,952	127,952	-	-	-	-
Payment of Bond Anticipation Notes	116,688	116,688	116,688	-	-	-	-
<u>Green Trust Loan Program:</u>							
Loan Repayments of Principal and Interest	10,540	10,540	10,540	-	-	-	-
Total Debt Service - Excluded From "CAPS"	<u>\$ 1,205,476</u>	<u>\$ 1,205,476</u>	<u>\$ 1,205,476</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
DEFERRED CHARGES - EXCLUDED FROM "CAPS"							
Emergency Authorizations	\$ 16,000	\$ 16,000	\$ 16,000	\$ -	\$ -	\$ -	-
Deferred Charges to Future Taxation-Unfunded	600,000	600,000	600,000	-	-	-	-
Special Emergency Authorizations - 5 Years (N.J.S. 40A)	31,600	31,600	31,600	-	-	-	-
	<u>\$ 647,600</u>	<u>\$ 647,600</u>	<u>\$ 647,600</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Total General Appropriations for Municipal Purposes - E	<u>\$ 3,302,933</u>	<u>\$ 3,302,933</u>	<u>\$ 3,207,106</u>	<u>\$ 95,827</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Subtotal General Appropriations	\$ 17,450,134	\$ 17,570,134	\$ 16,778,017	\$ 792,117	\$ -	\$ -	-
Reserve for Uncollected Taxes	247,300	247,300	247,300	-	-	-	-
Total General Appropriations	<u>\$ 17,697,434</u>	<u>\$ 17,817,434</u>	<u>\$ 17,025,317</u>	<u>\$ 792,117</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Budget Appropriations - Adopted Budget							
Budget Appropriations - Added by <u>N.J.S. 40A:4-87</u>	\$ 17,697,434	\$ 17,697,434					
Emergency Appropriations	-	120,000					
	<u>\$ 17,697,434</u>	<u>\$ 17,817,434</u>					
Other Charges to Income:							
Interfund Advances Originating in Current Year							
Refund of Prior Year's Revenue			22,439				
Taxes Allocated to School and County:							
Local District School Tax		24,901,453	24,901,453				
Regional High School Tax		10,087,200	10,087,200				
County Tax Levy		4,852,258	4,852,258				
County Open Space		59,271	59,271				
Municipal Open Space Preservation		260,000	260,000				
Added County Taxes		11,226	11,226				
Added County Open Space		-	-				
Added Municipal Open Space		111,911	111,911				
		<u>\$ 40,283,319</u>	<u>\$ 40,305,758</u>				

BOROUGH OF OAKLAND
GRANT FUND
STATEMENT OF ASSETS, LIABILITIES AND RESERVES - STATUTORY BASIS

	2011	2010
<u>ASSETS</u>		
Cash	\$ 77,048	\$ 168,658
Intergovernmental Receivable:		
Grants Receivable	\$ 204,028	\$ 301,559
Total Assets	<u>\$ 281,076</u>	<u>\$ 470,217</u>
<u>LIABILITIES AND RESERVES</u>		
Interfund Payable:		
Current Fund	\$ -	\$ 95,020
Reserve for Encumbrances	\$ 30,854	\$ 78,361
Other Liabilities and Reserves:		
Appropriated Reserves	\$ 187,293	\$ 268,763
Unappropriated Reserves	62,929	28,073
	<u>\$ 250,222</u>	<u>\$ 296,836</u>
Total Liabilities and Reserves	<u>\$ 281,076</u>	<u>\$ 470,217</u>

BOROUGH OF OAKLAND
GRANT FUND
STATEMENT OF GRANTS RECEIVABLE
Year Ended December 31, 2011

Program	Balance December 31, 2010	Revenue Realized	Received	Unappropriated Reserve Applied	Adjustments	Balance December 31, 2011
<u>Federal:</u>						
U.S. Department of HUD - CDBG Grant	\$ 60,010	\$ -	\$ -	\$ -	\$ -	\$ 60,010
U.S. Department of HUD - CDBG Grant - Recovery	29,129	-	-	-	(29,129)	-
U.S. Department of Homeland Security - NJ State Police OEM Grant	5,000	-	5,000	-	-	-
	<u>\$ 94,139</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ (29,129)</u>	<u>\$ 60,010</u>
<u>State:</u>						
Recycling Tonnage Grant	\$ -	\$ 26,756	\$ -	\$ 26,756	\$ -	\$ -
Clean Communities Program	-	21,948	-	21,948	-	-
Drunk Driving Enforcement Fund	-	3,374	-	3,374	-	-
Alcohol Education Rehabilitation Program	-	201	-	201	-	-
Body Armor Replacement Program	-	2,550	-	2,550	-	-
H1N1 Flu Grant	1,287	-	-	-	(1,287)	-
Municipal Alliance on Alcoholism and Drug Abuse	-	10,356	4,699	-	-	5,657
Shade Tree Forestry Grant	3,000	-	3,000	-	-	-
New Jersey DOT - Municipal Aid	35,435	-	-	-	(35,435)	-
New Jersey DOT - Passed Thru County of Bergen - ADA Ramps	12,698	-	-	-	(7,698)	5,000
NJ HPO - Historical Preservation Grant	40,000	-	-	-	-	40,000
Highlands - Plan Conformance	50,000	50,000	51,463	-	-	48,537
Highlands - Transfer Development Rights	25,000	-	20,176	-	-	4,824
	<u>\$ 167,420</u>	<u>\$ 115,185</u>	<u>\$ 79,338</u>	<u>\$ 54,829</u>	<u>\$ (44,420)</u>	<u>\$ 104,018</u>
<u>Other:</u>						
Bergen County Open Space - Historical Preservation Plan	\$ 10,000	\$ -	\$ -	\$ -	\$ -	\$ 10,000
Bergen County Open Space - Historical Preservation Plan	30,000	-	-	-	-	30,000
	<u>\$ 40,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 40,000</u>
Grand Total	<u>\$ 301,559</u>	<u>\$ 115,185</u>	<u>\$ 84,338</u>	<u>\$ 54,829</u>	<u>\$ (73,549)</u>	<u>\$ 204,028</u>

BOROUGH OF OAKLAND
GRANT FUND
STATEMENT OF APPROPRIATED RESERVES
Year Ended December 31, 2011

Program	Balance December 31, 2010	Budget	Paid or Charged	Cancellations and Adjustments	Balance December 31, 2011
<u>Federal:</u>					
U.S. Department of HUD - CDBG Grant	\$ 37,604	\$ -	\$ -	\$ -	\$ 37,604
U.S. Department of HUD - CDBG Grant - Recovery	29,128	-	-	(29,128)	-
U.S. Department of HUD - CDBG Grant - ADA Improvements	7,698	-	-	(7,698)	-
U.S. Department of Homeland Security - NJ State Police OEM Grant	5,000	-	-	-	5,000
	<u>\$ 79,430</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (36,826)</u>	<u>\$ 42,604</u>
<u>State:</u>					
Recycling Tonnage Grant	\$ 68,872	\$ 26,756	\$ 18,737	\$ -	\$ 76,891
Clean Communities Program	19,950	21,948	15,704	-	26,194
Body Armor Replacement Program - State	342	2,550	-	-	2,892
Drunk Driving Enforcement Fund	1,207	3,374	1,644	-	2,937
Alcohol Education & Rehabilitation Fund	589	201	320	-	470
Municipal Alliance on Alcoholism and Drug Abuse - County	11,209	10,356	12,109	-	9,456
Municipal Alliance on Alcoholism and Drug Abuse - Local	1,021	-	-	-	1,021
Shade Tree Forestry Grant	-	-	-	-	-
H1N1 Flu Grant	1,498	-	-	(1,287)	211
Over the Limit Under Arrest	-	-	-	-	-
New Jersey DOT - Passed Thru County of Bergen - Municipal Aid	10,106	-	-	(10,106)	-
New Jersey DOT - Passed Thru County of Bergen - ADA Improvements - Local	5,000	-	-	-	5,000
Motor Vehicle Police Fees	-	-	-	-	-
NJ HPO - Historical Preservation Plan	-	-	-	-	-
Highlands - Initial Assessment	-	-	-	-	-
Highlands - Plan Conformance	526	50,000	35,109	-	15,417
Highlands - Transfer Development Rights	4,824	-	4,824	-	-
	<u>\$ 125,144</u>	<u>\$ 115,185</u>	<u>\$ 88,447</u>	<u>\$ (11,393)</u>	<u>\$ 140,489</u>
<u>Other:</u>					
BCUA Municipal Recycling Assistance Program	\$ 33,582	\$ -	\$ -	\$ (33,582)	\$ -
Bergen County Open Space - Historical Preservation Plan	-	-	-	-	-
Bergen County Open Space - Historical Preservation Plan	30,000	-	25,800	-	4,200
Private Donations	607	-	-	(607)	-
	<u>\$ 64,189</u>	<u>\$ -</u>	<u>\$ 25,800</u>	<u>\$ (34,189)</u>	<u>\$ 4,200</u>
Grand Total	<u>\$ 268,763</u>	<u>\$ 115,185</u>	<u>\$ 114,247</u>	<u>\$ (82,408)</u>	<u>\$ 187,293</u>

BOROUGH OF OAKLAND
GRANT FUND
STATEMENT OF UNAPPROPRIATED RESERVES
Year Ended December 31, 2011

Program	Balance December 31, 2010	Appropriated in 2011	Received in 2011	Adjustments	Balance December 31, 2011
<u>State:</u>					
Clean Communities Program	\$ 21,948	\$ 21,948	\$ 21,100	\$ -	\$ 21,100
Body Armor Replacement Program	2,550	2,550	2,630	-	2,630
Recycling Tonnage Grant	-	26,756	57,172	-	30,416
Alcohol Education & Rehabilitation Grant	201	201	1,025	-	1,025
Drunk Driving Enforcement Fund	3,374	3,374	7,758	-	7,758
	<u>\$ 28,073</u>	<u>\$ 54,829</u>	<u>\$ 89,685</u>	<u>\$ -</u>	<u>\$ 62,929</u>

BOROUGH OF OAKLAND
TRUST FUND
STATEMENT OF ASSETS, LIABILITIES AND RESERVES - STATUTORY BASIS

	2011	2010
<u>ASSETS</u>		
Cash:		
Trust & Escrow Deposit Account	\$ 2,228,865	\$ 1,758,366
Unemployment Account	212,445	16,608
Unemployment - Certificate of Deposit	-	200,000
Municipal Open Space Trust Account	414,104	1,253,371
Landfill Closure Account	2,080	2,077
Payroll Agency Account	51,464	-
Animal Control Account	23,120	19,031
Animal Control - Change Fund	50	50
COAH Trust Fund	813,016	46,803
COAH Trust Fund - Certificate of Deposit	-	750,000
Library Settlement Trust Fund	-	102,029
Lien Redemption Trust Fund	408,621	98,239
Lien Redemption Trust Fund - Certificate of Deposit	-	150,000
P.A.T.F. #I	63	63
	<u>\$ 4,153,828</u>	<u>\$ 4,396,637</u>
Deferred Compensation Plan Assets:		
Lincoln Financial Group	\$ 586,044	\$ 556,516
Interfund Receivable:		
Current Fund	\$ 106	\$ 219
Total Assets	<u>\$ 4,739,978</u>	<u>\$ 4,953,372</u>
<u>LIABILITIES AND RESERVES</u>		
Other Liabilities and Reserves:		
Net Payroll Payable	\$ 51,464	-
Payroll Deductions Payable	23,170	19,080
Reserve for Animal Control Expenditures	287,236	904,419
Reserve for Developers and Escrow Deposits	2,080	2,077
Reserve for Landfill Closure	414,104	1,253,590
Reserve for Municipal Open Space	212,445	216,608
Reserve for Unemployment Claims	63	63
Reserve for P.A.T.F. I Expenditures	813,016	796,804
Reserve for COAH Expenditures	54,255	28,230
Reserve for Board of Recreation Commission Expenditures	106,741	92,136
Reserve for Celebration of Public Events and Centennial Celebration	16,948	9,937
Reserve for Municipal Alliance on Alcohol & Drug Abuse Expenditures	102,070	102,029
Reserve for Library Settlement Expenditures	408,621	248,239
Reserve for Lien Redemption Expenditures	840,888	723,644
Reserve for Health Benefit Claims	586,044	556,516
Reserve for Deferred Compensation	13,367	-
Reserve for Soil Movement	194,343	-
Reserve for Performance Bond	2,265	-
Reserve for Board of Health - Marriage Licenses	2,460	-
Reserve for Recycling Containers	9,743	-
Reserve for Shade Tree	700	-
Reserve for Wedding Donation	792	-
Reserve for POAA	6,338	-
Reserve for Public Defender	101,543	-
Reserve for Snow Removal	433,940	-
Reserve for Accumulated Absence	55,342	-
Reserve for Off-Duty Police Officer	<u>\$ 4,739,978</u>	<u>\$ 4,953,372</u>

**BOROUGH OF OAKLAND
GENERAL CAPITAL FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	2011	2010
<u>ASSETS</u>		
Cash:		
General Capital Account	\$ 828,222	\$ 1,641,299
Community Development Account	1	1
Certificate of Deposit	-	2,000,000
	<u>\$ 828,223</u>	<u>\$ 3,641,300</u>
Interfund Receivable:		
Current Fund	\$ -	\$ 70,000
Intergovernmental Receivable:		
Grants Receivable	\$ 496,725	\$ 346,725
Deferred Charges:		
Funded	\$ 3,485,000	\$ 4,285,540
Unfunded	10,634,521	12,965,420
	<u>\$ 14,119,521</u>	<u>\$ 17,250,960</u>
Total Assets	<u>\$ 15,444,469</u>	<u>\$ 21,308,985</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	\$ 446,921	\$ 350,458
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 267,891	\$ 128,132
Reserve for Payment of Debt Service	294,157	2,050,416
	<u>\$ 562,048</u>	<u>\$ 2,178,548</u>
Improvement Authorizations:		
Funded	\$ 563,549	\$ 495,695
Unfunded	3,121,729	3,508,039
	<u>\$ 3,685,278</u>	<u>\$ 4,003,734</u>
Serial Bonds Payable	\$ 3,485,000	\$ 4,275,000
Bond Anticipation Notes Payable	\$ 6,853,177	\$ 9,942,620
Loan Payable	\$ -	\$ 10,539
Fund Balance	\$ 412,045	\$ 548,086
Total Liabilities and Fund Balance	<u>\$ 15,444,469</u>	<u>\$ 21,308,985</u>

BOROUGH OF OAKLAND
GENERAL CAPITAL FUND
STATEMENT OF LOANS PAYABLE
Year Ended December 31, 2011

Date of Issue - Purpose	Total Amount of Issue	Balance December 31, 2010	Issued In 2011	Paid by Budget Appropriation	Refinance Adjustment	Balance December 31, 2011
1993 N.J.D.E.P. Loan	\$ 320,500	\$ 10,539	\$ -	\$ 10,539	\$ -	\$ -
		<u>\$ 10,539</u>	<u>\$ -</u>	<u>\$ 10,539</u>	<u>\$ -</u>	<u>\$ -</u>

BOROUGH OF OAKLAND
GENERAL CAPITAL FUND
STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
Year Ended December 31, 2011

E-3

Improvement	Balance December 31, 2010	Authorized	Raised In Budget	BANs Paid By Budget Appropriation and Receipts	Serial Bonds Issued	Cancellations	Balance December 31, 2011	Analysis of Balance		
								Outstanding BANs	B&N Authorized	Capital Cash
#05-512 Various Capital Improvements	\$ 528,170	\$ -	\$ (528,170)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
#06-544 Various Capital Improvements	76,190	-	(71,830)	-	-	-	4,360	-	4,360	-
#07-558 Various Capital Improvements	229,425	-	-	(168,367)	-	-	61,058	61,058	-	-
#07-561/#09-588 Various Capital Improvements	927,500	-	-	(183,778)	-	-	743,722	743,722	-	-
#08-567 Acquisition of Real Property	5,000,000	-	-	(2,500,000)	-	-	2,500,000	2,500,000	-	-
#08-586 Various Capital Improvements	1,067,695	-	-	(37,298)	-	-	1,030,397	1,030,397	-	-
#09-607 Acquisition of Real Property	2,490,000	-	-	(200,000)	-	-	2,290,000	2,290,000	-	-
#07-561/09-588 Various Capital Improvements	228,000	-	-	-	-	-	228,000	228,000	-	-
#10-617 Various Capital Improvements	1,152,768	-	-	-	-	(127,061)	1,025,707	-	1,025,707	-
#10-621 Allerman Brook - Supplemental	65,500	-	-	-	-	-	65,500	-	65,500	-
#10-636 Various Capital Improvements	1,200,172	-	-	-	-	(8,745)	1,191,427	-	1,191,427	-
#11-643 Various Capital Imp (10-636 Supp)	-	282,388	-	-	-	-	282,388	-	282,388	-
#11-652 Various Capital Improvements	-	1,211,962	-	-	-	-	1,211,962	-	1,211,962	-
	<u>\$ 12,965,420</u>	<u>\$ 1,494,350</u>	<u>\$ (600,000)</u>	<u>\$ (3,089,443)</u>	<u>\$ -</u>	<u>\$ (135,806)</u>	<u>\$ 10,634,521</u>	<u>\$ 6,853,177</u>	<u>\$ 3,781,344</u>	<u>\$ -</u>
Bond Anticipation Notes Payable	\$ 9,942,620						\$ 6,853,177			
Bond Anticipation Notes Paid With Capital Cash	528,170						-			
Bonds and Notes Authorized but not Issued	2,494,630						3,781,344			
	<u>\$ 12,965,420</u>						<u>\$ 10,634,521</u>			

BOROUGH OF OAKLAND
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2011

E-4

Description	Authorized										Cancellations and Adjustments	Balance - December 31, 2011	
	Balance - January 1, 2011		Capital Improvement Fund	Capital Surplus	Grants	Bonds & Notes	Expended	Refunded				Funded	Unfunded
	Funded	Unfunded										Funded	Unfunded
#97-330 1997 Road Resurfacing Program	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
#99-362/02-429/02-430 Library Addition	332,629	-	-	-	-	-	3,306	-	-	-	329,323	-	-
#02-440 Various Capital Improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
#04-475 Various Capital Improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
#05-512 Various Capital Improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
#06-534 Flood Control Allerman Brook	-	185,050	-	-	-	-	26,550	-	-	-	-	158,500	-
#06-538 Various Capital Improvements	-	69,921	-	-	-	-	4,735	-	(65,186)	-	-	-	-
#07-558 Various Capital Improvements	-	20,892	-	-	-	-	553	-	(20,339)	-	-	-	-
#07-561 Various Capital Improvements	-	253,055	-	-	-	-	92,695	-	-	-	-	160,360	-
#08-567 Acquisition of Real Property	-	94,434	-	-	-	-	-	-	239	-	-	94,673	-
#08-582 Various Capital Improvements	-	-	-	-	-	-	-	-	-	-	-	-	-
#08-586 Various Capital Improvements	-	589,478	-	-	-	-	61,873	-	-	-	-	527,605	-
#09-607 Acquisition of Real Property	-	157,140	-	-	-	-	-	-	17,347	-	-	174,487	-
#10-617 Various Capital Improvements	-	905,861	-	-	-	-	778,800	-	(127,061)	-	-	-	-
#10-618 Various Capital Improvements	25,075	-	-	-	-	-	16,550	-	-	-	8,525	-	-
#10-621 Allerman Brook - Supplemental	-	32,036	-	-	-	-	746	-	-	-	-	31,290	-
#10-630 Fire Rescue Truck - Supplemental	25,000	-	-	-	-	-	25,000	-	-	-	-	-	-
#10-635 Various Capital Improvements	49,825	-	-	-	-	-	30,683	-	(780)	-	18,362	-	-
#10-636 Various Capital Improvements	63,166	1,200,172	-	-	-	-	774,128	-	(8,745)	-	-	480,465	-
#11-643 Various Capital Imp (10-636 Supp)	-	-	14,862	-	-	282,388	5,583	-	-	-	9,279	282,388	-
#11-645 Improvement to Pawnee Road	-	-	-	-	150,000	-	150,000	-	-	-	-	-	-
#11-652 Various Capital Improvements	-	-	63,788	-	-	1,211,962	824	-	-	-	62,965	1,211,961	-
#11-653 Purchase of Capital Equipment	-	-	-	303,850	-	-	168,755	-	-	-	135,095	-	-
	\$ 495,695	\$ 3,508,039	\$ 78,650	\$ 303,850	\$ 150,000	\$ 1,494,350	\$ 2,140,781	\$ -	\$ (204,525)	\$ 563,549	\$ 3,121,729		

BOROUGH OF OAKLAND
GENERAL CAPITAL FUND
STATEMENT OF SERIAL BONDS PAYABLE
Year Ended December 31, 2011

<u>Date of Issue - Purpose</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2010</u>	<u>Issued In 2011</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2011</u>
09/26/02 General Improvement Bonds	4,494,000	\$ 2,329,000	\$ -	\$ 575,000	\$ 1,754,000
12/01/06 General Improvement Bonds (A)	1,096,000	866,000	-	65,000	801,000
12/01/06 General Improvement Bonds (C)	1,580,000	1,080,000	-	150,000	930,000
		<u>\$ 4,275,000</u>	<u>\$ -</u>	<u>\$ 790,000</u>	<u>\$ 3,485,000</u>

BOROUGH OF OAKLAND
GENERAL CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTES PAYABLE
Year Ended December 31, 2011

E-6

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2010	Issued	Decreased	Budget Appropriation and Receipts	Receipts Applied	Balance December 31, 2011
10-1R											
#07-561/09-588 Various Capital Improvements	997,500	10/30/08	02/11/10	02/11/11	1.50%	\$ 927,500	\$ -	\$ 743,722	\$ 183,778	\$ -	\$ -
#08-567 Various Capital Improvements	5,045,000	10/30/08	02/11/10	02/11/11	1.50%	5,000,000	-	2,500,000	2,500,000	-	-
#07-558 Various Capital Improvements	229,425	08/18/06	02/11/10	02/11/11	1.50%	229,425	-	61,058	168,367	-	-
#08-586 Various Capital Improvements	1,067,695	02/11/09	02/11/10	02/11/11	1.50%	1,067,695	-	1,030,397	37,298	-	-
#07-561/09-588 Various Capital Improvements	228,000	02/11/09	02/11/10	02/11/11	1.50%	228,000	-	228,000	-	-	-
10-1											
#09-607 Acquisition of Real Property	2,490,000	05/27/10	05/27/10	02/11/11	0.92%	2,490,000	-	2,290,000	200,000	-	-
11-3R											
#07-561/09-588 Various Capital Improvements	997,500	10/30/08	02/11/11	02/11/12	1.50%	-	743,722	-	-	-	743,722
#08-567 Various Capital Improvements	5,045,000	10/30/08	02/11/11	02/11/12	1.50%	-	2,500,000	-	-	-	2,500,000
#07-558 Various Capital Improvements	229,425	08/18/06	02/11/11	02/11/12	1.50%	-	61,058	-	-	-	61,058
11-2R											
#08-586 Various Capital Improvements	1,067,695	02/11/09	02/11/11	02/11/12	1.50%	-	1,030,397	-	-	-	1,030,397
#07-561/09-588 Various Capital Improvements	228,000	02/11/09	02/11/11	02/11/12	1.50%	-	228,000	-	-	-	228,000
11-1R											
#09-607 Acquisition of Real Property	2,490,000	05/27/10	02/11/11	02/11/12	0.92%	-	2,290,000	-	-	-	2,290,000
						\$ 9,942,620	\$ 6,853,177	\$ 6,853,177	\$ 3,089,443	\$ -	\$ 6,853,177

BOROUGH OF OAKLAND
GENERAL CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2011

Improvement Description	Balance December 31, 2010	Authorized	BANs Issued	Raised	Cancellations/ Adjustments	Balance December 31, 2011
#06-544 Various Capital Improvements	\$ 76,190	\$ -	\$ -	\$ (71,830)	\$ -	\$ 4,360
#10-617 Various Capital Improvements	1,152,768	-	-	-	(127,061)	1,025,707
#10-621 Allerman Brook - Supplemental	65,500	-	-	-	-	65,500
#10-636 Various Capital Improvements	1,200,172	-	-	-	(8,745)	1,191,427
#11-643 Various Capital Imp (10-636 Supp)	-	282,388	-	-	-	282,388
#11-652 Various Capital Improvements	-	1,211,962	-	-	-	1,211,962
	<u>\$ 2,494,630</u>	<u>\$ 1,494,350</u>	<u>\$ -</u>	<u>\$ (71,830)</u>	<u>\$ (135,806)</u>	<u>\$ 3,781,344</u>

**BOROUGH OF OAKLAND
WATER UTILITY OPERATING FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	2011	2010
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 610,497	\$ 492,247
Change Funds	50	50
	<u>\$ 610,547</u>	<u>\$ 492,297</u>
Consumer Accounts Receivable	<u>\$ 249,108</u>	<u>\$ 280,839</u>
Total Assets	<u><u>\$ 859,655</u></u>	<u><u>\$ 773,136</u></u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	<u>\$ 31,223</u>	<u>\$ 21,675</u>
Appropriation Reserves	<u>\$ 86,929</u>	<u>\$ 33,870</u>
Other Liabilities and Reserves:		
Accrued Interest on Bonds	\$ 5,309	\$ 6,413
Overpayments	24,207	13,881
Reserve for Rate Stabilization	50,000	-
	<u>\$ 79,516</u>	<u>\$ 20,294</u>
Reserve for Receivables	<u>\$ 249,108</u>	<u>\$ 280,839</u>
Fund Balance	<u>\$ 412,879</u>	<u>\$ 416,458</u>
Total Liabilities and Fund Balance	<u><u>\$ 859,655</u></u>	<u><u>\$ 773,136</u></u>

BOROUGH OF OAKLAND
WATER UTILITY OPERATING FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Anticipated Budget	Realized	Excess/ (Deficit)
Operating Surplus Anticipated	\$ 50,000	\$ 50,000	\$ -
Rents	\$ 1,866,000	\$ 1,838,388	\$ (27,612)
Miscellaneous:			
Interest on Delinquent Accounts	\$ 4,000	\$ 11,631	\$ 7,631
Hydrants	-	-	-
Reserve for Debt Service	-	-	-
Total Miscellaneous	\$ 4,000	\$ 11,631	\$ 7,631
	\$ 1,920,000	\$ 1,900,019	\$ (19,981)
Other Credits to Income:			
Non-Budget Revenues	\$ -	\$ 161	\$ 161
Unexpended Balance of Appropriation Reserves	-	39,874	39,874
Unexpended Balances Cancelled	-	26,367	26,367
Cancellations and Adjustments	-	-	-
	\$ -	\$ 66,402	\$ 66,402
Total Revenues and Credits to Income	\$ 1,920,000	\$ 1,966,421	\$ 46,421

BOROUGH OF OAKLAND
WATER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriations		Expended		Unexpended		Overexpenditure
	Adopted Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled		
Operating:							
Salaries and Wages	\$ 524,900	\$ 524,900	\$ 512,800	\$ 12,100	\$ -	\$ -	-
Other Expenses:							
Other Expenses	\$ 250,650	\$ 250,650	\$ 213,176	\$ 37,474	\$ -	\$ -	-
Utilities	284,500	284,500	231,274	28,226	25,000	-	-
Group Insurance	155,440	155,440	155,440	-	-	-	-
Other Insurance	47,700	47,700	47,700	-	-	-	-
	<u>\$ 738,290</u>	<u>\$ 738,290</u>	<u>\$ 647,590</u>	<u>\$ 65,700</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>-</u>
Capital Improvements:							
Capital Improvement Fund	\$ 75,000	\$ 75,000	\$ 75,000	\$ -	\$ -	\$ -	-
Capital Outlay	468	468	-	468	-	-	-
	<u>\$ 75,468</u>	<u>\$ 75,468</u>	<u>\$ 75,000</u>	<u>\$ 468</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Debt Service:							
Payment of Bonds	\$ 405,000	\$ 405,000	\$ 405,000	\$ -	\$ -	\$ -	-
Interest on Bonds	76,950	76,950	75,583	-	1,367	-	-
Interest on Notes	-	-	-	-	-	-	-
	<u>\$ 481,950</u>	<u>\$ 481,950</u>	<u>\$ 480,583</u>	<u>\$ -</u>	<u>\$ 1,367</u>	<u>\$ -</u>	<u>-</u>
Deferred Charges:							
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Overexpenditures	-	-	-	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Statutory Expenditures:							
Public Employees Retirement System	\$ 49,392	\$ 49,392	\$ 49,392	\$ -	\$ -	\$ -	-
Social Security System	50,000	50,000	41,339	8,661	-	-	-
Unemployment Compensation	-	-	-	-	-	-	-
	<u>\$ 99,392</u>	<u>\$ 99,392</u>	<u>\$ 90,731</u>	<u>\$ 8,661</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Total Appropriations	<u>\$ 1,920,000</u>	<u>\$ 1,920,000</u>	<u>\$ 1,806,704</u>	<u>\$ 86,929</u>	<u>\$ 26,367</u>	<u>\$ -</u>	<u>-</u>
Other Charges to Income:							
Refund of Prior Year's Revenue			<u>\$ -</u>				

**BOROUGH OF OAKLAND
WATER UTILITY CAPITAL FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 119,836	\$ 419,057
Investments - Certificate of Deposit	500,000	500,000
	<u>\$ 619,836</u>	<u>\$ 919,057</u>
Fixed Capital	<u>\$ 10,589,757</u>	<u>\$ 10,589,757</u>
Fixed Capital Authorized & Uncompleted	<u>\$ 2,778,587</u>	<u>\$ 1,538,587</u>
Total Assets	<u><u>\$ 13,988,180</u></u>	<u><u>\$ 13,047,401</u></u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	<u>\$ 75,605</u>	<u>\$ 143,449</u>
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 310,604	\$ 635,604
Reserve for Amortization	9,065,757	8,660,757
Reserve for Deferred Amortization	737,500	337,500
	<u>\$ 10,113,861</u>	<u>\$ 9,633,861</u>
Improvement Authorizations:		
Funded	\$ 583,341	\$ 354,166
Unfunded	1,539,442	734,993
	<u>\$ 2,122,783</u>	<u>\$ 1,089,159</u>
Serial Bonds Payable	<u>\$ 1,524,000</u>	<u>\$ 1,929,000</u>
Fund Balance	<u>\$ 151,931</u>	<u>\$ 251,932</u>
Total Liabilities and Reserves	<u><u>\$ 13,988,180</u></u>	<u><u>\$ 13,047,401</u></u>

BOROUGH OF OAKLAND
WATER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2011

Description	Authorized									
	Balance - January 1, 2011		Capital Improvement Fund	Capital Surplus	Bonds & Notes	Expended	Adjustments	Cancellations	Balance - December 31, 2011	
	Funded	Unfunded							Funded	Unfunded
#06-539 Various Capital Improvements	\$ 324,358	\$ -	\$ -	\$ -	\$ -	\$ 17,005	\$ -	\$ -	\$ 307,353	\$ -
#07-563 Lawlor/Walnut Water Mains	-	233,993	-	-	-	8,364	-	-	-	225,629
#08-585 Water Improvements - Well #8	-	501,000	-	-	-	27,187	-	-	-	473,813
#09-597 Water Improvements - Well #7	29,808	-	-	-	-	-	-	-	29,808	-
#11-637 Various Water Improvements	-	-	400,000	-	840,000	253,820	-	-	146,180	840,000
#11-654 Water Improvements - Well #8	-	-	-	100,000	-	-	-	-	100,000	-
	<u>\$ 354,166</u>	<u>\$ 734,993</u>	<u>\$ 400,000</u>	<u>\$ 100,000</u>	<u>\$ 840,000</u>	<u>\$ 306,376</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 583,341</u>	<u>\$ 1,539,442</u>

BOROUGH OF OAKLAND
WATER UTILITY CAPITAL FUND
STATEMENT OF SERIAL BONDS PAYABLE
Year Ended December 31, 2011

<u>Date of Issue - Purpose</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2010</u>	<u>Issued In 2011</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2011</u>
09/26/02 General Improvement Bonds	1,997,000	1,307,000	-	315,000	992,000
12/01/06 General Improvement Bonds	932,000	622,000	-	90,000	532,000
		<u>\$ 1,929,000</u>	<u>\$ -</u>	<u>\$ 405,000</u>	<u>\$ 1,524,000</u>

BOROUGH OF OAKLAND
WATER UTILITY CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2011

Improvement Description	Balance December 31, 2010	Authorized	BANs Issued	Bonds Issued	Cancellations/ Adjustments	Balance December 31, 2011
#06-539 Various Water Improvements	\$ 932,000	\$ -	\$ -	\$ -	\$ -	\$ 932,000
#07-563 Lawlor/Walnut Water Mains	370,500	-	-	-	-	370,500
#08-585 Water Improvements - Well #8	570,000	-	-	-	-	570,000
#89-139 Various Water Improvements	58,000	-	-	-	(58,000)	-
#92-262 Air Stripping Facility	21,823	-	-	-	(21,823)	-
#927 Acquisition of Water Meters	294,000	-	-	-	(294,000)	-
#97-331 Improvements to Water System	380,000	-	-	-	(380,000)	-
#98-351 Improvements to Water System	1,800,000	-	-	-	(1,800,000)	-
#11-637 Various Water Improvements	-	840,000	-	-	-	840,000
	<u>\$ 4,426,323</u>	<u>\$ 840,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,553,823)</u>	<u>\$ 2,712,500</u>

**BOROUGH OF OAKLAND
SEWER UTILITY OPERATING FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	2011	2010
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 234,473	\$ 155,741
Change Funds	25	25
	<u>\$ 234,498</u>	<u>\$ 155,766</u>
Consumer Accounts Receivable	<u>\$ 53,532</u>	<u>\$ 63,906</u>
Total Assets	<u><u>\$ 288,030</u></u>	<u><u>\$ 219,672</u></u>
<u>LIABILITIES AND FUND BALANCE</u>		
Accounts Payable	<u>\$ 2,786</u>	<u>\$ -</u>
Reserve for Encumbrances	<u>\$ 20,417</u>	<u>\$ 11,321</u>
Appropriation Reserves	<u>\$ 34,669</u>	<u>\$ 48,782</u>
Other Liabilities and Reserves:		
Accrued Interest on Notes	\$ 3,771	\$ -
Overpayments	4,808	1,997
Reserve for Rate Stabilization	12,000	6,000
	<u>\$ 20,579</u>	<u>\$ 7,997</u>
Reserve for Receivables	<u>\$ 53,532</u>	<u>\$ 63,906</u>
Fund Balance	<u>\$ 156,047</u>	<u>\$ 87,666</u>
Total Liabilities and Fund Balance	<u><u>\$ 288,030</u></u>	<u><u>\$ 219,672</u></u>

BOROUGH OF OAKLAND
SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES AND OTHER CREDITS TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Anticipated Budget	Realized	Excess/ (Deficit)
Operating Surplus Anticipated	\$ 25,000	\$ 25,000	\$ -
Rents	\$ 344,500	\$ 398,255	\$ 53,755
Miscellaneous:			
Interest on Delinquent Accounts	\$ -	\$ -	\$ -
Deficit (General Budget)	-	-	-
Total Miscellaneous	\$ -	\$ -	\$ -
	\$ 369,500	\$ 423,255	\$ 53,755
Other Credits to Income:			
Non-Budget Revenues	\$ -	\$ 377	\$ 377
Unexpended Balance of Appropriation Reserves	-	39,249	39,249
Cancellations and Adjustments	-	-	-
	\$ -	\$ 39,626	\$ 39,626
Total Revenues and Credits to Income	\$ 369,500	\$ 462,881	\$ 93,381

BOROUGH OF OAKLAND
SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES AND OTHER CHARGES TO INCOME - STATUTORY BASIS
Year Ended December 31, 2011

	Appropriations		Expended		Unexpended		
	Adopted Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpenditure	
Operating:							
Salaries and Wages	\$ 94,500	\$ 94,500	\$ 94,500	\$ -	\$ -	\$ -	-
Other Expenses:							
Other Expenses	\$ 140,400	\$ 136,629	\$ 116,491	\$ 20,138	\$ -	\$ -	-
Utilities	40,000	40,000	31,544	8,456	-	-	-
Group Insurance	26,600	26,600	26,600	-	-	-	-
Other Insurance	9,830	9,830	9,830	-	-	-	-
Reserve for Debt Service	15,000	15,000	15,000	-	-	-	-
	<u>\$ 231,830</u>	<u>\$ 228,059</u>	<u>\$ 199,465</u>	<u>\$ 28,594</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Capital Improvements:							
Capital Improvement Fund	\$ 19,000	\$ 19,000	\$ 19,000	\$ -	\$ -	\$ -	-
Capital Outlay	279	279	-	279	-	-	-
	<u>\$ 19,279</u>	<u>\$ 19,279</u>	<u>\$ 19,000</u>	<u>\$ 279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Debt Service:							
Payment of Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Interest on Bonds	-	-	-	-	-	-	-
Interest on Notes	1,830	5,601	5,601	-	-	-	-
	<u>\$ 1,830</u>	<u>\$ 5,601</u>	<u>\$ 5,601</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Deferred Charges:							
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Overexpenditures	-	-	-	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Statutory Expenditures:							
Public Employees Retirement System	\$ 7,561	\$ 7,561	\$ 7,561	\$ -	\$ -	\$ -	-
Social Security System	14,500	14,500	8,704	5,796	-	-	-
Unemployment Compensation	-	-	-	-	-	-	-
	<u>\$ 22,061</u>	<u>\$ 22,061</u>	<u>\$ 16,265</u>	<u>\$ 5,796</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Total Appropriations	<u>\$ 369,500</u>	<u>\$ 369,500</u>	<u>\$ 334,831</u>	<u>\$ 34,669</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Other Charges to Income:							
Refund of Prior Year's Revenue			\$ -				

**BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	2011	2010
<u>ASSETS</u>		
Cash:		
Sewer Capital Account	\$ 96,616	\$ 102,029
Fixed Capital	\$ 74,100	\$ 74,100
Fixed Capital Authorized & Uncompleted	\$ 979,000	\$ 282,000
Total Assets	<u>\$ 1,149,716</u>	<u>\$ 458,129</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	\$ 111,196	\$ 8,250
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 25,000	\$ 6,000
Reserve for Payment of Debt Service	20,000	5,000
Reserve for Amortization	74,100	74,100
	<u>\$ 119,100</u>	<u>\$ 85,100</u>
Improvement Authorizations:		
Funded	\$ -	\$ -
Unfunded	637,420	82,779
	<u>\$ 637,420</u>	<u>\$ 82,779</u>
Bond Anticipation Notes Payable	\$ 282,000	\$ 282,000
Total Liabilities and Fund Balance	<u>\$ 1,149,716</u>	<u>\$ 458,129</u>

**BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
Year Ended December 31, 2011**

G-5

Description	Balance December 31, 2010	Transferred From Fixed Capital Authorized & Uncompleted	Adjustments	Cancellations	Balance December 31, 2011
Unidentified from CY2004 Audit	\$ 74,100	\$ -	\$ -	\$ -	\$ 74,100

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
Year Ended December 31, 2011

G-6

Description	Balance December 31, 2010	Authorized	Transferred to Fixed Capital	Adjustments	Cancellations	Balance December 31, 2011
#08-575/#08-584 Various Public Improvements	\$ 282,000	\$ -	\$ -	\$ -	\$ -	\$ 282,000
#11-BOND-638 Various Public Improvements	-	697,000	-	-	-	697,000
	<u>\$ 282,000</u>	<u>\$ 697,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 979,000</u>

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
Year Ended December 31, 2011

<u>Vendor</u>	<u>Ordinance Number</u>	<u>Balance December 31, 2010</u>	<u>Paid</u>	<u>Accrued</u>	<u>Cancellations</u>	<u>Balance December 31, 2011</u>
Crew Engineers, Inc.	08-575	\$ 8,250		\$ 51,471	\$ -	\$ 59,721
National Water Main Cleaning	11-638	-		51,475	-	51,475
		<u>\$ 8,250</u>	<u>\$ -</u>	<u>\$ 102,946</u>	<u>\$ -</u>	<u>\$ 111,196</u>

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2011

<u>Description</u>	<u>Balance December 31, 2010</u>	<u>Sewer Operating Fund Appropriation</u>	<u>Used to Finance Authorizations</u>	<u>Cancelled Funded Authorizations</u>	<u>Balance December 31, 2011</u>
Capital Improvement Fund	\$ 6,000	\$ 19,000	\$ -	\$ -	\$ 25,000

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR DEBT SERVICE
Year Ended December 31, 2011

<u>Ordinance</u>	<u>Balance December 31, 2010</u>	<u>Sewer Operating Fund Revenue</u>	<u>Cancelled Funded Authorizations</u>	<u>Balance December 31, 2011</u>
Unallocated - CY2010 Budget	\$ 5,000	\$ -	\$ -	\$ 5,000
Unallocated - CY2011 Budget	-	-	15,000	15,000
	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ 15,000</u>	<u>\$ 20,000</u>

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
Year Ended December 31, 2011

G-10

Description	Balance December 31, 2010	Transferred From Fixed Capital Authorized & Uncompleted	Adjustments	Cancellations	Balance December 31, 2011
Unidentified from CY2004 Audit	\$ 74,100	\$ -	\$ -	\$ -	\$ 74,100

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2011

Description	Balance - January 1, 2011		Bonds & Notes Authorized	Expended	Adjustments	Cancellations	Balance - December 31, 2011	
	Funded	Unfunded					Funded	Unfunded
#08-575/#08-584 Various Sewer Improvements	\$ -	\$ 82,779	\$ -	\$ 66,782	\$ -	\$ -	\$ -	\$ 15,997
#11-BOND-638 Various Public Improvements			697,000	75,577	-	-	-	621,423
	\$ -	\$ 82,779	\$ 697,000	\$ 142,359	\$ -	\$ -	\$ -	\$ 637,420

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
STATEMENT OF BOND ANTICIPATION NOTES PAYABLE
Year Ended December 31, 2011

G-12

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2010	Issued	Decreased	Paydown	Balance December 31, 2011
<u>10-1SU</u>										
#08-575/08-584 Skyview Sewer Plant Improvements	282,000	05/27/10	05/27/10	02/11/11	0.92%	\$ 282,000	\$ -	\$ 282,000	\$ -	\$ -
#08-575/08-584 Skyview Sewer Plant Improvements	282,000	05/27/10	02/11/11	02/11/12	1.50%	-	282,000	-	-	282,000
						<u>\$ 282,000</u>	<u>\$ 282,000</u>	<u>\$ 282,000</u>	<u>\$ -</u>	<u>\$ 282,000</u>

BOROUGH OF OAKLAND
SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2011

G-13

Description	Balance December 31, 2010	Authorized	Issued	Cancellations and Adjustments	Balance December 31, 2011
#11-BOND-638 Various Public Improvements	\$ -	\$ 697,000	\$ -	\$ -	\$ 697,000

**BOROUGH OF OAKLAND
SEWER ASSESSMENT TRUST FUND
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCE - STATUTORY BASIS**

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Assessment Receivable	<u>\$ 1,800</u>	<u>\$ 1,800</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Receivables	<u>\$ 1,800</u>	<u>\$ 1,800</u>

BOROUGH OF OAKLAND
GENERAL FIXED ASSET ACCOUNT GROUP
STATEMENT OF ASSETS AND FUND BALANCE - STATUTORY BASIS

	<u>2011</u>	<u>2010</u>
<u>ASSETS</u>		
Land	\$ 9,854,476	\$ 9,854,476
Buildings and Improvements	5,246,212	5,246,212
Equipment	7,274,056	7,274,056
Construction in Progress	2,563,047	2,563,047
	<u>\$ 24,937,791</u>	<u>\$ 24,937,791</u>
 <u>FUND BALANCE</u>		
Reserve for Investment in		
General Fixed Assets	<u>\$ 24,937,791</u>	<u>\$ 24,937,791</u>

BOROUGH OF OAKLAND
GENERAL FIXED ASSET ACCOUNT GROUP
STATEMENT OF CHANGES IN RESERVE FOR GENERAL FIXED ASSETS

	Balance December 31, 2010	Additions	Retirements	Adjustments	Balance December 31, 2011
Land	\$ 9,854,476	\$ -	\$ -	\$ -	\$ 9,854,476
Buildings and Improvements	5,246,212	-	-	-	5,246,212
Equipment	7,274,056	-	-	-	7,274,056
Construction in Progress	2,563,047	-	-	-	2,563,047
	<u>\$ 24,937,791</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,937,791</u>

BOROUGH OF OAKLAND
NJ Comprehensive Annual Financial Report
Statistical Section

BOROUGH OF OAKLAND
Adopted Budgets
(Unaudited)

	2011	2010	2009	2008	2007
<u>CURRENT FUND</u>					
<u>REVENUES</u>					
Fund Balance	\$ 486,000	\$ 886,000	\$ 361,000	\$ 445,000	\$ 290,000
Miscellaneous Revenues	3,205,269	3,050,302	3,828,951	4,068,754	3,817,348
Receipts From Delinquent Taxes	122,300	499,250	395,000	380,000	400,000
Amount to be Raised by Taxation - Municipal	13,028,228	13,719,459	13,245,980	12,635,789	11,657,044
Amount to be Raised by Taxation - Library	855,637	-	-	-	-
Total Revenues	<u>\$ 17,697,434</u>	<u>\$ 18,155,011</u>	<u>\$ 17,830,931</u>	<u>\$ 17,529,543</u>	<u>\$ 16,164,392</u>
<u>APPROPRIATIONS</u>					
Within "CAPS":					
Operations:					
Salaries and Wages	\$ 6,341,385	\$ 6,177,800	\$ 6,066,249	\$ 5,853,851	\$ 5,086,656
Other Expenses	6,257,116	6,310,450	6,157,395	6,256,925	6,399,253
Deferred Charges	-	-	28,602	46,168	99,866
Statutory Expenditures	1,548,700	1,278,031	433,500	413,000	382,500
Judgments	-	-	-	-	-
Excluded From "CAPS":					
Operations:					
Salaries and Wages	495,420	601,255	650,977	4,025	-
Other Expenses	746,437	1,052,123	1,912,670	2,203,958	1,762,566
Capital Improvements	208,000	120,000	120,000	100,000	136,612
Municipal Debt Service	1,205,476	1,364,352	1,279,299	1,158,251	1,575,785
Deferred Charges	647,600	626,000	646,000	887,843	146,000
Reserve for Uncollected Taxes	247,300	625,000	536,239	605,522	575,154
Total Appropriations	<u>\$ 17,697,434</u>	<u>\$ 18,155,011</u>	<u>\$ 17,830,931</u>	<u>\$ 17,529,543</u>	<u>\$ 16,164,392</u>
	-	-	-	-	-

BOROUGH OF OAKLAND
Adopted Budgets
(Unaudited)

	2011	2010	2009	2008	2007
<u>WATER UTILITY FUND</u>					
<u>REVENUES</u>					
Fund Balance Anticipated	\$ 50,000	\$ 100,000	\$ 135,000	\$ 35,000	\$ 235,000
Rents	1,866,000	1,827,000	1,679,121	1,785,000	1,700,000
Water Capital Fund Balance	-	-	110,000	-	-
Reserve for Debt Service	-	-	155,879	-	-
Deficit (General Budget)	-	-	-	25,000	-
Miscellaneous	4,000	17,000	40,000	40,000	10,000
Total Revenues	<u>\$ 1,920,000</u>	<u>\$ 1,944,000</u>	<u>\$ 2,120,000</u>	<u>\$ 1,885,000</u>	<u>\$ 1,945,000</u>
<u>APPROPRIATIONS</u>					
Operations:					
Salaries and Wages	\$ 524,900	\$ 514,715	\$ 524,000	\$ 510,318	\$ 466,174
Other Expenses	738,290	768,010	893,501	835,759	762,188
Capital Improvements	75,468	20,106	-	-	100,000
Municipal Debt Service	481,950	482,120	478,854	479,195	467,181
Deferred Charges	-	-	9,495	14,728	54,457
Statutory Expenditures	99,392	91,815	103,081	45,000	45,000
Judgments	-	-	-	-	-
Surplus (General Budget)	-	-	-	-	50,000
Deficit in Operations	-	67,234	111,069	-	-
Total Appropriations	<u>\$ 1,920,000</u>	<u>\$ 1,944,000</u>	<u>\$ 2,120,000</u>	<u>\$ 1,885,000</u>	<u>\$ 1,945,000</u>
	-	-	-	-	-

BOROUGH OF OAKLAND
Adopted Budgets
(Unaudited)

	2011	2010	2009	2008	2007
<u>SEWER UTILITY FUND</u>					
<u>REVENUES</u>					
Fund Balance Anticipated	\$ 25,000	\$ -	\$ -	\$ 25,000	\$ -
Rents	344,500	385,000	390,000	340,000	325,000
Miscellaneous	-	-	-	-	-
Deficit (General Budget)	-	-	-	-	50,000
Total Revenues	<u>\$ 369,500</u>	<u>\$ 385,000</u>	<u>\$ 390,000</u>	<u>\$ 365,000</u>	<u>\$ 375,000</u>
<u>APPROPRIATIONS</u>					
Operations:					
Salaries and Wages	\$ 94,500	\$ 95,400	\$ 97,550	\$ 84,671	\$ 110,259
Other Expenses	231,830	262,910	264,554	241,829	224,449
Capital Improvements	19,279	6,372	-	-	-
Municipal Debt Service	1,830	-	-	-	-
Deferred Charges	-	-	-	-	20,597
Statutory Expenditures	22,061	20,318	23,962	13,500	13,000
Surplus (General Budget)	-	-	-	25,000	-
Deficit in Operations	-	-	3,934	-	6,695
Total Appropriations	<u>\$ 369,500</u>	<u>\$ 385,000</u>	<u>\$ 390,000</u>	<u>\$ 365,000</u>	<u>\$ 375,000</u>

BOROUGH OF OAKLAND
Fund Balance Summary
(Unaudited)

	2011	2010	2009	2008	2007
<u>CURRENT FUND</u>					
Fund Balance, Beginning	\$ 2,229,288	\$ 2,181,030	\$ 1,382,530	\$ 690,824	\$ 619,017
Generated Current Year	765,140	934,258	1,159,500	1,136,706	361,807
Utilized Current Year	(486,000)	(886,000)	(361,000)	(445,000)	(290,000)
Fund Balance, Ending	<u>\$ 2,508,428</u>	<u>\$ 2,229,288</u>	<u>\$ 2,181,030</u>	<u>\$ 1,382,530</u>	<u>\$ 690,824</u>
<u>WATER UTILITY FUND</u>					
Fund Balance, Beginning	\$ 416,458	\$ 173,150	\$ 308,150	\$ 343,150	\$ 528,981
Generated Current Year	45,317	343,308	-	-	49,169
Utilized Current Year	(50,000)	(100,000)	(135,000)	(35,000)	(235,000)
Fund Balance, Ending	<u>\$ 411,775</u>	<u>\$ 416,458</u>	<u>\$ 173,150</u>	<u>\$ 308,150</u>	<u>\$ 343,150</u>
<u>SEWER UTILITY FUND</u>					
Fund Balance, Beginning	\$ 87,666	\$ 4,247	\$ 2,695	\$ 27,695	\$ 16,867
Generated Current Year	93,382	83,419	1,552	-	10,828
Utilized Current Year	(25,000)	-	-	(25,000)	-
Fund Balance, Ending	<u>\$ 156,048</u>	<u>\$ 87,666</u>	<u>\$ 4,247</u>	<u>\$ 2,695</u>	<u>\$ 27,695</u>

BOROUGH OF OAKLAND
Tax Levy and Collection Data
(Unaudited)

	2011	2010	2009	2008	2007
<u>CURRENT YEAR % COLLECTION RATES</u>					
Current Tax Levy	\$ 54,186,791	\$ 53,550,515	\$ 52,331,471	\$ 50,362,212	\$ 48,406,730
Current Collections	\$ 54,158,022	\$ 53,310,631	\$ 51,610,493	\$ 49,907,149	\$ 48,024,958
Percentage of Collections	99.95%	99.55%	98.62%	99.10%	99.21%

DELINQUENT TAX %

Delinquent Taxes	\$ 44,498	\$ 42,383	\$ 539,674	\$ 393,549	\$ 370,101
Tax Title Liens	117,387	120,623	99,092	81,584	69,381
Total Delinquent	\$ 161,885	\$ 163,006	\$ 638,766	\$ 475,133	\$ 439,482
Tax Levy	\$ 54,186,791	\$ 53,550,515	\$ 52,331,471	\$ 50,362,212	\$ 48,406,730
Percentage of Tax Levy	0.30%	0.30%	1.22%	0.94%	0.91%

PROPERTY ACQUIRED BY MUNICIPALITY FOR NON-PAYMENT OF TAXES

Recorded at - Assessed Valuation	\$ 1,054,950	\$ 1,054,950	\$ 1,054,950	\$ 1,054,950	\$ 1,054,950
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BOROUGH OF OAKLAND
Assessed and County Equalized Valuation Data
(Unaudited)

J-4

Description	2011		2010		2009		2008		2007	
	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value
<u>NET VALUATIONS TAXABLE</u>										
Vacant Land	181	\$ 28,272,400	185	\$ 42,187,500	188	\$ 42,396,400	193	\$ 44,786,500	193	\$ 45,082,600
Residential	4410	1,798,418,300	4413	2,142,909,700	4414	2,141,264,100	4413	2,135,944,700	4415	2,128,715,000
Farm (Regular)	3	2,577,300	3	2,982,300	4	3,305,200	4	3,578,600	4	3,578,600
Farm (Qualified)	8	25,900	8	22,700	8	65,800	8	65,800	8	25,800
Commercial	140	173,457,800	140	182,765,500	140	176,488,900	140	173,664,700	140	172,988,100
Industrial	60	168,479,300	59	174,344,700	59	174,344,700	59	174,344,700	59	172,016,600
Apartments	0	-	0	-	0	-	0	-	0	-
Sub-Total	<u>4802</u>	2,171,231,000	<u>4808</u>	2,545,212,400	<u>4813</u>	2,537,865,100	<u>4817</u>	2,532,385,000	<u>4819</u>	2,522,406,700
Personal Property		100		5,049,895		4,707,334		4,422,455		4,588,960
Net Valuations Taxable		2,171,231,100		2,550,262,295		2,542,572,434		2,536,807,455		2,526,995,660
Bergen County Equalization Adjustment		199,607,102		128,435,177		233,161,742		134,336,033		77,560,134
Bergen County Equalized Valuations		<u>\$ 2,370,838,202</u>		<u>\$ 2,678,697,472</u>		<u>\$ 2,775,734,176</u>		<u>\$ 2,671,143,488</u>		<u>\$ 2,604,555,794</u>
Bergen County Equalization Ratio		<u>91.85%</u>		<u>95.46%</u>		<u>91.83%</u>		<u>95.23%</u>		<u>97.29%</u>
Average Improved Residential Assessment		<u>\$ 407,805</u>		<u>\$ 485,590</u>		<u>\$ 485,107</u>		<u>\$ 484,012</u>		<u>\$ 482,155</u>

**Revaluation Year

BOROUGH OF OAKLAND
Tax Requirement and Rate Data
(Unaudited)

J-5

	2011	2010	2009	2008	2007	2006	2005**	2004	2003	2002
<u>TAX REQUIREMENTS</u>										
County	\$ 4,852,258	\$ 5,177,795	\$ 5,051,134	\$ 4,662,797	\$ 4,437,288	\$ 4,230,763	\$ 3,974,395	\$ 3,715,430	\$ 3,531,942	\$ 3,702,963
County Open Space	59,271	66,967	277,573	267,114	260,455	239,025	210,510	187,817	84,826	69,085
Municipal Open Space	260,000	260,000	260,000	253,681	252,500	252,500	252,500	117,700	-	-
District School	24,901,454	24,122,035	23,413,368	22,741,261	22,002,323	20,780,983	19,754,160	18,874,318	17,486,433	15,987,728
Regional High School	10,087,200	10,142,565	9,912,969	9,698,905	9,583,163	9,140,589	8,575,981	8,108,765	7,550,671	6,864,367
Library	855,637	-	-	-	-	-	-	-	-	-
Municipal	13,028,228	13,719,460	13,245,980	12,635,789	11,657,044	10,626,801	9,325,821	8,400,141	7,861,718	7,282,548
Total Tax Requirements	<u>\$ 54,044,048</u>	<u>\$ 53,488,822</u>	<u>\$ 52,161,024</u>	<u>\$ 50,259,547</u>	<u>\$ 48,192,773</u>	<u>\$ 45,270,661</u>	<u>\$ 42,093,367</u>	<u>\$ 39,404,171</u>	<u>\$ 36,515,590</u>	<u>\$ 33,906,691</u>
<u>TAX RATES</u>										
County	0.224	0.204	0.199	0.184	0.176	0.168	0.157	0.316	0.300	0.316
County Open Space	0.003	0.003	0.011	0.011	0.010	0.010	0.010	0.010	0.005	0.005
Municipal Open Space	0.012	0.010	0.010	0.011	0.010	0.010	0.010	0.010	-	-
District School	1.147	0.946	0.921	0.896	0.871	0.823	0.782	1.604	1.486	1.363
Regional High School	0.465	0.398	0.390	0.382	0.379	0.362	0.340	0.689	0.642	0.585
Library	0.039	-	-	-	-	-	-	-	-	-
Municipal	0.600	0.537	0.521	0.499	0.464	0.427	0.371	0.721	0.677	0.631
Total Tax Rates	<u>2.490</u>	<u>2.098</u>	<u>2.052</u>	<u>1.983</u>	<u>1.910</u>	<u>1.800</u>	<u>1.670</u>	<u>3.350</u>	<u>3.110</u>	<u>2.900</u>

BOROUGH OF OAKLAND**Ratio of Gross and Net Debt to County Equalized Value and Debt Per Capita
(Unaudited)**

	2011	2010	2009	2008	2007
Population	12,754	12,754	13,293	13,249	13,254
County Equalized Valuation	\$ 2,370,838,202	\$ 2,678,697,472	\$ 2,775,734,176	\$ 2,671,143,488	\$ 2,604,555,794
Gross Debt	\$ 27,530,654	\$ 31,954,183	\$ 31,457,371	\$ 26,642,370	\$ 24,136,982
Gross Debt Per Capita	\$ 2,159	\$ 2,505	\$ 2,366	\$ 2,011	\$ 1,821
Ratio of Gross Debt to County Equalized Valuations	1.16%	1.19%	1.13%	1.00%	0.93%
Net Debt	\$ 13,825,364	\$ 16,722,790	\$ 22,320,440	\$ 17,028,550	\$ 8,531,044
Ratio of Net Debt to County Equalized Valuations	0.58%	0.62%	0.80%	0.64%	0.33%
Net Debt per Capita	\$ 1,084	\$ 1,311	\$ 1,679	\$ 1,285	\$ 644

BOROUGH OF OAKLAND
Legal Debt Margin
(Unaudited)

	2011	2010	2009	2008	2007
Equalized Valuation Basis (State)	\$ 2,556,640,626	\$ 2,659,372,180	\$ 2,688,334,733	\$ 2,665,957,743	\$ 2,540,298,167
Municipal Borrowing Power:					
3 1/2% of Equalized Valuation Basis	\$ 89,482,422	\$ 93,078,026	\$ 94,091,716	\$ 93,308,521	\$ 88,910,436
Net Debt	13,825,364	16,722,790	22,320,440	17,028,550	8,531,044
Remaining Borrowing Power	<u>\$ 75,657,058</u>	<u>\$ 76,355,236</u>	<u>\$ 71,771,276</u>	<u>\$ 76,279,971</u>	<u>\$ 80,379,392</u>
School Borrowing Power:					
3% of Equalized Valuation Basis	\$ 76,699,219	\$ 79,781,165	\$ 80,650,042	\$ 79,978,732	\$ 76,208,945
Net School Debt	8,123,802	8,594,070	9,136,930	9,534,279	8,695,615
School Borrowing Margin Available	<u>\$ 68,575,417</u>	<u>\$ 71,187,095</u>	<u>\$ 71,513,112</u>	<u>\$ 70,444,453</u>	<u>\$ 67,513,330</u>

BOROUGH OF OAKLAND
Direct and Overlapping Debt
(Unaudited)

	2011	2010	2009	2008	2007
<u>DIRECT DEBT</u>					
Municipal Debt (Net)	\$ 13,825,364	\$ 16,722,790	\$ 22,320,440	\$ 17,028,550	\$ 8,531,044
Local School Debt	2,980,000	3,200,000	3,555,000	3,750,000	2,733,000
Regional School Debt	5,143,802	5,394,070	5,581,930	5,784,279	5,962,615
	<u>\$ 21,949,166</u>	<u>\$ 25,316,860</u>	<u>\$ 31,457,370</u>	<u>\$ 26,562,829</u>	<u>\$ 17,226,659</u>

<u>OVERLAPPING DEBT</u>					
County of Bergen	<u>\$ 17,101,347</u>	<u>\$ 18,224,793</u>	<u>\$ 16,849,880</u>	<u>\$ 16,097,574</u>	<u>\$ 16,425,135</u>

(1) County Debt:

Municipal Equalized Valuations	\$ 2,370,838,202	\$ 2,678,697,472	\$ 2,775,734,176	\$ 2,671,143,488	\$ 2,604,555,794
Total County Equalized Valuations	\$ 173,258,537,441	\$ 183,412,099,706	\$ 187,580,071,463	\$ 182,767,512,263	\$ 172,863,500,734
	1.37%	1.46%	1.48%	1.46%	1.51%
X's Outstanding County Debt	1,248,273,490	1,248,273,490	1,138,505,430	1,102,573,565	1,087,757,268
	<u>\$ 17,101,347</u>	<u>\$ 18,224,793</u>	<u>\$ 16,849,880</u>	<u>\$ 16,097,574</u>	<u>\$ 16,425,135</u>

BOROUGH OF OAKLAND**Ratio of Annual Debt Service Appropriations to Total Adopted Current Fund Appropriations
(Unaudited)**

	2011	2010	2009	2008	2007
Serial Bonds:					
Principal	\$ 790,000	\$ 898,000	\$ 890,000	\$ 875,000	\$ 1,063,000
Interest	160,296	193,995	229,328	261,960	300,495
Notes:					
Principal	116,688	101,240	-	-	-
Interest	127,952	149,826	137,615	-	191,000
Loans:					
Principal	10,540	20,768	20,358	19,958	19,564
Interest	-	523	932	1,333	1,726
	<u>\$ 1,205,476</u>	<u>\$ 1,364,352</u>	<u>\$ 1,278,233</u>	<u>\$ 1,158,251</u>	<u>\$ 1,575,785</u>
Total Current Fund Budget Appropriations	<u>\$ 17,697,434</u>	<u>\$ 18,155,011</u>	<u>\$ 17,830,930</u>	<u>\$ 17,529,543</u>	<u>\$ 16,164,392</u>
Ratio of Debt Service to Current Fund Budget Appropriations	<u>6.81%</u>	<u>7.52%</u>	<u>7.17%</u>	<u>6.61%</u>	<u>9.75%</u>

BOROUGH OF OAKLAND
Demographic Statistics
(Unaudited)

	2010*	2009	2008	2007	2006
Average Labor Force Estimates by Municipality:					
Labor Force	7,193	7,246	7,271	7,213	7,200
Employment	6,753	6,814	7,030	7,030	6,997
Unemployment	439	432	241	183	203
Unemployment Rate	6.1%	6.0%	3.3%	2.5%	2.8%
Per Capital Personal Income - Bergen Cty.					
	\$ 64,388	\$ 64,388	\$ 68,541	\$ 67,113	\$ 63,021
Subcounty Population Estimates:					
	Census 2010 Count	Estimates as of July 1,			
Oakland BORO	12,754	13,293	13,249	13,254	13,270
County of Bergen	905,116	889,915	885,664	884,581	887,322

* Latest Information Available

BOROUGH OF OAKLAND
Ten Largest Taxpayers by Assessment
(Unaudited)

Taxpayer	2011 Assessed Valuation	As a Percent of
		Total Net Valuations \$ 2,171,231,100
Jayare Associates, LLC	15,848,000	0.73%
Washington Square Owner, LLC	14,858,400	0.68%
40 Potash Road Associates, LLC	12,084,100	0.56%
Shiseido America, Inc.	11,511,700	0.53%
The Realty Associates Fund VII, L.P.	10,216,600	0.47%
5 Thorton Road Associates, LLC	9,908,200	0.46%
Oakland Care Ctr Real Estate Co., LLC	9,725,000	0.45%
PSEG Services Corp. - Corp. Property Dept.	6,679,600	0.31%
1 Raritan Road Realty LLC	6,235,900	0.29%
Ramapo Valley Resources, LTD	6,087,700	0.28%
	<u>\$ 87,307,200</u>	4.02%

BOROUGH OF OAKLAND
Value of New Construction, Improvements, Alterations and Demolitions
(Unaudited)

J-12

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
# of Permits Issued	872	751	719	761	806	965	980	976	1,005	939
Value of Construction	\$ 10,052,280	\$ 16,200,353	\$ 13,094,373	\$ 13,495,793	\$ 9,569,674	\$ 17,246,498	\$ 19,235,756	\$ 16,063,955	\$ 18,688,275	\$ 22,194,361

BOROUGH OF OAKLAND
NJ Comprehensive Annual Financial Report
Single Audit Section

Di Maria & Di Maria LLP
Accountants & Consultants

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 Lodi, New Jersey 07644
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**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
 Based on an Audit of Financial Statements Performed in Accordance With
 Government Auditing Standards**

Honorable Mayor and Members of the Borough Council
 Borough of Oakland, County of Bergen, New Jersey

We have audited the financial statements of the Borough of Oakland in the County of Bergen, State of New Jersey, as of and for the year ended December 31, 2011 and 2010, and have issued our report thereon dated June 30, 2012. Our report disclosed that, as described in Note 1 to the financial statements, the Borough prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Borough's internal control over financial reporting as a basis to determine our auditing procedures for the purpose of expressing our opinion on the financial statements, and not to provide an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Borough's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Di Maria & Di Maria LLP

**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 (Continued)**Compliance and Other Matters

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

We noted certain other matters that we reported to management of the Borough of Oakland, New Jersey in a separate letter dated June 30, 2012.

This report is intended solely for the information and use of the Borough's management, and council members, others within the organization, the Division of Local Government Services, and federal and state awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specific parties.

DI MARIA & DI MARIA LLP
Accountants and Consultants

Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463

June 30, 2012

BOROUGH OF OAKLAND
SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL ASSISTANCE
Year Ended December 31, 2011

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	State Aid/Grant Program Titles	State Project Number	Award Amount	Grant Period		Balance December 31, 2010	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2011	Deferred Revenue December 31, 2011	Due to Grantor at December 31, 2011
					From	To									
Federal and State Grant Fund															
US Department of Housing and Urban Development -															
CDBG Grant		Community Development		\$ 103,700	01/01/09	12/31/09	\$ (60,010)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (60,010)	\$ -	\$ -
CDBG Grant		Community Development		103,700	01/01/09	12/31/09	12,313	-	-	-	25,291	-	-	37,604	-
CDBG Grant - Recovery		Community Development		143,000	01/01/09	12/31/09	(143,000)	-	113,871	-	-	-	(29,129)	-	-
CDBG Grant - Recovery		Community Development		143,000	01/01/09	12/31/09	19,149	-	-	-	9,979	-	-	29,128	-
CDBG Grant - ADA Improvements		Community Development		-	01/01/09	12/31/09	-	-	-	-	7,698	-	-	7,698	-
US Department of Homeland Security -															
Passed thru the State of NJ Division of Law & Public Safety -															
N.J. State Police OEM Grant				5,000	01/01/10	12/31/10	-	-	-	-	-	-	(5,000)	5,000	-
Total Federal Financial Assistance							\$ (171,548)	\$ -	\$ 113,871	\$ -	\$ 42,968	\$ -	\$ (94,139)	\$ 79,430	\$ -

*Expenditures less than \$500,000; U.S. Office of Management and Budget (OMB) Circular A-133 (Revised, June 27, 2003), Audit not applicable.

BOROUGH OF OAKLAND
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
Year Ended December 31, 2011

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period		Balance December 31, 2010	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable)	Deferred Revenue	Due to Grantor at
			From	To							December 31, 2011	December 31, 2011	December 31, 2011
State of N.J., Department of Community Affairs --													
Consolidated Municipal Property Tax Relief Aid	082-495-6020	\$ 103,652	01/01/11	12/31/11	\$ -	\$ -	\$ 103,652	\$ (103,652)	\$ -	\$ -	\$ -	\$ -	\$ -
LEA Rebates	022-100-6120	31,692	01/01/11	12/31/11	-	-	31,692	(31,692)	-	-	-	-	-
State of N.J., Department of Treasury --													
Energy Receipts Tax	082-100-6020	1,208,517	01/01/11	12/31/11	-	-	1,208,517	(1,208,517)	-	-	-	-	-
Veterans & Senior Citizens	082-495-6020	132,777	01/01/11	12/31/11	-	-	132,777	(132,777)	-	-	-	-	-
State of N.J., Department of Environmental Protection --													
Clean Communities Program	042-4900-765-004	21,068	01/01/10	12/31/10	\$ -	\$ -	\$ 21,068	\$ (1,294)	\$ 176	\$ -	\$ -	\$ 19,950	\$ -
Clean Communities Program	042-4900-765-004	16,438	01/01/09	12/31/09	16,438	-	-	(16,438)	-	-	-	-	-
Clean Communities Program	042-4900-765-004	12,363	01/01/07	12/31/07	2,385	-	-	(2,385)	-	-	-	-	-
Clean Communities Program	042-4900-765-004	351	01/01/06	12/31/06	351	-	-	(351)	-	-	-	-	-
Clean Communities Program	042-4900-765-004	15,238	01/01/03	12/31/03	1,198	-	-	(1,198)	-	-	-	-	-
Shade Tree Forestry Grant		3,000	01/01/09	12/31/09	(3,000)	-	-	-	-	-	(3,000)	-	-
Shade Tree Forestry Grant		3,000	01/01/09	12/31/09	3,000	-	-	(3,000)	-	-	-	-	-
NJ HPO - Historical Preservation Grant		40,000	01/01/09	12/31/09	(40,000)	-	-	-	-	-	(40,000)	-	-
NJ HPO - Historical Preservation Grant		40,000	01/01/09	12/31/09	40,000	-	-	(40,000)	-	-	-	-	-
Highlands - Initial Assessment		15,000	01/01/09	12/31/09	(15,000)	-	15,000	-	-	-	-	-	-
Highlands - Initial Assessment		15,000	01/01/09	12/31/09	15,000	-	-	(15,000)	-	-	-	-	-
Highlands - Plan Conformance		50,000	01/01/09	12/31/09	(50,000)	-	-	-	-	-	(50,000)	-	-
Highlands - Plan Conformance		50,000	01/01/09	12/31/09	50,000	-	-	(54,344)	4,870	-	-	526	-
Highlands - Transfer Development Rights		25,000	01/01/09	12/31/09	(25,000)	-	-	-	-	-	(25,000)	-	-
Highlands - Transfer Development Rights		25,000	01/01/09	12/31/09	-	-	-	(1,501)	6,325	-	-	4,824	-
Recycling Tonnage Grant	042-752-6020	43,406	Non-Expiring		-	-	43,406	-	-	-	-	43,406	-
Recycling Tonnage Grant	042-752-6020	20,116	Non-Expiring		20,116	-	-	(15,471)	-	-	-	4,645	-
Recycling Tonnage Grant	042-752-6020	10,090	Non-Expiring		8,733	-	-	-	-	-	-	8,733	-
Recycling Tonnage Grant	042-752-6020	8,381	Non-Expiring		1,998	-	-	-	-	-	-	1,998	-
Recycling Tonnage Grant	042-752-6020	10,090	Non-Expiring		10,090	-	-	-	-	-	-	10,090	-
State of N.J., Department of Law and Public Safety --													
Body Armor Replacement Program	066-1020-718-001	2,625	Non-Expiring		2,625	-	-	(2,625)	-	-	-	-	-
Body Armor Replacement Program	066-1020-718-001	2,174	Non-Expiring		2,174	-	-	(2,174)	-	-	-	-	-
Body Armor Replacement Program	066-1020-718-001	2,676	Non-Expiring		2,676	-	-	(2,676)	-	-	-	-	-
Body Armor Replacement Program	066-1020-718-001	2,447	Non-Expiring		1,974	-	-	(1,974)	-	-	-	-	-
Body Armor Replacement Program	066-1020-718-001	2,732	Non-Expiring		397	-	-	(55)	-	-	-	342	-
Drunk Driving Enforcement Fund		5,403	01/01/10	12/31/10	-	-	5,403	(4,196)	-	-	-	1,207	-
Drunk Driving Enforcement Fund		2,958	01/01/09	12/31/09	2,957	-	-	(2,957)	-	-	-	-	-
Drunk Driving Enforcement Fund		4,026	01/01/08	12/31/08	1,315	-	-	(1,315)	-	-	-	-	-
Over the Limit Under Arrest		4,196	01/01/10	12/31/10	-	-	4,196	(4,196)	-	-	-	-	-
Alcohol Education & Rehabilitation Fund		589	01/01/09	12/31/09	589	-	-	-	-	-	-	589	-
State of N.J., Department of Transportation --													
N.J. Motor Vehicle Police Fees		112,000	01/01/10	12/31/10	-	-	95,200	(85,197)	(10,003)	-	-	-	-
N.J. Motor Vehicle Police Fees		112,000	01/01/09	12/31/09	10,003	-	-	(10,003)	-	-	-	-	-
Passed Thru County of Bergen - ADA Ramps		5,000	01/01/10	12/31/10	-	-	-	-	-	-	(5,000)	5,000	-
Passed Thru County of Bergen - ADA Ramps		69,000	01/01/09	12/31/09	(69,000)	-	61,302	-	-	-	(7,698)	-	-
Municipal Aid		150,000	01/01/08	12/31/08	(35,435)	-	-	-	-	-	(35,435)	-	-
Municipal Aid		-	01/01/08	12/31/08	-	-	-	-	10,106	-	-	10,106	-
State of N.J., Department of Health --													
H1N1 Flu Grant		3,500	01/01/10	12/31/10	-	-	2,213	(2,002)	-	-	(1,287)	1,498	-
State of N.J., Department of State --													
Per Capita Library State Aid	100-074-6010	4,732	Non-Expiring		-	-	4,732	(4,732)	-	-	-	-	-
State of N.J., Department of Human Services --													
Passed thru the County of Bergen --													
Municipal Alliance on Alcoholism & Drug Abuse		10,356	01/01/10	12/31/10	-	-	10,356	-	-	-	-	10,356	-
Municipal Alliance on Alcoholism & Drug Abuse		2,589	01/01/10	12/31/10	-	-	2,589	(1,568)	-	-	-	1,021	-
Municipal Alliance on Alcoholism & Drug Abuse		11,017	01/01/09	12/31/09	(11,017)	-	11,017	-	-	-	-	-	-
Municipal Alliance on Alcoholism & Drug Abuse		11,017	01/01/09	12/31/09	801	-	-	-	-	-	-	801	-
Municipal Alliance on Alcoholism & Drug Abuse		2,754	01/01/09	12/31/09	52	-	-	-	-	-	-	52	-
Total State Financial Assistance					\$ (53,580)	\$ -	\$ 1,753,120	\$ (1,753,290)	\$ 11,474	\$ -	\$ (167,420)	\$ 125,144	\$ -

*Expenditures less than \$500,000; N.J. Office of Management and Budget (OMB) Circular 04-04 Audit not applicable.

BOROUGH OF OAKLAND
NOTES TO SCHEDULES OF STATE AND FEDERAL FINANCIAL ASSISTANCE
Year Ended December 31, 2011

Note 1 - General

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Borough of Oakland, County of Bergen, State of New Jersey. The Borough of Oakland is defined in Note 1 to the basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2 - Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3 - Relationship to General-Purpose Financial Statements

Organization

The Borough of Oakland, New Jersey is the prime sponsor and recipient of various federal and state grant funds. The Borough has delegated the general administration of grant programs and the reporting function to the Borough Treasurer. Substantially all grant and program cash funds are commingled with the Borough's other funds, although each grant is accounted for separately within the Borough's financial records. The Borough Treasurer's office performs accounting functions for all grants.

Basis of Accounting

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

Current Fund Grants -

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

Trust Fund and Capital Fund Grants -

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

Local Contributions

Local matching contributions are raised in the current fund budget. The percentage of matching contributions varies with each program. Local and state shares of grants are reflected in total on the Schedule of State Financial Assistance.

BOROUGH OF OAKLAND
NOTES TO SCHEDULES OF STATE AND FEDERAL FINANCIAL ASSISTANCE
Year Ended December 31, 2011

Note 3 - Relationship to General-Purpose Financial Statements (continued)

Expenditures

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

Expenditures per Financial Reports

Expenditures, as reported on the accompanying schedules of federal and state grants, reflect the sum of all expenditures including allocated expenses and accrued expenses reported to the grant funding agency from January 1, 2011 to December 31, 2011.

Note 4 - Relationship to Federal and State Financial Reports

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

Note 5 - Federal and State Loans Outstanding

The municipality did not have any federal and state loans outstanding at of December 31, 2011.

Note 6 - Contingencies

Each of the grantor agencies reserve the right to conduct additional audits of the Borough's grant programs for economy, efficiency and program results.

BOROUGH OF OAKLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011

Section I -- Summary of Auditors' Results

Financial Statements

- A) Type of auditors' report issued: Unqualified
- B) Internal control over financial reporting:
1. Material weakness(es) identified? X yes no
 2. Reportable condition(s) identified that are
not considered to be material weakness(es)? yes X none reported
- C) Noncompliance material to financial statements
noted? yes X no

BOROUGH OF OAKLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011

Section I -- Summary of Auditors' Results (Continued)

Federal Awards

****NOT APPLICABLE - EXPENDITURES UNDER \$500,000****

A) Internal control over major programs:

1. Material weakness(es) identified? _____ yes _____ no
2. Reportable condition(s) identified that are
not considered to be material weakness(es)? _____ yes _____ none reported

B) Type of auditors' report issued on compliance
for major programs:

- C) Any audit findings disclosed that are required
to be reported in accordance with
section 510(a) of Circular A-133? _____ yes _____ no

D) Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

E) Dollar threshold used to distinguish between
type A and type B programs:

- F) Auditee qualified as low-risk auditee? _____ yes _____ no

BOROUGH OF OAKLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011

Section I -- Summary of Auditors' Results (Continued)

State Awards

****NOT APPLICABLE - EXPENDITURES UNDER \$500,000****

A) Internal control over major programs:

1. Material weakness(es) identified? _____ yes _____ no
2. Reportable condition(s) identified that are
not considered to be material weakness(es)? _____ yes _____ none reported

B) Type of auditors' report issued on compliance
for major programs:

- C) Any audit findings disclosed that are required
to be reported in accordance with
NJ OMB Circular Letter 04-04? _____ yes _____ no

D) Identification of major programs:

<u>Program Number(s)</u>	<u>Name of State Program or Cluster</u>
_____	_____
_____	_____
_____	_____

E) Dollar threshold used to distinguish between
type A and type B programs:

- F) Auditee qualified as low-risk auditee? _____ yes _____ no

BOROUGH OF OAKLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011

Section II -- Financial Statement Findings

1. The Chief Financial Officer did not implement and maintain a general fixed asset accounting system.
Technical Accounting Directive #85-02

**BOROUGH OF OAKLAND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2011**

Section III -- Federal and State Award Findings and Questioned Costs

Current Year

Federal Awards:

There were no findings or questioned costs identified.

State Awards:

There were no findings or questioned costs identified.

Prior Year

Federal Awards:

There were no prior year findings or questioned costs.

State Awards:

There were no prior year findings or questioned costs.

BOROUGH OF OAKLAND
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended December 31, 2011

1. The Chief Financial Officer did not implement and maintain a general fixed asset accounting system as per Technical Accounting Directive #85-02.

Status - Unresolved

BOROUGH OF OAKLAND

NJ Comprehensive Annual Financial Report

General Comments and Recommendations Section

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Cash Cycle

Ref.

Chief Financial Officer

None

N/A

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

<u>Revenues/Receipts Cycle</u>	<u>Ref.</u>
<u>Municipal Court</u>	
None	N/A
<u>Construction Official</u>	
None	N/A
<u>Recreation</u>	
None	N/A

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Expenditures/Disbursements Cycle

Ref.

None

N/A

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Payroll Cycle

Ref.

None

N/A

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Other Significant Matters

Ref.

Affordable Housing Trust Funds

It is suggested that experienced professional(s) be retained who are proficient with existing and expected laws and/or regulations pertaining to the administration of Affordable Housing Trust Funds; for guidance in light of impending changes to affordable housing laws and regulations.

N/A

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Water Utility

Ref.

It is suggested that rate increases be implemented as early as possible in the fiscal year in order to maximize revenue collections, and keep rates consistent throughout the fiscal year.

N/A

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Sewer Utility

Ref.

It is suggested that rate increases be implemented as early as possible in the fiscal year in order to maximize revenue collections, and keep rates consistent throughout the fiscal year.

N/A

BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011

Recommendations

1. That the Chief Financial Officer implement and maintain a fixed asset accounting system in accordance with Technical Accounting Directive #85-02.*

**BOROUGH OF OAKLAND
GENERAL COMMENTS AND RECOMMENDATIONS
Year Ended December 31, 2011**

Status of Prior Years' Recommendations

A review was made of all prior year's recommendations, and corrective action was taken on all with the exception of those denoted with an asterisk.

The synopsis of this report, together with the recommendations must be published as required by statute. We wish to express our appreciation of the assistance and courtesies extended by the Municipal Officials during the course of the audit.

**DI MARIA & DI MARIA LLP
Accountants and Consultants**

**Frank Di Maria
Registered Municipal Accountant
RMA No. CR00463**

June 30, 2012