

**BOROUGH OF OAKLAND**  
**County of Bergen, New Jersey**

**NJ Comprehensive Annual Financial Report**  
**Year Ended December 31, 2014**

**BOROUGH OF OAKLAND**  
**NJ COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**YEAR ENDED DECEMBER 31, 2014**  
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BOROUGH OF OAKLAND

NJ Comprehensive Annual Financial Report

Introductory Section

**BOROUGH OF OAKLAND  
ROSTER OF OFFICIALS**

Name	Title	Term Expires
Linda Schwager	Mayor	12/31/15
Christopher Visconti	Councilman	12/31/15
Pasquale Pignatelli	Councilman	12/31/15
Sandra Coira	Councilwoman	12/31/14
Russell Talamini	Councilman	12/31/14
Eric Kulmala	Councilman	12/31/16
Timothy Jensen	Councilman	12/31/16
Richard Kunze	Administrator	
Lisa Duncan	Municipal Clerk	
	Assessment Search Officer	
Maria Reda	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	12/31/15
Dawn Baron	Municipal Court Administrator	
Thomas Buonocore, Esq.	Prosecutor	
Nina Remson, Esq.	Public Defender	
Daniel Hagberg	Construction Code Official	
	Fire Official	
	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*

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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

### Report on the Financial Statements

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

### Management's Responsibility for the Financial Statements

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

Independent Auditors' Report (Continued)

Auditors' Responsibility

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

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

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

Independent Auditors' Report (Continued)

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

As described in Note 2, these financial statements have been prepared on the basis of the financial reporting provisions prescribed by the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Basis for Qualified Opinion on Regulatory Basis of Accounting

As described in Note 11 of the financial statements, the Borough participates in a Length of Service Award Program ("LOSAP") for its volunteer fire and rescue personnel. The amount reflected in the trust fund statements of \$944,835 and \$946,957 for 2014 and 2013 respectively were not audited and, therefore, we express no opinion on the LOSAP program.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in the "*Basis for Qualified Opinion on Regulatory Basis of Accounting*" paragraph, the financial statements referred to above present fairly, in all material respects, the regulatory basis balance sheets and account group as of December 31, 2014 and 2013, the regulatory basis statements of operations for the years then ended and the regulatory basis statements of revenues and expenditures for the year ended December 31, 2014 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 2.

Independent Auditors' Report (Continued)

Other Matters

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The supplemental information listed in the table of contents and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedules of expenditures of federal awards and the schedule of expenditures of state financial assistance, as required by the U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*; and New Jersey OMB's Circular 04-04, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, respectively, are presented for purposes of additional analysis and are not a required part of the financial statements.

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

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

Independent Auditors' Report (Continued)

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2015 on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough's internal control over financial reporting and compliance.

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank DiMaria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

May 31, 2015

**BOROUGH OF OAKLAND  
COMBINED COMPARATIVE BALANCE SHEET (REGULATORY BASIS)  
DECEMBER 31, 2014**

A-1

	Current Fund	Grant Fund	Trust Fund	General Capital Fund	Water Utility Operating Fund	Water Utility Capital Fund	Sewer Utility Operating Fund	Sewer Utility Capital Fund	Fixed Asset Account Group	Totals	
										2014	2013
<b>ASSETS AND OTHER DEBITS</b>											
Cash	\$ 6,173,269	\$ 97,457	\$ 5,777,744	\$ 7,929,317	\$ 1,064,393	\$ 554,138	\$ 347,198	\$ 106,251	\$ -	\$ 22,049,767	\$ 11,875,956
Deferred Compensation Assets	-	-	944,835	-	-	-	-	-	-	944,835	946,957
Taxes Receivable	1,266,037	-	-	-	-	-	-	-	-	1,266,037	1,215,624
Assessments Receivable	-	-	-	-	-	-	-	-	-	-	-
Consumer Accounts Receivable	-	-	-	-	247,742	-	81,173	-	-	328,915	245,577
Interfunds Receivable	237,059	157,084	356,021	286,791	-	-	-	-	-	1,036,955	1,250,000
Intergovernmental Receivable	-	250,180	-	1,980,000	-	-	-	-	-	2,230,180	221,561
Deferred Charges	21,600	-	-	18,118,753	-	-	-	-	-	18,140,353	16,693,939
Fixed Capital	-	-	-	-	-	10,589,757	-	74,100	-	10,663,857	10,663,857
Fixed Capital Authorized & Uncompleted	-	-	-	-	-	3,227,409	-	864,760	-	4,092,169	4,092,169
Fixed Assets	-	-	-	-	-	-	-	-	43,019,952	43,019,952	43,019,952
Total Assets and Other Debits	\$ 7,697,965	\$ 504,721	\$ 7,078,600	\$ 28,314,861	\$ 1,312,135	\$ 14,371,304	\$ 428,371	\$ 1,045,111	\$ 43,019,952	\$ 103,773,020	\$ 90,225,592
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>											
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interfunds Payable	799,896	101,566	135,493	-	-	-	-	-	-	1,036,955	1,250,000
Reserve for Encumbrances	643,496	78,892	-	3,024,345	37,224	20,348	16,354	26,334	-	3,846,993	2,490,334
Appropriation Reserves	1,347,426	-	-	-	315,196	-	60,100	-	-	1,722,722	1,279,081
Other Liabilities and Reserves	682,294	324,263	6,943,107	959,408	109,801	11,721,979	30,359	256,100	-	21,027,311	19,414,220
Improvement Authorizations	-	-	-	6,069,489	-	604,683	-	530,677	-	7,204,849	5,372,908
Intergovernmental Payable	12,970	-	-	-	-	-	-	-	-	12,970	14,325
Serial Bonds Payable	-	-	-	1,011,000	-	232,000	-	-	-	1,243,000	2,524,000
Bond Anticipation Notes Payable	-	-	-	17,100,121	-	1,632,000	-	232,000	-	18,964,121	9,803,020
Loan Payable	-	-	-	-	-	-	-	-	-	-	-
Reserve for Receivables & Other Assets	1,503,096	-	-	-	247,742	-	81,173	-	-	1,832,011	1,461,201
Reserve for Investment in Fixed Assets	-	-	-	-	-	-	-	-	43,019,952	43,019,952	43,019,952
Fund Balance	2,708,787	-	-	150,498	602,172	160,294	240,385	-	-	3,862,136	3,596,551
Total Liabilities, Reserves and Fund Balance	\$ 7,697,965	\$ 504,721	\$ 7,078,600	\$ 28,314,861	\$ 1,312,135	\$ 14,371,304	\$ 428,371	\$ 1,045,111	\$ 43,019,952	\$ 103,773,020	\$ 90,225,592

**BOROUGH OF OAKLAND**  
**COMBINED STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)**  
**YEAR ENDED DECEMBER 31, 2014**

	Current Fund	Water Utility Fund	Sewer Utility Fund	Total
<b>REVENUES AND OTHER CREDITS TO INCOME</b>				
Revenues:				
Fund Balance Anticipated	\$ 570,000	\$ 87,000	\$ 36,300	\$ 693,300
Utility Rents	-	1,841,143	365,389	2,206,532
Miscellaneous	3,406,856	1,700	-	3,408,556
Deficit (General Budget)	-	-	-	-
Fund Balance - Water Capital	-	-	-	-
Receipts from Delinquent Taxes	28,313	-	-	28,313
Amount to be Raised by Taxation - Municipal	13,414,024	-	-	13,414,024
Amount to be Raised by Taxation - Library	773,200	-	-	773,200
Total Revenues	18,192,393	1,929,843	401,689	20,523,925
Other Credits to Income	43,804,178	71,471	15,384	43,891,033
Total Revenues and Other Credits to Income	\$ 61,996,571	\$ 2,001,314	\$ 417,073	\$ 64,414,958
<b>EXPENDITURES AND OTHER CHARGES TO INCOME</b>				
Expenditures:				
Within "CAPS":				
Operations:				
Salaries and Wages	\$ 6,749,150	\$ -	\$ -	\$ 6,749,150
Other Expenses	5,939,442	-	-	5,939,442
Deferred Charges	-	-	-	-
Statutory Expenditures	1,539,716	-	-	1,539,716
Excluded From "CAPS":				
Operations:				
Salaries and Wages	481,358	583,650	106,100	1,171,108
Other Expenses	744,872	658,500	203,100	1,606,472
Capital Improvements	400,000	66,210	20,235	486,445
Debt Service	1,436,335	515,001	42,900	1,994,236
Deferred Charges	431,600	95,639	17,965	545,204
Judgments	-	-	-	-
Deficit in Operations in Prior Years	-	-	-	-
Surplus (General Budget)	-	-	-	-
Reserve for Uncollected Taxes	185,000	-	-	185,000
Total Expenditures	17,907,473	1,919,000	390,300	20,216,773
Other Charges to Income	43,352,609	91	-	43,352,700
Total Expenditures and Charges to Income	\$ 61,260,082	\$ 1,919,091	\$ 390,300	\$ 63,569,473
Statutory Excess to Fund Balance	736,489	82,223	26,773	845,485
Deferred Charges to Budget of Succeeding Year	-	-	-	-
Fund Balance, January 1	2,542,298	606,949	249,912	3,399,159
	3,278,787	689,172	276,685	4,244,644
Decreased by:				
Utilization as Anticipated Revenue	570,000	87,000	36,300	693,300
Fund Balance, December 31	\$ 2,708,787	\$ 602,172	\$ 240,385	\$ 3,551,344



**BOROUGH OF OAKLAND**  
**CURRENT FUND**  
**STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2014**

	Budget as Modified	Actual	Variance
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Fund Balance Anticipated	\$ 570,000	\$ 570,000	\$ -
Miscellaneous Revenues	3,266,484	3,406,856	140,372
Receipts from Delinquent Taxes	17,000	28,313	11,313
Amount to be Raised by Taxation - Municipal	13,280,789	13,414,024	133,235
Amount to be Raised by Taxation - Library	773,200	773,200	-
Total Revenues	17,907,473	18,192,393	284,920
Other Credits to Income	42,709,760	43,804,178	1,094,418
Total Revenues and Other Credits to Income	<u>\$ 60,617,233</u>	<u>\$ 61,996,571</u>	<u>\$ 1,379,338</u>

**EXPENDITURES AND OTHER CHARGES TO INCOME**

Expenditures:			
Within "CAPS":			
Operations:			
Salaries and Wages	\$ 6,749,150	\$ 6,749,150	\$ -
Other Expenses	5,939,442	5,939,442	-
Deferred Charges	-	-	-
Statutory Expenditures	1,539,716	1,539,716	-
Excluded From "CAPS":			
Operations:			
Salaries and Wages	481,358	481,358	-
Other Expenses	744,872	744,872	-
Capital Improvements	400,000	400,000	-
Municipal Debt Service	1,436,335	1,436,335	-
Deferred Charges	431,600	431,600	-
Reserve for Uncollected Taxes	185,000	185,000	-
Total Expenditures	17,907,473	17,907,473	-
Other Charges to Income	42,709,760	43,352,609	642,849
Total Expenditures and Charges to Income	<u>\$ 60,617,233</u>	<u>\$ 61,260,082</u>	<u>\$ 642,849</u>

Statutory Excess to Fund Balance 736,489

Deferred Charges to Budget of Succeeding Year -

Fund Balance, January 1 2,542,298  
 \$ 3,278,787

Decreased by:

Utilization as Anticipated Revenue 570,000  
 Fund Balance, December 31 \$ 2,708,787

**BOROUGH OF OAKLAND**  
**WATER UTILITY OPERATING FUND**  
**STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2014**

	Budget as Modified	Actual	Variance
<b><u>REVENUES AND OTHER CREDITS TO INCOME</u></b>			
Revenues:			
Fund Balance Anticipated	\$ 87,000	\$ 87,000	\$ -
Rents	1,820,000	1,841,143	21,143
Miscellaneous	12,000	1,700	(10,300)
Deficit (General Budget)	-	-	-
Total Revenues	1,919,000	1,929,843	10,843
Other Credits to Income	-	71,471	71,471
Total Revenues and Other Credits to Income	<u>\$ 1,919,000</u>	<u>\$ 2,001,314</u>	<u>\$ 82,314</u>
<b><u>EXPENDITURES AND OTHER CHARGES TO INCOME</u></b>			
Expenditures:			
Operations:			
Salaries and Wages	\$ 583,650	\$ 583,650	\$ -
Other Expenses	658,500	658,500	-
Capital Improvements	66,210	66,210	-
Debt Service	515,001	515,001	-
Deferred Charges	-	-	-
Statutory Expenditures	95,639	95,639	-
Judgments	-	-	-
Deficit in Operations in Prior Years	-	-	-
Surplus (General Budget)	-	-	-
Total Expenditures	1,919,000	1,919,000	-
Other Charges to Income	-	91	91
Total Expenditures and Charges to Income	<u>\$ 1,919,000</u>	<u>\$ 1,919,091</u>	<u>\$ 91</u>
Statutory Excess to Fund Balance		82,223	
Deferred Charges to Budget of Succeeding Year		-	
Fund Balance, January 1		606,949	
		689,172	
Decreased by:			
Utilization as Anticipated Revenue		87,000	
Fund Balance, December 31		<u>\$ 602,172</u>	

**BOROUGH OF OAKLAND**  
**SEWER UTILITY OPERATING FUND**  
**STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE (REGULATORY BASIS)**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2014**

	Budget as Modified	Actual	Variance
<b>REVENUES AND OTHER CREDITS TO INCOME</b>			
Revenues:			
Fund Balance Anticipated	\$ 36,300	\$ 36,300	\$ -
Rents	354,000	365,389	11,389
Miscellaneous	-	-	-
Deficit (General Budget)	-	-	-
Total Revenues	390,300	401,689	11,389
Other Credits to Income	-	15,384	15,384
Total Revenues and Other Credits	<u>\$ 390,300</u>	<u>\$ 417,073</u>	<u>\$ 26,773</u>

**EXPENDITURES AND OTHER CHARGES TO INCOME**

Expenditures:			
Operations:			
Salaries and Wages	\$ 106,100	\$ 106,100	\$ -
Other Expenses	203,100	203,100	-
Capital Improvements	20,235	20,235	-
Debt Service	42,900	42,900	-
Deferred Charges	-	-	-
Statutory Expenditures	17,965	17,965	-
Judgments	-	-	-
Deficit in Operations in Prior Years	-	-	-
Surplus (General Budget)	-	-	-
Total Expenditures	390,300	390,300	-
Other Charges to Income	-	-	-
Total Expenditures and Charges	<u>\$ 390,300</u>	<u>\$ 390,300</u>	<u>\$ -</u>

Statutory Excess to Fund Balance 26,773

Deferred Charges to Budget of Succeeding Year -

Fund Balance, January 1 249,912  
\$ 276,685

Decreased by:  
Utilization as Anticipated Revenue 36,300  
Fund Balance, December 31 \$ 240,385

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**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, 2014**

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**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).

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 N.J.A.C 5:30-5.6

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, 2014**

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**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, 2014**

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**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 N.J.A.C. 5:30-5.6 differs in certain respects from generally accepted accounting principles. The following is a brief description of the provisions of the statute. 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, 2014**

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**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, 2014**

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**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 Borough's budget. Other amounts that are due the Borough 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 Borough's annual budget, but also the amounts required in support of the budgets of the local free public library (if applicable), municipal open space (if applicable) and the entities described in "N" and "O" below. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Borough'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 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, 2014**

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**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, 2014**

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**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. Recent Accounting Pronouncements Not Yet Effective

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

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

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**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.

At December 31, the municipality's deposits are summarized as follows:

<u>Year</u>	<u>Bank Balance</u>	<u>Book Balance</u>
2014	\$ 22,107,761	\$ 22,049,767

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. At December 31, 2014 the municipality did not have any cash deposited with the New Jersey Cash Management Fund.

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**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, 2014.

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

**Note 5 - Fixed Assets**

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

2014

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 26,856,400	\$ -	\$ -	\$ -	\$ 26,856,400
Improvements	9,284,701	-	-	-	9,284,701
Buildings	-	-	-	-	-
Equipment	2,652,145	-	-	-	2,652,145
Vehicles	4,226,706	-	-	-	4,226,706
Construction in Progress	-	-	-	-	-
	<u>\$ 43,019,952</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,019,952</u>

2013

	Beginning Balance	Additions	Deletions	Adjustments	Ending Balance
Land	\$ 26,856,400	\$ -	\$ -	\$ -	\$ 26,856,400
Improvements	9,284,701	-	-	-	9,284,701
Buildings	-	-	-	-	-
Equipment	2,652,145	-	-	-	2,652,145
Vehicles	4,226,706	-	-	-	4,226,706
Construction in Progress	-	-	-	-	-
	<u>\$ 43,019,952</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,019,952</u>

Threshold: \$ 500

Depreciation Method: Not Applicable

Useful Lives: Not Applicable

**BOROUGH OF OAKLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2014**

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**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 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.

**The Borough's long term debt paid by the Current Fund consisted of the following at December 31, 2014:**

\$4,494,000 - General Obligation Bonds Series 2003 issued 6/01/2003 payable in annual installments through 12/01/2014. Interest is paid semi-annually at 3.30% per annum. The balance remaining on this issue as of December 31, 2014 is \$0.

\$1,096,000 - General Obligation Bonds Series 2007A issued 6/01/2007 payable in annual installments through 12/01/2021. Interest is paid semi-annually at varying rates from 3.75% to 4.00% per annum. The balance remaining on this issue as of December 31, 2014 is \$596,000.

\$1,580,000 - General Obligation Bonds Series 2007C issued 6/01/2007 payable in annual installments through 12/01/2016. Interest is paid semi-annually at varying rates from 5.25% to 5.50% per annum. The balance remaining on this issue as of December 31, 2014 is \$415,000.

**The Borough's long term debt paid by the Water Utility Operating Fund consisted of the following at December 31, 2014:**

\$1,997,000 - General Obligation Bonds Series 2003 issued 6/01/2003 payable in annual installments through 12/01/2014. Interest is paid semi-annually at 3.30% per annum. The balance remaining on this issue as of December 31, 2014 is \$0.

\$932,000 - General Obligation Bonds Series 2007 issued 6/01/2007 payable in annual installments through 12/01/2016. Interest is paid semi-annually at varying rates from 3.75% to 4.00% per annum. The balance remaining on this issue as of December 31, 2014 is \$232,000.

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**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>2014</u>	<u>2013</u>
Issued:		
School Bonds and Notes	\$ 23,665,000	\$ 7,264,133
General Bonds and Notes	20,192,121	12,327,020
	<u>\$ 43,857,121</u>	<u>\$ 19,591,153</u>
Authorized but not Issued:		
General Bonds and Notes	<u>\$ 1,398,587</u>	<u>\$ 8,982,087</u>
Gross Debt	<u>\$ 45,255,708</u>	<u>\$ 28,573,240</u>
Deductions	<u>\$ 27,211,488</u>	<u>\$ 12,007,034</u>
Net Debt	<u><u>\$ 18,044,220</u></u>	<u><u>\$ 16,566,206</u></u>
Equalized Valuation Basis	\$ 2,350,052,761	\$ 2,387,178,815
Statutory Net Debt Percentage	0.768%	0.694%
3-1/2% of Equalized Valuation Basis	\$ 82,251,847	\$ 83,551,259
Remaining Borrowing Power	\$ 64,207,627	\$ 66,985,053



**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**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, 2014 are as follows:

**Loans and General Bonds**

Calendar Year	12/01/06 - A General Improvement Bonds	
	Principal	Interest
2015	75,000	23,840
2016	75,000	20,840
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>\$ 596,000</u>	<u>\$ 99,880</u>

Calendar Year	12/01/06 - C General Improvement Bonds		Total	
	Principal	Interest	Principal	Interest
2015	200,000	22,825	275,000	46,665
2016	215,000	11,825	290,000	32,665
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>\$ 415,000</u>	<u>\$ 34,650</u>	<u>\$ 1,011,000</u>	<u>\$ 134,530</u>

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**Note 6 - Municipal Debt (Continued)**

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

**Water Utility Bonds**

Calendar Year	12/01/06 General Improvement Bonds	
	Principal	Interest
2015	110,000	9,280
2016	122,000	4,880
	<u>\$ 232,000</u>	<u>\$ 14,160</u>

Calendar Year	Total	
	Principal	Interest
2015	110,000	9,280
2016	122,000	4,880
	<u>\$ 232,000</u>	<u>\$ 14,160</u>

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

**Note 6 - Municipal Debt (Continued)**

D. Summary of Changes in Municipal Debt

During the fiscal year ended December 31, 2014 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	\$ -	\$ -	\$ -	\$ -
Bond Anticipation Notes	7,871,020	25,059,242	(15,830,141)	17,100,121
Emergency Notes	-	-	-	-
	<u>\$ 7,871,020</u>	<u>\$ 25,059,242</u>	<u>\$ (15,830,141)</u>	<u>\$ 17,100,121</u>
Long-Term Debt:				
Serial Bonds	\$ 1,850,000	\$ -	\$ (839,000)	\$ 1,011,000
Loan Payable	-	-	-	-
Authorized but not Issued	6,919,719	2,828,913	(9,741,000)	7,632
	<u>\$ 8,769,719</u>	<u>\$ 2,828,913</u>	<u>\$ (10,580,000)</u>	<u>\$ 1,018,632</u>
	<u>\$ 16,640,739</u>	<u>\$ 27,888,155</u>	<u>\$ (26,410,141)</u>	<u>\$ 18,118,753</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -		\$ -
Bond Anticipation Notes	17,100,121	17,100,121	-
Emergency Notes	-		-
	<u>\$ 17,100,121</u>	<u>\$ 17,100,121</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ 1,011,000	\$ 275,000	\$ 736,000
Loan Payable	-	-	-
Authorized but not Issued	7,632	-	7,632
	<u>\$ 1,018,632</u>	<u>\$ 275,000</u>	<u>\$ 743,632</u>
	<u>\$ 18,118,753</u>	<u>\$ 17,375,121</u>	<u>\$ 743,632</u>

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

**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	\$ -	\$ -	\$ -	-
Bond Anticipation Notes	1,660,000	3,264,000	(3,292,000)	1,632,000
Emergency Notes	-	-	-	-
	<u>\$ 1,660,000</u>	<u>\$ 3,264,000</u>	<u>\$ (3,292,000)</u>	<u>\$ 1,632,000</u>
Long-Term Debt:				
Serial Bonds	\$ 674,000	\$ -	\$ (442,000)	\$ 232,000
Loan Payable	-	-	-	-
Authorized but not Issued	798,195	-	-	798,195
	<u>\$ 1,472,195</u>	<u>\$ -</u>	<u>\$ (442,000)</u>	<u>\$ 1,030,195</u>
	<u>\$ 3,132,195</u>	<u>\$ 3,264,000</u>	<u>\$ (3,734,000)</u>	<u>\$ 2,662,195</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -		\$ -
Bond Anticipation Notes	1,632,000	1,632,000	-
Emergency Notes	-		-
	<u>\$ 1,632,000</u>	<u>\$ 1,632,000</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ 232,000	\$ 110,000	\$ 122,000
Loan Payable	-	-	-
Authorized but not Issued	798,195	-	798,195
	<u>\$ 1,030,195</u>	<u>\$ 110,000</u>	<u>\$ 920,195</u>
	<u>\$ 2,662,195</u>	<u>\$ 1,742,000</u>	<u>\$ 920,195</u>

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

**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	\$ -	\$ -	\$ -	-
Bond Anticipation Notes	272,000	464,000	(504,000)	232,000
Emergency Notes	-	-	-	-
	<u>\$ 272,000</u>	<u>\$ 464,000</u>	<u>\$ (504,000)</u>	<u>\$ 232,000</u>
Long-Term Debt:				
Serial Bonds	\$ -	\$ -	\$ -	-
Loan Payable	-	-	-	-
Authorized but not Issued	592,760	-	-	592,760
	<u>\$ 592,760</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 592,760</u>
	<u>\$ 864,760</u>	<u>\$ 464,000</u>	<u>\$ (504,000)</u>	<u>\$ 824,760</u>

	Ending Balance	Amounts Due within One Year	Long-term Portion
Short-Term Debt:			
Tax Anticipation Notes	\$ -		\$ -
Bond Anticipation Notes	232,000	232,000	-
Emergency Notes	-		-
	<u>\$ 232,000</u>	<u>\$ 232,000</u>	<u>\$ -</u>
Long-Term Debt:			
Serial Bonds	\$ -	\$ -	\$ -
Loan Payable	-	-	-
Authorized but not Issued	592,760	-	592,760
	<u>\$ 592,760</u>	<u>\$ -</u>	<u>\$ 592,760</u>
	<u>\$ 824,760</u>	<u>\$ 232,000</u>	<u>\$ 592,760</u>

**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 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.

Unemployment expenditures for the past 3 years are as follows:

CY2014 - \$0

CY2013 - \$0

CY2012 - \$0

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**Note 8 - Interfunds**

As of December 31, 2014, interfund balances on the Borough's various balance sheets were as follows:

	Interfunds Receivable	Interfunds Payable
Current Fund	\$ 237,059	\$ 799,896
Grant Fund	157,084	101,566
Trust Fund	356,021	135,493
General Capital Fund	286,791	-
Water Utility Operating Fund	-	-
Water Utility Capital Fund	-	-
Sewer Utility Operating Fund	-	-
Sewer Utility Capital Fund	-	-
	<u>\$ 1,036,955</u>	<u>\$ 1,036,955</u>

Interfund balances are comprised of the following:

All interfund balances are due to interest not being turned over and/or expenditures paid from an incorrect fund. It is anticipated that all interfunds will be liquidated during the subsequent fiscal year.

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**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>2014</u>			
Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations	-	-	-
Special Emergency	-		
Authorizations (40A:4-53) - Wastewater Plan	-	-	-
Special Emergency	-		
Authorizations (40A:4-53) - Re-Assessment	21,600	21,600	-
Special Emergency	-		
Authorizations (40A:4-53) - Master Plan	-	-	-
	<u>\$ 21,600</u>	<u>\$ 21,600</u>	<u>\$ -</u>

2013

Current Fund:			
Overexpenditures	\$ -	\$ -	\$ -
Expenditures Without Appropriations	-	-	-
Deficit in Operations	-	-	-
Emergency Authorizations	-	-	-
Special Emergency	-		
Authorizations (40A:4-53) - Wastewater Plan	10,000	10,000	-
Special Emergency	-		
Authorizations (40A:4-53) - Re-Assessment	43,200	21,600	21,600
Special Emergency	-		
Authorizations (40A:4-53) - Master Plan	-	-	-
	<u>\$ 53,200</u>	<u>\$ 31,600</u>	<u>\$ 21,600</u>



**Note 10 - Retirement Plans**

**Description of Plans**

Substantially all of the Borough's employees participate in the Public Employees' Retirement System (PERS) and Police and Fireman's Retirement System (PFRS) cost sharing multiple-employer defined benefit plans which have been established by State Statute and are administered by the New Jersey Division of Pensions and Benefits (Division). 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. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the systems. This report may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey 08625 or the report can be accessed on the internet at – <http://www.state.nj.us/treasury/pensions/annrpts.shtml>.

**Public Employees' Retirement System**

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

**Police and Fireman's Retirement System**

The contribution policy for the Police and Fireman's Retirement System (PFRS) is set by N.J.S.A. 43:16 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PFRS provides for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute to an actuarially determined rate.

**Defined Contribution Retirement Program**

The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2008 under the provisions of Chapter 92, P.L. 2008 and Chapter 103, P.L. 2008 (NJSA43:15C-1 et seq). The DCRP is a cost sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by NJSA 43:15C-1 et seq.

**Funding Policy**

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provided for employee contributions of 6.78% through June 30, 2014 and 6.92% thereafter of employee's annual compensation, as defined. Employers are required to contribute to an actuarially determined rate in PERS. The current PERS rate is 10.6% of covered payroll. The Borough's contributions to PERS for the years ended December 31, 2014, and 2013 were \$340,607, and \$345,283 respectively.

The contribution policy for the PFRS is set by N.J.S.A. 43:16 and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PFRS provides for employee contributions of 10.0% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate. The Borough's contributions to PFRS for the years ended December 31, 2014, and 2013 were \$716,260, and \$726,912 respectively.

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. The Borough's contributions to DCRP for the years ended December 31, 2014, and 2013 were \$3,001, and \$443 respectively.

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)**

**Significant Legislation**

Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

- New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of  $\frac{1}{4}$  of 1% for each month that the member is under age 65.
- The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PERS members will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Chapter 1, P.L. 2010, effective May 21, 2010, made a number of changes to the State-administered retirement systems concerning eligibility, the retirement allowance formula, the definition of compensation, the positions eligible for service credit, the non-forfeitable right to a pension, the prosecutor's part of the PERS, special retirement under the PFRS, and employer contributions to the retirement systems.

Also, Chapter 1, P.L. 2010 changed the membership eligibility criteria for new members of PERS from the amount of annual compensation to the number of hours worked weekly. Also, it returned the benefit multiplier for new members of PERS to 1/60th from 1/55th, 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. For new members of the PFRS, the law capped the maximum compensation that can be used to calculate a pension from these plans 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. 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 a 1/7th of the required amount, beginning in fiscal years 2012.

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

Chapter 92, P.L. 2007 implemented certain recommendations contained in the December 1, 2006 report of the Joint Legislative Committee on Public Employee Benefits Reform; established a DCRP for elected and certain appointed officials, effective July 1, 2007; the new pension loan interest rate became 4.69% per year, and an \$8.00 processing fee per loan was charged, effective January 1, 2008. The legislation also removed language from existing law that permits the State Treasurer to reduce employer pension contributions needed to fund the Funds and Systems when excess assets are available.

**Note 10 - Retirement Plans (Continued)**

**Funded Status and Funding Progress (GASB 67)**

As of July 1, 2013, the most recent actuarial valuation date, the aggregate funded ratio for all the State administered retirement systems, including PERS and PFRS, is 61.2% with an unfunded actuarial accrued liability of \$54.7 billion. The aggregate funded ratio and unfunded accrued liability for the State-funded systems is 51.5% and \$40.1 billion, respectively, and the aggregate funded ratio and unfunded accrued liability for local PERS and PFRS is 74.9% and \$14.7 billion, respectively.

The funded status and funding progress of the retirement systems includes actuarial valuations which involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. These amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the probability of future events.

Actuarial calculations reflect a long-term perspective and are based on the benefits provided under the terms of the retirement systems in effect at the time of each valuation and also consider the pattern of the sharing of costs between the employer and members at that point in time. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the employer and members in the future.

**Actuarial Methods and Assumptions**

In the July 1, 2013 PERS and PFRS actuarial valuations, the date of the most recent actuarial valuations, the entry age normal was used as actuarial cost method, and the five year average of market value was used as asset valuation method. The actuarial assumptions included (a) 7.9% for investment rate of return and (b) changes to projected salary increases of 2.15% to 5.40% based on age for PERS and 3.95% to 9.62% based on age for PFRS.

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**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>2014</u>
Assets, Beginning of Year (Market Value)	\$ 946,957
Municipal Contribution	-
Earnings and Adjustments to Market Value	69,057
Payments to Eligible Employees	(68,579)
Charges and Credits	(2,600)
Assets, Ending of Year (Market Value)	<u>\$ 944,835</u>

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**Note 12 - Other Post Employment 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, 2014 to be \$885,000. The Borough has approximately \$410,000 in cash on hand to fund this liability, and anticipates funding an additional \$110,000 during CY2015.

B. Health Care Benefits

In addition to the pension benefits described in Note 10, the Borough provides, at its cost, post-employment health care benefits in accordance with the provisions of Chapter 88, P.L. 1974 as amended by Chapter 436, P.L. 1981 which permits local public employers to pay the premium charges for certain eligible pensioners and their dependents and to reimburse Part B Medicare premiums for such retirees and their spouses covered by the New Jersey State Health Benefits Program.

Pursuant to GASB Statement No. 45 ("GASB 45"), Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, the Borough obtained an actuarially determined calculation for this obligation.

The Borough's annual other postemployment benefits ("OPEB") costs for the Plan, which is currently funded on a pay-as-you-go basis and is a non-contributory plan with all plan payments for plan benefits being funded by the Borough, is calculated based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and interest on the net OPEB obligation and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The Borough's annual OPEB cost for the year ended December 31, 2014, and the related information for the plan are as follows:

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**Note 12 - Other Post Retirement Benefits (Continued)**

B. Health Care Benefits (Continued)

Actuarial Accrued Liability

The Actuarial Accrued Liability ("AAL") as of December 31, 2014 is \$16,510,507 based upon a discount rate of 4.50% per annum and the plan provisions in effect on December 31, 2014. This represents the liability or obligation for benefits earned through the valuation date, based on certain actuarial methods and assumptions. The majority of this obligation is for current active employees.

Annual Required Contribution

The Annual Required Contribution ("ARC") is the measure of annual cost on an accrual basis. It is comprised of the "Normal Cost" which is the portion of future liabilities attributable to the measurement year, plus 30 year amortization of the Unfunded Actuarial Accrued Liability ("UAAL"). As of the measurement date, the plan had no assets to offset any portion of the AAL, so the UAAL and AAL are equal.

The ARC as of December 31, 2014 is \$1,222,986 based upon a discount rate of 4.50% per annum and the plan provisions in effect on December 31, 2014. The breakdown of the ARC is as follows:

(1) Normal Cost	\$209,381
(2) Actuarial Accrued Liability (AAL)	\$16,510,507
(3) Assets	\$0
(4) UAAL = (2)-(3)	\$16,510,507
(5) 30 Year Amortization of UAAL at Discount Rate	\$1,013,605
(6) ARC = (1)+(5)	\$1,222,986

**BOROUGH OF OAKLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2014**

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**Note 12 - Other Post Retirement Benefits (Continued)**

B. Health Care Benefits (Continued)

Basis of Valuation

This valuation has been conducted as of December 31, 2014 based upon census, plan design and claims information provided by The Fund. Census includes 45 retirees and spouses currently receiving retiree benefits, and 70 active participants of whom 5 are eligible to retire as of the valuation date. The average age of the active population is 47 and the average age of the retiree population is 68.

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

Demographic assumptions were selected based on those used in by the State Division of Pensions and Benefits in calculating pension benefits taken from the July 1, 2013 report from Buck Consultants. While some assumptions were simplified to reflect the smaller population, and to simplify the valuation process, the valuation results reasonably conform to the requirements of LFN 2007-15.

Health care (economic) assumptions were selected based on those used by the State Health Benefits Program in calculating SHBP member OPEB requirements taken from the July 1, 2013 report from Aon Consultants.

**BOROUGH OF OAKLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2014**

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**Note 12 - Other Post Retirement Benefits (Continued)**

B. Health Care Benefits (Continued)

Key Actuarial Assumptions

Mortality - RP 2000 Combined Healthy Male Mortality Rates Set Forward Three Years  
Turnover - NJ State Pensions Ultimate Withdrawal Rates- prior to benefits eligibility  
Assumed Retirement Age - At first eligibility after completing 15 years of service police & white collar, later of 15 years of service and age 62 library, 25 years of service all others.

Full Attribution Period - Service to Assumed Retirement Age

Annual Discount Rate - 4.50%

Medical Trend - 8% in 2014, reducing by 0.5% per annum, leveling at 5% per annum in 2020

Medical Cost Aging Factor - NJ SHBP Medical Morbidity Rates

Attribution period – The attribution period begins with the date of hire and ends with full benefits eligibility date.

Per capita cost methods – The valuation reflects per capita net premium costs based on actual 2014 medical and prescription drug premiums and the plan option selected. Plan selections are assumed to remain unchanged in retirement. The age specific cost was derived based on per person costs at the average age of the active population (47) and scaled to each age based on the medical cost aging factors. At age 65, Medicare becomes the primary payor of medical benefits and consequentially, per capita plan costs are offset by Medicare payments. Thus, post 65 costs were decreased using the assumption that Medicare picks up 66.7% of combined medical/prescription drug costs. 2014 employer contributions for retiree benefits as reported by the Fund are \$775,000.



**BOROUGH OF OAKLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2014**

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**Note 12 - Other Post Retirement Benefits (Continued)**

B. Health Care Benefits (Continued)

Retiree Contributions – NJ Chapter 78 requires that certain future retirees contribute toward the cost of their benefits. Specifically, those who had retired prior to passage of Chapter 78 and those employees that had more than 25 years of service on the date of passage are grandfathered. All others are subject to the contribution rates in effect when they retire, but not less than 1.5% of their annual retirement allowance from the Public Employees Retirement System. For purposes of this valuation, we have assumed that future retiree contributions will be equal to the current contribution increased by trend so as not to understate actuarial measurements.

Actuarial valuation method – Projected Unit Credit Funding Method

In the opinion of UHY Advisors (the Borough's Employee Benefits Consultants and actuaries), the actuarial assumptions are reasonable, taking into account the experience of the plan and reasonable expectations and individually represent their best estimate of anticipated experience under the plan.

Their measurements are based on the Borough's census, demographic, financial, and plan design information as provided to them by The Fund. Should any of this information change, their measurements could differ significantly.

UHY Advisors has no relationship with the Borough that would objectively impair, or appear to impair their ability to perform the work to prepare the above information. They are members of the American Academy of Actuaries and meet its Qualification Standards to provide an actuarial opinion in accordance with Statement of Government Accounting Standard 45 and New Jersey Local Finance Notice 2007-15.

**BOROUGH OF OAKLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2014**

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**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, 2014. 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. The Borough has \$321,734 in cash on hand to fund this liability, and anticipates funding an additional \$100,000 during CY2015. Funding of any additional 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, 2014, 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, 2014**

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**Note 14 - Fund Balances Appropriated**

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

	<u>2015</u>	<u>2014</u>
Current Fund	\$ 660,000	\$ 570,000
Water Utility	50,000	87,000
Sewer Utility	25,000	36,300

**BOROUGH OF OAKLAND  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2014**

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**Note 15 - Economic Dependency**

The Borough of Oakland is not economically dependent on any one business or industry as a major source of tax revenue for the Borough.

**BOROUGH OF OAKLAND**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2014**

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**Note 16 - 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 6 year capital budget substantially consistent with policies established by the Governing Body. Copies of the most updated Capital Budget is on file in the office of the Borough Clerk. As of the date of this report, the Capital Budget planned for various public improvements with an estimated cost of \$3,585,500, with \$200,000 being funded from amounts reserved in prior years, \$200,000 from 2015 budget appropriations, \$469,825 from the 2015 Capital Improvement Fund, \$200,000 from Grants, \$800,000 from future budget appropriations, and authorizing debt for the balance of \$1,715,675.

B. Bond Anticipation Notes

On February 4, 2015 the Borough issued Bond Anticipation Notes in the amount of \$9,693,000 comprised of \$7,844,000 of General Capital notes, \$1,617,000 of Water Utility Capital notes and \$232,000 of Sewer Utility Capital Notes to temporarily finance expenditures related to various capital projects. The Borough paid down \$130,121 to the maturing notes derived from the 2015 Current Fund budget (\$115,121), the 2015 Sewer Utility budget (\$0), and the 2015 Water Utility budget (\$15,000). No new money was borrowed in this renewal. The Borough has awarded the sale of said notes to Jefferies, LLC, at a gross interest rate of .75% receiving a premium of \$10,664 producing a blended reduced effective interest rate. These notes will mature on May 26, 2015 corresponding with a bond sale scheduled to permanently finance these and other outstanding obligations.

<u>Fund</u>	<u>Balance December 31, 2014</u>	<u>New Money</u>	<u>Paydowns</u>	<u>Issued February 4, 2015</u>
General Capital Fund	\$ 7,959,121	\$ -	\$ (115,121)	\$ 7,844,000
Water Capital Utility Fund	1,632,000	-	(15,000)	1,617,000
Sewer Capital Utility Fund	232,000	-	-	232,000
	<u>\$ 9,823,121</u>	<u>\$ -</u>	<u>\$ (130,121)</u>	<u>\$ 9,693,000</u>

The Borough has evaluated subsequent events through April 22, 2015, the date which the financial statements were available to be issued and no additional items were noted for disclosure or adjustment.

**BOROUGH OF OAKLAND**  
**CURRENT FUND**  
**COMPARATIVE BALANCE SHEET (REGULATORY BASIS)**

	2014	2013
<u>ASSETS AND OTHER DEBITS</u>		
Cash:		
Current Account	\$ 6,172,994	\$ 5,003,138
Change Funds	275	275
	<u>\$ 6,173,269</u>	<u>\$ 5,003,413</u>
Interfunds Receivable:		
Due From - Grant Fund	\$ 101,566	\$ -
Due From - Animal Control Trust	27,319	-
Due From - Snow Removal Trust	51,175	-
Due From - COAH Trust	1,635	-
Due From - Municipal Open Space Trust	19,000	-
Due From - Unemployment Trust	10,258	-
Due From - Accumulated Absence Trust	26,106	-
	<u>\$ 237,059</u>	<u>\$ -</u>
Intergovernmental Receivable:		
Due From State of New Jersey	\$ -	\$ -
Other Receivables:		
Delinquent Property Taxes Receivable	\$ 8,900	\$ 43,973
Tax Title Liens Receivable	202,187	116,701
Property Acquired for Taxes - Assessed Valuation	1,054,950	1,054,950
	<u>\$ 1,266,037</u>	<u>\$ 1,215,624</u>
Deferred Charges:		
Special Emergency Authorizations (40A:4-53)	\$ 21,600	\$ 53,200
Total Assets and Other Debits	<u>\$ 7,697,965</u>	<u>\$ 6,272,237</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable:		
General Capital Fund	\$ 286,791	\$ -
Grant Fund	157,084	-
Health Benefit Trust Fund	138,047	-
Municipal Open Space Trust Fund	217,974	-
	<u>\$ 799,896</u>	<u>\$ -</u>
Appropriation Reserves	\$ 1,347,426	\$ 1,162,372
Reserve for Encumbrances	\$ 643,496	\$ 617,978
Other Liabilities and Reserves:		
Reserve for Tax Appeals	\$ 321,734	\$ 335,949
Reserve for Special Emergency Authorizations	19,012	27,386
Reserve for Library Tax Payable	10,138	56,264
Pre-Paid Taxes	226,584	175,438
Tax Overpayments	104,826	124,603
	<u>\$ 682,294</u>	<u>\$ 719,640</u>
Intergovernmental Payable		
Due County for Added & Omitted Taxes	\$ 6,183	\$ 9,850
Due to State of New Jersey	6,787	4,475
	<u>\$ 12,970</u>	<u>\$ 14,325</u>
Reserve for Receivables and Other Assets	\$ 1,503,096	\$ 1,215,624
Fund Balance	\$ 2,708,787	\$ 2,542,298
Total Liabilities, Reserves and Fund Balance	<u>\$ 7,697,965</u>	<u>\$ 6,272,237</u>

**BOROUGH OF OAKLAND**  
**CURRENT FUND**  
**SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	Budget As Modified	Realized	Excess/ (Deficit)
<b>REVENUES</b>			
Fund Balance Anticipated	\$ 570,000	\$ 570,000	\$ -
Miscellaneous Revenues:			
Alcoholic Beverage Licenses	\$ 24,000	\$ 24,450	\$ 450
Other Licenses	26,000	21,373	(4,627)
Fees and Permits	566,500	674,941	108,441
Municipal Court Fines and Costs	107,000	121,580	14,580
Interest and Costs on Taxes	55,000	68,277	13,277
Interest on Investments and Deposits	10,000	13,663	3,663
Consolidated Municipal Property Tax Relief	914	914	-
Energy Receipts Tax	1,311,255	1,311,255	-
Uniform Construction Code Fees	210,000	189,861	(20,139)
Clean Communities Program	24,386	24,386	-
Recycling Tonnage Grant	27,368	27,368	-
Drunk Driving Enforcement Fund	9,863	9,863	-
Alcohol Education Rehabilitation Program	1,425	1,425	-
NJ Motor Vehicle Police Fees	86,000	91,500	5,500
Homeland Security - OEM Grant (CH159)	5,000	5,000	-
Bergen County Open Space - Park Impt. Program (CH159)	28,619	28,619	-
Uniform Fire Safety Act (LEA Rebates)	33,000	29,023	(3,977)
Reserve for Payment of Debt Service	74,500	74,500	-
Reserve for Payment of Open Space Debt Service	100,000	100,000	-
Cellular Tower Lease	130,000	151,501	21,501
Cablevision Franchise Fee	120,000	122,358	2,358
Verizon Franchise Fee	52,000	52,487	487
Real Property Lease	50,000	65,503	15,503
Sale of Recyclables	71,000	53,121	(17,879)
Shared Service Agreement - School Crossing Guards	6,000	5,830	(170)
Off-Duty Police Officer Administrative Fees	17,000	18,404	1,404
Pension Reimbursement From Library	48,150	48,150	-
Pension Reimbursement From Water Utility	51,639	51,639	-
Pension Reimbursement From Sewer Utility	9,865	9,865	-
Public Defender Fees	10,000	10,000	-
Total Miscellaneous Revenues	\$ 3,266,484	\$ 3,406,856	\$ 140,372
Receipts From Delinquent Taxes	\$ 17,000	\$ 28,313	\$ 11,313
Amount to be Raised by Taxation for Municipal Budget	\$ 13,280,789	\$ 13,414,024	\$ 133,235
Minimum Library Tax	\$ 773,200	\$ 773,200	\$ -
Total Revenues	\$ 17,907,473	\$ 18,192,393	\$ 284,920

**BOROUGH OF OAKLAND**  
**CURRENT FUND**  
**SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	Budget As Modified	Realized	Excess/ (Deficit)
<u>OTHER CREDITS TO INCOME</u>			
Non-Budget Revenues:			
Unexpended Balances of Appropriation Reserves	\$ -	\$ 1,015,714	\$ 1,015,714
Interfund Loans Returned	-	-	-
Miscellaneous Revenue Not Anticipated	-	70,487	70,487
Unexpended Balances Cancelled	-	-	-
Excesses in Grant Fund Reserves	-	2,585	2,585
Cancellations & Non-Cash Adjustments	-	5,632	5,632
Taxes Allocated to School and County:			
Local District School Tax	26,514,591	26,514,591	-
Regional High School Tax	10,546,184	10,546,184	-
County Tax Levy	5,366,033	5,366,033	-
County Open Space	58,234	58,234	-
Municipal Open Space Preservation	217,398	217,398	-
Added County Taxes (Including Open Space)	6,183	6,183	-
Added Municipal Library	890	890	-
Added Municipal Open Space	247	247	-
Total Other Credits to Income	\$ 42,709,760	\$ 43,804,178	\$ 1,094,418
Total Revenues and Other Credits to Income	\$ 60,617,233	\$ 61,996,571	\$ 1,379,338



## BOROUGH OF OAKLAND

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## CURRENT FUND

## SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2014

	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS"						
<u>General Government Functions</u>						
General Administration:						
Salaries and Wages	\$ 220,000	\$ 220,000	\$ 190,825	\$ 29,175	\$ -	\$ -
Other Expenses	7,500	7,500	2,747	4,753	-	-
Communication Committee:						
Other Expenses	15,000	15,000	14,987	13	-	-
General Services:						
Salaries and Wages	91,000	91,000	82,878	8,122	-	-
Other Expenses	63,000	67,000	64,562	2,438	-	-
Mayor and Council:						
Salaries and Wages	46,850	46,850	46,504	346	-	-
Other Expenses	30,000	30,000	13,839	16,161	-	-
Municipal Clerk:						
Salaries and Wages	77,050	77,050	74,891	2,159	-	-
Other Expenses	20,800	20,800	19,263	1,537	-	-
Elections:						
Salaries and Wages	2,150	2,150	2,148	2	-	-
Other Expenses	12,500	12,500	11,096	1,404	-	-
Financial Administration:						
Salaries and Wages	177,650	177,650	153,101	24,549	-	-
Other Expenses	52,800	52,800	50,527	2,273	-	-
Audit Services:						
Other Expenses	37,000	47,000	47,000	-	-	-
Information Technology:						
Other Expenses	60,000	90,000	75,975	14,025	-	-
Revenue Administration:						
Salaries and Wages	91,800	91,800	86,120	5,680	-	-
Other Expenses	8,500	8,500	3,962	4,538	-	-

**BOROUGH OF OAKLAND**

B-3

**CURRENT FUND**

**SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS**

**YEAR ENDED DECEMBER 31, 2014**

	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS"						
<u>General Government Functions</u>						
Tax Assessment Administration:						
Salaries and Wages	121,850	121,850	118,499	3,351	-	-
Other Expenses	16,100	16,100	14,608	1,492	-	-
Legal Services:						
Other Expenses	205,000	205,000	156,221	48,779	-	-
Engineering Services:						
Other Expenses	70,000	80,000	64,350	15,650	-	-
<u>Land Use Administration</u>						
Planning Board:						
Salaries and Wages	31,100	31,100	17,329	13,771	-	-
Other Expenses	17,350	17,350	15,922	1,428	-	-
Zoning Board of Adjustment:						
Salaries and Wages	16,100	16,100	9,631	6,469	-	-
Other Expenses	7,800	7,800	5,908	1,892	-	-
<u>Insurance</u>						
General Liability	462,500	462,500	450,008	12,492	-	-
Employee Group Health	2,005,000	1,970,000	1,545,344	424,656	-	-

## BOROUGH OF OAKLAND

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## CURRENT FUND

## SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2014

	Appropriated		Expended		Unexpended Balance Canceled	Overexpended
	2014 Budget	Budget After Modification	Paid or Charged	Reserved		
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Public Safety Functions</u>						
Police:						
Salaries and Wages	\$ 4,207,500	\$ 4,168,500	\$ 3,957,396	\$ 211,104	\$ -	\$ -
Other Expenses	155,600	155,600	143,278	12,322	-	-
Aid to Volunteer Ambulance Companies:						
Other Expenses	30,000	30,000	30,000	-	-	-
Flood Control Committee:						
Salaries and Wages	4,475	4,475	4,400	75	-	-
Other Expenses	1,500	1,500	800	700	-	-
Office of Emergency Management:						
Salaries and Wages	7,850	7,850	7,687	163	-	-
Other Expenses	10,500	10,500	7,532	2,968	-	-
Fire Department:						
Salaries and Wages	76,725	76,725	76,725	-	-	-
Other Expenses	104,100	104,100	72,080	32,020	-	-

## BOROUGH OF OAKLAND

B-3

## CURRENT FUND

## SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2014

	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Public Works Functions</u>						
Streets and Road Maintenance:						
Salaries and Wages	472,250	472,250	472,081	169	-	-
Other Expenses	122,500	97,500	77,284	20,216	-	-
Snow Removal:						
Salaries and Wages	60,000	60,000	60,000	-	-	-
Other Expenses	81,500	81,500	81,500	-	-	-
Shade Tree Commission:						
Other Expenses	20,000	20,000	9,539	10,461	-	-
Solid Waste Collection:						
Salaries and Wages	74,950	74,950	74,950	-	-	-
Other Expenses	1,060,000	1,015,000	928,981	86,019	-	-
Buildings and Grounds:						
Salaries and Wages	211,250	211,250	202,802	8,448	-	-
Other Expenses	135,000	135,000	133,005	1,995	-	-
Vehicle Maintenance:						
Salaries and Wages	65,850	65,850	51,863	13,987	-	-
Other Expenses	82,500	82,500	68,545	13,955	-	-
<u>Health and Human Services</u>						
Board of Health:						
Salaries and Wages	64,500	64,500	61,409	3,091	-	-
Other Expenses	144,000	144,000	113,201	30,799	-	-
Environmental Health Services Commission:						
Salaries and Wages	1,200	1,200	1,200	-	-	-
Other Expenses	1,000	1,000	648	352	-	-

**BOROUGH OF OAKLAND**

B-3

**CURRENT FUND**

**SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS**

**YEAR ENDED DECEMBER 31, 2014**

	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Park and Recreation Functions</u>						
Board of Recreation Commissioners						
(R.S. 40:12-1 et seq.):						
Salaries and Wages	\$ 180,000	\$ 180,000	\$ 157,358	\$ 22,642	\$ -	\$ -
Other Expenses	297,360	297,360	274,774	22,586	-	-
Senior Citizens Activities						
Salaries and Wages	63,850	63,850	57,430	6,420	-	-
Other Expenses	33,500	33,500	33,448	52	-	-
<u>Other Common Operating Functions</u>						
Accumulated Leave Compensation:						
Salaries and Wages	60,000	60,000	60,000	-	-	-
<u>Municipal Court</u>						
Municipal Court Administration:						
Salaries and Wages	116,700	116,700	96,696	20,004	-	-
Other Expenses	8,700	8,700	6,909	1,791	-	-
Public Defender (P.L. 1997, C.256):						
Other Expenses	10,000	10,000	9,900	100	-	-
Municipal Prosecutor:						
Other Expenses	23,000	23,000	18,900	4,100	-	-
<u>Code Enforcement Administration</u>						
Uniform Construction Code Enforcement Functions:						
Salaries and Wages	245,500	245,500	239,422	6,078	-	-
Other Expenses	7,000	7,000	6,823	177	-	-

## BOROUGH OF OAKLAND

## CURRENT FUND

## SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2014

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	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
OPERATIONS - WITHIN "CAPS" (Continued)						
<u>Utility Expenses and Bulk Purchases</u>						
Gasoline	175,000	175,000	173,609	1,391	-	-
Electricity	115,000	115,000	95,106	19,894	-	-
Telephone and Telegraph	100,000	105,000	94,521	10,479	-	-
Natural Gas	25,000	36,000	23,556	12,444	-	-
Street Lighting	150,000	135,832	117,890	17,942	-	-
Total Operations - Within "CAPS"	\$ 12,771,760	\$ 12,683,592	\$ 11,441,493	\$ 1,242,099	\$ -	\$ -
Contingent	5,000	5,000	-	5,000	-	-
Total Operations Including Contingent - Within "CAPS"	\$ 12,776,760	\$ 12,688,592	\$ 11,441,493	\$ 1,247,099	\$ -	\$ -
Detail:						
Salaries and Wages	\$ 6,788,150	\$ 6,749,150	\$ 6,363,345	\$ 385,805	\$ -	\$ -
Other Expenses	\$ 5,988,610	\$ 5,939,442	\$ 5,078,148	\$ 861,294	\$ -	\$ -

## BOROUGH OF OAKLAND

## CURRENT FUND

## SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2014

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	Appropriated		Expended		Unexpended Balance Canceled	Overexpended
	2014 Budget	Budget After Modification	Paid or Charged	Reserved		
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 (PERS)	\$ 347,455	\$ 347,455	\$ 340,607	\$ 6,848	\$ -	\$ -
Social Security System (O.A.S.I.)	472,000	472,000	430,688	41,312	-	-
Defined Contribution Retirement Program (DCRP)	4,000	4,000	3,001	999	-	-
Police and Firemen's Retirement System (PFRS)	716,261	716,261	716,260	1	-	-
	<u>\$ 1,539,716</u>	<u>\$ 1,539,716</u>	<u>\$ 1,490,556</u>	<u>\$ 49,160</u>	<u>\$ -</u>	<u>\$ -</u>
Total General Appropriations for Municipal Purposes - Within "CAPS"	\$ 14,316,476	\$ 14,228,308	\$ 12,932,049	\$ 1,296,259	\$ -	\$ -

## BOROUGH OF OAKLAND

B-3

## CURRENT FUND

## SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2014

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	Appropriated		Expended		Unexpended	
	2014 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)	87,000	87,000	87,000	-	-	-
<u>Other Public Works Functions</u>						
Stormwater Management - Salary & Wages	44,400	44,400	44,400	-	-	-
Stormwater Management - Other	31,000	31,000	9,804	21,196	-	-
<u>Public Safety</u>						
"9-1-1 System"	12,500	12,500	12,465	35	-	-
<u>Education</u>						
Maintenance of Free Public Library - Salary & Wages	431,958	436,958	433,931	3,027	-	-
Maintenance of Free Public Library - Other	376,242	371,242	344,486	26,756	-	-
<u>Reserve for Tax Appeals</u>						
Other Expenses	50,000	50,000	50,000	-	-	-



**BOROUGH OF OAKLAND**

**CURRENT FUND**

**SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS**

**YEAR ENDED DECEMBER 31, 2014**

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OPERATIONS - EXCLUDED FROM "CAPS" (Continued)

Public and Private Programs Offset by Revenues

	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
Cash Match for Grants	\$ 2,500	\$ 2,500	\$ 2,500	\$ -	\$ -	\$ -
Clean Communities Program	24,386	24,386	24,386	-	-	-
Recycling Tonnage Grant	27,368	27,368	27,368	-	-	-
Municipal Alliance on Alcohol & Drug Abuse (Local)	2,469	2,469	2,469	-	-	-
Alcohol Education and Rehab Fund	1,425	1,425	1,425	-	-	-
Homeland Security - OEM Grant (CH159)	5,000	5,000	5,000	-	-	-
NJ Motor Vehicle Police Fees	86,000	91,500	91,347	153	-	-
Bergen County Open Space - Park Improvement Program (CH159)	28,619	28,619	28,619	-	-	-
Drunk Driving Enforcement Fund	9,863	9,863	9,863			
Total Operations Excluded from "CAPS"	\$ 1,220,730	\$ 1,226,230	\$ 1,175,063	\$ 51,167	\$ -	\$ -

Detail:

Salaries and Wages	\$ 476,358	\$ 481,358	\$ 478,331	\$ 3,027	\$ -	\$ -
Other Expenses	\$ 744,372	\$ 744,872	\$ 696,732	\$ 48,140	\$ -	\$ -

**BOROUGH OF OAKLAND**

B-3

**CURRENT FUND**

**SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS**

**YEAR ENDED DECEMBER 31, 2014**

	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>						
Capital Improvement Fund	\$ 200,000	\$ 200,000	\$ 200,000	\$ -	\$ -	\$ -
Reserve for Acquisition of Fire Truck	200,000	200,000	200,000	-	-	-
Total Capital Improvements - Excluded From "CAPS"	\$ 400,000	\$ 400,000	\$ 400,000	\$ -	\$ -	\$ -
<b>DEBT SERVICE - EXCLUDED FROM "CAPS"</b>						
<u>Municipal Debt Service</u>						
Bond Principal	\$ 839,000	\$ 839,000	\$ 839,000	\$ -	\$ -	\$ -
Bond Interest	78,912	78,912	78,912	-	-	-
Note Interest	98,388	181,056	181,056	-	-	-
Payment of Bond Anticipation Notes	337,367	337,367	337,367	-	-	-
Total Debt Service - Excluded From "CAPS"	\$ 1,353,667	\$ 1,436,335	\$ 1,436,335	\$ -	\$ -	\$ -
<b>DEFERRED CHARGES - EXCLUDED FROM "CAPS"</b>						
Deferred Charges to Future Taxation - Unfunded	\$ 400,000	\$ 400,000	\$ 400,000	\$ -	\$ -	\$ -
Special Emergency Authorizations - 5 Years (N.J.S. 40A:4-55)	31,600	31,600	31,600	-	-	-
	\$ 431,600	\$ 431,600	\$ 431,600	\$ -	\$ -	\$ -

**BOROUGH OF OAKLAND**

**CURRENT FUND**

**SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS**

**YEAR ENDED DECEMBER 31, 2014**

B-3

	Appropriated		Expended		Unexpended	
	2014 Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled	Overexpended
Total General Appropriations for Municipal Purposes - Excluded from "CAP"	\$ 3,405,997	\$ 3,494,165	\$ 3,442,998	\$ 51,167	\$ -	\$ -
Subtotal General Appropriations	\$ 17,722,473	\$ 17,722,473	\$ 16,375,047	\$ 1,347,426	\$ -	\$ -
Reserve for Uncollected Taxes	185,000	185,000	185,000	-	-	-
Total General Appropriations	<u>\$ 17,907,473</u>	<u>\$ 17,907,473</u>	<u>\$ 16,560,047</u>	<u>\$ 1,347,426</u>	<u>\$ -</u>	<u>\$ -</u>
Budget Appropriations - Adopted Budget	\$ 17,873,854	\$ 17,873,854				
Budget Appropriations - Added by <u>N.J.S.</u> 40A:4-87	33,619	33,619				
Emergency Appropriations	-	-				
	<u>\$ 17,907,473</u>	<u>\$ 17,907,473</u>				
Other Charges to Income:						
Interfund Advances Originating in Current Year			\$ 237,059			
Refund of Prior Year's Revenue			- 405,790			
Taxes Allocated to School and County:						
Local District School Tax		26,514,591	26,514,591			
Regional High School Tax		10,546,184	10,546,184			
County Tax Levy		5,366,033	5,366,033			
County Open Space		58,234	58,234			
Municipal Open Space Preservation		217,398	217,398			
Added County Taxes		6,183	6,183			
Added Municipal Library		890	890			
Added Municipal Open Space		247	247			
		<u>\$ 42,709,760</u>	<u>\$ 43,352,609</u>			

**BOROUGH OF OAKLAND  
GRANT FUND  
COMPARATIVE BALANCE SHEET (REGULATORY BASIS)**

	2014	2013
<u>ASSETS</u>		
Cash	\$ 97,457	\$ 286,238
Intergovernmental Receivable: Grants Receivable	\$ 250,180	\$ 221,561
Interfunds Receivable: Due From - Current Fund	\$ 157,084	\$ -
Total Assets	<u>\$ 504,721</u>	<u>\$ 507,799</u>
<u>LIABILITIES AND RESERVES</u>		
Reserve for Encumbrances	\$ 78,892	\$ 95,444
Interfunds Payable: Due To - Current Fund	\$ 101,566	\$ -
Other Liabilities and Reserves:		
Appropriated Reserves	\$ 263,733	\$ 344,313
Unappropriated Reserves	60,530	68,042
	<u>\$ 324,263</u>	<u>\$ 412,355</u>
Total Liabilities and Reserves	<u>\$ 504,721</u>	<u>\$ 507,799</u>

**BOROUGH OF OAKLAND**  
**GRANT FUND**  
**SCHEDULE OF GRANTS RECEIVABLE**  
**YEAR ENDED DECEMBER 31, 2014**

C-2

Program	Balance December 31, 2013	2014		Received	Unappropriated Reserve Applied	Adjustments	Balance December 31, 2014
		Budget	Appropriation By 40A:4-87				
<u>Federal:</u>							
U.S. Department of Homeland Security - NJSP OEM Grant	\$ -	\$ -	\$ 5,000	\$ -	\$ 5,000	\$ -	\$ -
FEMA Hazard Mitigation Grant	98,000	-	-	-	-	-	98,000
	<u>\$ 98,000</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ -</u>	<u>\$ 98,000</u>
<u>State:</u>							
Municipal Alliance on Alcoholism and Drug Abuse - CY2013	\$ 2,192	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,192
Municipal Alliance on Alcoholism and Drug Abuse - 2014/2015	4,938	-	-	-	-	-	4,938
Clean Communities Program	-	24,386	-	-	24,386	-	-
Recycling Tonnage Grant	-	27,368	-	-	27,368	-	-
Alcohol Education & Rehabilitation Fund	-	1,425	-	-	1,425	-	-
ANJEC Sustainable Land Use Grant	8,000	-	-	-	-	-	8,000
Drunk Driving Enforcement Fund	-	9,863	-	-	9,863	-	-
Highlands - Plan Conformance	19,207	-	-	-	-	-	19,207
Highlands - Transfer Development Rights	4,824	-	-	-	-	-	4,824
	<u>\$ 39,161</u>	<u>\$ 63,042</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63,042</u>	<u>\$ -</u>	<u>\$ 39,161</u>
<u>Other:</u>							
Bergen County Open Space - Ramapo Valley Park	\$ 40,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 40,000
Bergen County Open Space - Van Allen/Stream House	44,400	-	-	-	-	-	44,400
Bergen County - Park Improvement Program	-	-	28,619	-	-	-	28,619
NJ Motor Vehicle Service Police Fees	-	91,500	(94,085)	-	-	2,585	-
	<u>\$ 84,400</u>	<u>\$ 91,500</u>	<u>\$ (65,466)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,585</u>	<u>\$ 113,019</u>
Grand Total	<u>\$ 221,561</u>	<u>\$ 154,542</u>	<u>\$ (60,466)</u>	<u>\$ -</u>	<u>\$ 68,042</u>	<u>\$ 2,585</u>	<u>\$ 250,180</u>

**BOROUGH OF OAKLAND**  
**GRANT FUND**  
**SCHEDULE OF RESERVE FOR ENCUMBRANCES**  
**YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	95,444
Increased by:			
Accrued	\$	58,561	
			<u>58,561</u>
			154,005
Decreased by:			
Paid	\$	73,202	
Cancelled		<u>1,911</u>	
			<u>75,113</u>
Balance, December 31, 2014		\$	<u><u>78,892</u></u>

**BOROUGH OF OAKLAND**  
**GRANT FUND**  
**SCHEDULE OF APPROPRIATED RESERVES**  
**YEAR ENDED DECEMBER 31, 2014**

C-4

Program	Balance December 31, 2013	2014		Appropriation By 40A:4-87	Paid or Charged	Cancellations and Adjustments	Balance December 31, 2014
		Budget	Transfers				
<u>Federal:</u>							
U.S. Department of Homeland Security - NJ State Police OEM Grant	\$ 2,027	\$ -	\$ -	\$ 5,000	\$ 7,027	\$ -	\$ -
FEMA Hazard Mitigation Grant	96,000	-	-	-	96,000	-	-
	<u>\$ 98,027</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ 103,027</u>	<u>\$ -</u>	<u>\$ -</u>
<u>State:</u>							
Recycling Tonnage Grant	\$ 98,230	\$ 27,368	\$ -	\$ -	\$ 21,870	\$ 955	\$ 104,683
Clean Communities Program	38,996	24,386	-	-	24,832	-	38,550
Body Armor Replacement Program - State	8,211	-	-	-	7,906	-	305
Drunk Driving Enforcement Fund	7,901	9,863	-	-	4,078	-	13,686
Alcohol Education & Rehabilitation Fund	2,166	1,425	-	-	-	-	3,591
Municipal Alliance on Alcoholism and Drug Abuse - County - CY2013	20,849	-	-	-	8,414	956	13,391
Municipal Alliance on Alcoholism and Drug Abuse - Local - CY2013	1,021	-	-	-	-	-	1,021
Municipal Alliance on Alcoholism and Drug Abuse - Local - 2014/2015	4,938	2,469	-	-	-	-	7,407
Police Accreditation Grant	11,000	-	-	-	-	-	11,000
Highlands - Plan Conformance	7,233	-	-	-	-	-	7,233
	<u>\$ 200,545</u>	<u>\$ 65,511</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 67,100</u>	<u>\$ 1,911</u>	<u>\$ 200,867</u>
<u>Other:</u>							
Bergen County Open Space - Ramapo Valley Park	\$ 33,741	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,741
Bergen County Open Space - Van Allen/Stream House	12,000	-	-	-	11,648	-	352
Bergen County - Park Improvement Program	-	-	-	28,619	-	-	28,619
NJ Motor Vehicle Service Police Fees	-	91,500	-	-	91,346	-	154
	<u>\$ 45,741</u>	<u>\$ 91,500</u>	<u>\$ -</u>	<u>\$ 28,619</u>	<u>\$ 102,994</u>	<u>\$ -</u>	<u>\$ 62,866</u>
Grand Total	<u>\$ 344,313</u>	<u>\$ 157,011</u>	<u>\$ -</u>	<u>\$ 33,619</u>	<u>\$ 273,121</u>	<u>\$ 1,911</u>	<u>\$ 263,733</u>

**BOROUGH OF OAKLAND  
GRANT FUND  
SCHEDULE OF UNAPPROPRIATED RESERVES  
YEAR ENDED DECEMBER 31, 2014**

C-5

Program	Balance December 31, 2013	Appropriated in 2014	Received in 2014	Adjustments	Balance December 31, 2014
<u>State:</u>					
Clean Communities Program	\$ 24,386	\$ 24,386	\$ 22,872	\$ -	\$ 22,872
Body Armor Replacement Program	-	-	2,440	-	2,440
Recycling Tonnage Grant	27,368	27,368	29,982	-	29,982
Alcohol Education & Rehabilitation Grant	1,425	1,425	236	-	236
Drunk Driving Enforcement Fund	9,863	9,863	-	-	-
Emergency Management Grant	5,000	5,000	5,000	-	5,000
	<u>\$ 68,042</u>	<u>\$ 68,042</u>	<u>\$ 60,530</u>	<u>\$ -</u>	<u>\$ 60,530</u>



**BOROUGH OF OAKLAND**  
**TRUST FUND**  
**COMPARATIVE BALANCE SHEET (REGULATORY BASIS)**

	2014	2013
<u>ASSETS</u>		
Cash:		
Trust & Escrow Deposit Account	\$ 2,368,595	\$ 2,473,981
Unemployment Account	199,432	199,432
Municipal Open Space Trust Account	542,472	642,151
Landfill Closure Account	2,086	2,084
Net Payroll Account	80,040	-
Payroll Agency Account	31,423	904
Animal Control Account	37,173	22,977
Animal Control - Change Fund	50	50
COAH Trust Fund	637,126	611,521
Lien Redemption Trust Fund	506,095	436,705
Flexible Spending Account	765	2,469
Health Benefits Account	1,288,348	32,658
Court Ticket Refund Account	84,139	-
Community Development Account	0	1
	<u>\$ 5,777,744</u>	<u>\$ 4,424,933</u>
Deferred Compensation Plan Assets:		
Lincoln Financial Group	\$ 944,835	\$ 946,957
Interfund Receivable:		
Current Fund	\$ 138,047	\$ -
Municipal Open Space Trust	\$ 217,974	\$ -
General Capital	-	1,250,000
	<u>\$ 356,021</u>	<u>\$ 1,250,000</u>
Total Assets	<u>\$ 7,078,600</u>	<u>\$ 6,621,890</u>
<u>LIABILITIES AND RESERVES</u>		
Interfund Payable:		
Due To Current Fund (Animal Control Trust)	\$ 27,319	\$ -
Due To Current Fund (Snow Removal Trust)	51,175	-
Due To Current Fund (COAH Trust)	1,635	-
Due To Current Fund (Municipal Open Space Trust)	19,000	-
Due To Current Fund (Unemployment Trust)	10,258	-
Due To Current Fund (Accumulated Absence Trust)	26,106	-
	<u>\$ 135,493</u>	<u>\$ -</u>
Other Liabilities and Reserves:		
Net Payroll & Deductions Payable	\$ 111,463	\$ 904
Outside Lien Redemptions Payable	506,095	436,705
	<u>\$ 617,558</u>	<u>\$ 437,609</u>
Reserve for Animal Control Expenditures	\$ 9,904	\$ 23,027
Reserve for Landfill Closure Expenditures	2,086	2,084
Reserve for Municipal Open Space Expenditures	741,446	642,151
Reserve for Unemployment Claims	189,173	199,432
Reserve for Flexible Spending Account Expenditures	765	2,469
Reserve for COAH Expenditures	635,491	611,521
Reserve for Health Benefit Claims	1,426,395	2,089,350
Reserve for Court Ticket Refund Expenditures	84,139	-
Reserve for Community Development Expenditures	-	1
Reserve for Deferred Compensation	944,835	946,957
Reserve for Developers Escrow Deposits and Other Trust Expenditures	2,291,315	1,667,289
	<u>\$ 6,325,549</u>	<u>\$ 6,184,281</u>
	<u>\$ 7,078,600</u>	<u>\$ 6,621,890</u>

**BOROUGH OF OAKLAND**  
**GENERAL CAPITAL FUND**  
**COMPARATIVE BALANCE SHEET (REGULATORY BASIS)**

	2014	2013
<u>ASSETS</u>		
Cash:		
General Capital Account	\$ 7,929,317	\$ 283,145
Interfunds Receivable:		
Due From - Current Fund	\$ 286,791	\$ -
Intergovernmental Receivable:		
Grants Receivable	\$ 1,980,000	\$ -
Deferred Charges:		
Funded	\$ 1,011,000	\$ 1,850,000
Unfunded	17,107,753	14,790,739
	\$ 18,118,753	\$ 16,640,739
Total Assets	\$ 28,314,861	\$ 16,923,884
<u>LIABILITIES AND FUND BALANCE</u>		
Accounts/Contracts Payable	\$ 3,024,345	\$ 1,598,000
Interfund Payables:		
Due To - Other Trust Fund	\$ -	\$ 1,250,000
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 18,942	\$ 42,253
Reserve for Preliminary Plan Exp - Ramapo River Project	9,000	9,000
Reserve for Acquisition of Ladder Truck	200,000	-
Reserve for Payment of Debt Service	731,466	74,533
	\$ 959,408	\$ 125,786
Improvement Authorizations:		
Funded	\$ 2,278,115	\$ 400,090
Unfunded	3,791,374	3,783,528
	\$ 6,069,489	\$ 4,183,618
Serial Bonds Payable	\$ 1,011,000	\$ 1,850,000
Bond Anticipation Notes Payable	\$ 17,100,121	\$ 7,871,020
Fund Balance	\$ 150,498	\$ 45,460
Total Liabilities and Fund Balance	\$ 28,314,861	\$ 16,923,884

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF INTERFUND RECEIVABLE  
YEAR ENDED DECEMBER 31, 2014**

E-2

Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Balance December 31, 2014
Due From - Current Fund	\$ -	\$ 286,791	\$ -	\$ 286,791
	\$ -	\$ 286,791	\$ -	\$ 286,791

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF GRANTS RECEIVABLE  
YEAR ENDED DECEMBER 31, 2014**

E-3

<u>Improvement Description</u>	<u>Balance December 31, 2013</u>	<u>Improvement Authorized</u>	<u>Cash Received</u>	<u>Cancellations &amp; Adjustments</u>	<u>Balance December 31, 2014</u>
<u>Federal:</u>					
Department of Environmental Protection -- Passed Thru the State of N.J. Department of Environmental Protection: #14-705	\$ -	\$ 325,000	\$ -	\$ -	\$ 325,000
<u>State:</u>					
Land Conservancy of New Jersey #14-705	\$ -	\$ 200,000	\$ -	\$ -	\$ 200,000
<u>Other:</u>					
Bergen County Open Space Trust Fund #14-705	\$ -	\$ 1,455,000	\$ -	\$ -	\$ 1,455,000
Total Grants Receivable	\$ -	\$ 1,980,000	\$ -	\$ -	\$ 1,980,000

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED  
YEAR ENDED DECEMBER 31, 2014**

E-4

Description	Balance December 31, 2013	Issued In 2014	Paid by Budget Appropriation	Balance December 31, 2014
6/1/2003 General Improvement Bonds	\$ 584,000	\$ -	\$ 584,000	\$ -
6/1/2007 General Improvement Bonds (A)	666,000	-	70,000	596,000
6/1/2007 General Improvement Bonds (C)	600,000	-	185,000	415,000
	<u>\$ 1,850,000</u>	<u>\$ -</u>	<u>\$ 839,000</u>	<u>\$ 1,011,000</u>

**BOROUGH OF OAKLAND**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED**  
**YEAR ENDED DECEMBER 31, 2014**

E-5

Improvement	Balance December 31, 2013	Authorized	Raised In Budget Paydowns	Raised In Budget Def. Charges	Other Cash Receipts	Serial Bonds Issued	Cancellations	Balance December 31, 2014	Analysis of Balance		
									Outstanding BANs	B&N Authorized	Capital Cash
#07-561/#09-588 Various Capital Improvements	\$ 260,623	\$ -	\$ (104,520)	\$ -	\$ -	\$ -	\$ -	\$ 156,103	\$ 156,103	\$ -	\$ -
#08-567 Acquisition of Real Property	2,332,000	-	(68,000)	-	-	-	-	2,264,000	2,264,000	-	-
#08-586 Various Capital Improvements	792,397	-	(45,480)	-	-	-	-	746,917	746,917	-	-
#09-607 Acquisition of Real Property	2,258,000	-	(32,000)	-	-	-	-	2,226,000	2,226,000	-	-
#07-561/09-588 Various Capital Improvements	228,000	-	(228,000)	-	-	-	-	-	-	-	-
#10-617 Various Capital Improvements	28,776	-	-	-	-	-	-	28,776	25,000	3,776	-
#10-636 Various Capital Improvements	987,353	-	-	-	-	-	-	987,353	987,000	353	-
#11-643 Various Capital Imp (10-636 Supp)	226,349	-	-	-	-	-	-	226,349	226,000	349	-
#11-652 Various Capital Improvements	1,211,962	-	-	-	-	-	-	1,211,962	1,211,000	962	-
#12-663 New DPW Building	2,000,000	-	(33,899)	-	-	-	-	1,966,101	1,966,101	-	-
#12-670 Various Capital Improvements	1,519,541	-	-	-	-	-	-	1,519,541	1,519,000	541	-
#12-677 Monhegan Ave. Drainage Improvements	65,338	-	-	-	-	-	-	65,338	65,000	338	-
#13-684 New DPW Building - Supplemental	190,000	-	-	-	-	-	-	190,000	190,000	-	-
#13-690 Recreation Improvements	2,690,400	-	-	-	-	-	-	2,690,400	2,690,000	400	-
#14-704 Various Public Improvements	-	2,608,913	-	-	-	-	-	2,608,913	2,608,000	913	-
#14-705 Acquisition & Demolition of Flood Prone Properties	-	220,000	-	-	-	-	-	220,000	220,000	-	-
	<u>\$ 14,790,739</u>	<u>\$ 2,828,913</u>	<u>\$ (511,899)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,107,753</u>	<u>\$ 17,100,121</u>	<u>\$ 7,632</u>	<u>\$ -</u>
Bond Anticipation Notes Payable	\$ 7,871,020							\$ 17,100,121			
Bond Anticipation Notes Paid With Capital Cash	-							-			
Bonds and Notes Authorized but not Issued	6,919,719							7,632			
	<u>\$ 14,790,739</u>							<u>\$ 17,107,753</u>			

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF ACCOUNTS/CONTRACTS PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

E-6

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<u>Vendor</u>	<u>Ordinance Number</u>	<u>Contract Number</u>	<u>Balance December 31, 2013</u>	<u>Accrued</u>	<u>Paid</u>	<u>Cancellations and Adjustments</u>	<u>Balance December 31, 2014</u>
Various	Various	Various	\$ 1,598,000	\$ 2,418,151	\$ 928,370	\$ (63,436)	\$ 3,024,345
			<u>\$ 1,598,000</u>	<u>\$ 2,418,151</u>	<u>\$ 928,370</u>	<u>\$ (63,436)</u>	<u>\$ 3,024,345</u>

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF INTERFUND PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

E-7

Description	Balance December 31, 2013	Interfunds Advanced	Interfunds Returned	Balance December 31, 2014
Due To - Other Trust Fund	\$ 1,250,000	\$ -	\$ 1,250,000	\$ -
	<u>\$ 1,250,000</u>	<u>\$ -</u>	<u>\$ 1,250,000</u>	<u>\$ -</u>



**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF CAPITAL IMPROVEMENT FUND  
YEAR ENDED DECEMBER 31, 2014**

E-8

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<u>Description</u>	<u>Balance December 31, 2013</u>	<u>Current Fund Appropriation</u>	<u>Used to Finance Authorizations</u>	<u>Cancelled Funded Authorizations</u>	<u>Balance December 31, 2014</u>
Capital Improvement Fund	\$ 42,253	\$ 200,000	\$ (223,311)	\$ -	\$ 18,942

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**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF RESERVE FOR PRELIMINARY PLAN EXPENSES  
YEAR ENDED DECEMBER 31, 2014**

E-9

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<u>Description</u>	<u>Balance December 31, 2013</u>	<u>Current Fund Appropriation</u>	<u>Used to Finance Authorizations</u>	<u>Canelled</u>	<u>Balance December 31, 2014</u>
Ramapo River Project	\$ 9,000	\$ -	\$ -	\$ -	\$ 9,000

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF RESERVE FOR ACQUISITION OF LADDER TRUCK  
YEAR ENDED DECEMBER 31, 2014**

E-10

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<u>Description</u>	<u>Balance December 31, 2013</u>	<u>Current Fund Appropriation</u>	<u>Used to Finance Authorizations</u>	<u>Canelled</u>	<u>Balance December 31, 2014</u>
New Ladder Truck	\$ -	\$ 200,000	\$ -	\$ -	\$ 200,000

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE  
YEAR ENDED DECEMBER 31, 2014**

E-11

Ordinance	Balance December 31, 2013	Current Fund Revenue	Other Cash Receipts	Current Fund Appropriation	Cancelled Funded Authorizations	Balance December 31, 2014
Unidentified	\$ 74,533	\$ (74,500)	\$ -	\$ -	\$ -	\$ 33
#13-690	-	-	219,683	-	-	219,683
#14-704	-	-	111,750	-	-	111,750
Unspecified Budget Appropriation	-	-	-	400,000	-	400,000
	<u>\$ 74,533</u>	<u>\$ (74,500)</u>	<u>\$ 331,433</u>	<u>\$ 400,000</u>	<u>\$ -</u>	<u>\$ 731,466</u>

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED DECEMBER 31, 2014**

E-12

Description	Authorized										Cancellations and Adjustments		Balance - December 31, 2014	
	Balance - January 1, 2014		Capital Improvement Fund	Capital Surplus	Grants	Bonds & Notes	Expended	Refunded	Funded	Unfunded				
	Funded	Unfunded												
#99-362/02-429/02-430 Library Addition	\$ 255,754	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,000	\$ -	\$ -	\$ 252,754	\$ -			
#07-561 Various Capital Improvements	-	99,903	-	-	-	-	7,248	13,534	-	-	106,189			
#08-567 Acquisition of Real Property	-	93,560	-	-	-	-	482	-	-	-	93,078			
#08-586 Various Capital Improvements	-	9,908	-	-	-	-	5,635	6,353	-	-	10,626			
#09-607 Acquisition of Real Property	-	170,466	-	-	-	-	30,982	-	-	-	139,484			
#10-618 Various Capital Improvements	250	-	-	-	-	-	-	-	-	250	-			
#10-636 Various Capital Improvements	-	199,618	-	-	-	-	482	-	-	-	199,136			
#11-643 Various Capital Imp (10-636 Supp)	-	230,667	-	-	-	-	-	-	-	-	230,667			
#11-652 Various Capital Improvements	-	193,416	-	-	-	-	184,666	-	-	-	8,750			
#12-663 New DPW Building	-	16,185	-	-	-	-	16,384	10,364	-	-	10,165			
#12-670 Various Capital Improvements	-	656,889	-	-	-	-	615,731	-	-	-	41,158			
#12-671 Purchase of Capital Equipment	36,046	-	-	-	-	-	5,160	-	-	30,886	-			
#13-684 New DPW Building - Supplemental	-	3,523	-	-	-	-	33,185	33,185	-	-	3,523			
#13-689 Various Capital Improvements	108,040	-	-	-	-	-	74,145	-	-	33,895	-			
#13-690 Recreation Improvements	-	2,109,393	-	-	-	-	1,432,858	-	-	-	676,535			
#14-704 Various Public Improvements	-	-	223,311	-	-	2,608,913	780,161	-	-	-	2,052,063			
#14-705 Acquisition & Demolition of Flood Prone Properties	-	-	-	-	1,980,000	220,000	19,670	-	-	1,960,330	220,000			
	\$ 400,090	\$ 3,783,528	\$ 223,311	\$ -	\$ 1,980,000	\$ 2,828,913	\$ 3,209,789	\$ 63,436	\$ -	\$ 2,278,115	\$ 3,791,374			

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF SERIAL BONDS PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

E-13

<u>Date of Issue - Purpose</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2013</u>	<u>Issued In 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2014</u>
6/1/2003 General Improvement Bonds	4,494,000	\$ 584,000	\$ -	\$ 584,000	\$ -
6/1/2007 General Improvement Bonds (A)	1,096,000	666,000	-	70,000	596,000
6/1/2007 General Improvement Bonds (C)	1,580,000	600,000	-	185,000	415,000
		<u>\$ 1,850,000</u>	<u>\$ -</u>	<u>\$ 839,000</u>	<u>\$ 1,011,000</u>

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

E-14

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2013	Issued	Decreased	Budget Appropriation and Receipts	Receipts Applied	Balance December 31, 2014
<u>13-6R</u>											
#07-561/#09-588 Various Capital Improvements	997,500	10/30/08	02/08/13	02/07/14	1.25%	260,623	-	-	260,623	-	-
#08-567 Various Capital Improvements	5,045,000	10/30/08	02/08/13	02/07/14	1.25%	2,332,000	-	2,264,000	68,000	-	-
<u>13-5R</u>											
#08-586 Various Capital Improvements	1,067,695	02/11/09	02/08/13	02/07/14	1.25%	792,397	-	746,917	45,480	-	-
#07-561/#09-588 Various Capital Improvements	228,000	02/11/09	02/08/13	02/07/14	1.25%	228,000	-	156,103	71,897	-	-
<u>13-4R</u>											
#09-607 Acquisition of Real Property	2,490,000	05/27/10	02/08/13	02/07/14	1.25%	2,258,000	-	2,226,000	32,000	-	-
<u>13-2R</u>											
#12-663 New DPW Building	2,000,000	02/08/13	02/08/13	02/07/14	1.25%	2,000,000	-	1,966,101	33,899	-	-
						<u>\$ 7,871,020</u>	<u>\$ -</u>	<u>\$ 7,359,121</u>	<u>\$ 511,899</u>	<u>\$ -</u>	<u>\$ -</u>
<u>14-1R</u>											
#07-561/#09-588 Various Capital Improvements	228,000	02/11/09	02/07/14	12/10/14	1.00%	-	156,103	156,103	-	-	-
#08-567 Various Capital Improvements	5,045,000	10/30/08	02/07/14	12/10/14	1.00%	-	2,264,000	2,264,000	-	-	-
#08-586 Various Capital Improvements	1,067,695	02/11/09	02/07/14	12/10/14	1.00%	-	746,917	746,917	-	-	-
#09-607 Acquisition of Real Property	2,490,000	05/27/10	02/07/14	12/10/14	1.00%	-	2,226,000	2,226,000	-	-	-
#10-636/#11-643 Various Capital Improvements	600,000	02/07/14	02/07/14	12/10/14	1.00%	-	600,000	600,000	-	-	-
#12-663 New DPW Building	2,000,000	02/08/13	02/07/14	12/10/14	1.00%	-	1,966,101	1,966,101	-	-	-
						<u>\$ -</u>	<u>\$ 7,959,121</u>	<u>\$ 7,959,121</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>14-2R</u>											
#07-561/#09-588 Various Capital Improvements	997,500	10/30/08	12/10/14	02/10/15	0.75%	-	156,103	-	-	-	156,103
#08-567 Various Capital Improvements	5,045,000	10/30/08	12/10/14	02/10/15	0.75%	-	2,264,000	-	-	-	2,264,000
#08-586 Various Capital Improvements	1,067,695	02/11/09	12/10/14	02/10/15	0.75%	-	746,917	-	-	-	746,917
#09-607 Acquisition of Real Property	2,490,000	05/27/10	12/10/14	02/10/15	0.75%	-	2,226,000	-	-	-	2,226,000
#10-636/#11-643 Various Capital Improvements	600,000	02/07/14	12/10/14	02/10/15	0.75%	-	600,000	-	-	-	600,000
#12-663 New DPW Building	2,000,000	02/08/13	12/10/14	02/10/15	0.75%	-	1,966,101	-	-	-	1,966,101
						<u>\$ -</u>	<u>\$ 7,959,121</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,959,121</u>
<u>14-1</u>											
#10-617 Various Public Improvements	25,000	12/30/14	12/30/14	05/26/15	0.75%	-	25,000	-	-	-	25,000
#10-636/#11-643 Various Public Improvements	613,000	12/30/14	12/30/14	05/26/15	0.75%	-	613,000	-	-	-	613,000
#11-652 Various Public Improvements	1,211,000	12/30/14	12/30/14	05/26/15	0.75%	-	1,211,000	-	-	-	1,211,000
#12-670 Various Public Improvements	1,519,000	12/30/14	12/30/14	05/26/15	0.75%	-	1,519,000	-	-	-	1,519,000
#12-677 Monhegan Avenue Stormwater Drainage Impts.	65,000	12/30/14	12/30/14	05/26/15	0.75%	-	65,000	-	-	-	65,000
#13-684 DPW Building - Supplemental	190,000	12/30/14	12/30/14	05/26/15	0.75%	-	190,000	-	-	-	190,000
#13-690 Various Public Improvements	2,690,000	12/30/14	12/30/14	05/26/15	0.75%	-	2,690,000	-	-	-	2,690,000
#14-704 Various Public Improvements	2,608,000	12/30/14	12/30/14	05/26/15	0.75%	-	2,608,000	-	-	-	2,608,000
#14-705 Acquisition and Demolition of Flood Prone Properties	220,000	12/30/14	12/30/14	05/26/15	0.75%	-	220,000	-	-	-	220,000
						<u>\$ -</u>	<u>\$ 9,141,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,141,000</u>
						<u>\$ 7,871,020</u>	<u>\$ 25,059,242</u>	<u>\$ 15,318,242</u>	<u>\$ 511,899</u>	<u>\$ -</u>	<u>\$ 17,100,121</u>

**BOROUGH OF OAKLAND  
GENERAL CAPITAL FUND  
SCHEDULE OF FUND BALANCE  
YEAR ENDED DECEMBER 31, 2014**

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Description	Balance December 31, 2013	Increased by			Decreased by Fund Balance Anticipated	Balance December 31, 2014
		Bond/BAN Premiums	Cancelled Funded Authorizations	Other Cash Receipts		
Fund Balance	\$ 45,460	\$ 76,038	\$ -	\$ 29,000	\$ -	\$ 150,498

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**BOROUGH OF OAKLAND**  
**GENERAL CAPITAL FUND**  
**SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**  
**YEAR ENDED DECEMBER 31, 2014**

E-16

Improvement Description	Balance December 31, 2013	Authorized	BANs Issued	Raised	Cancellations/ Adjustments	Balance December 31, 2014
#10-617 Various Capital Improvements	\$ 28,776	\$ -	\$ (25,000)	\$ -	\$ -	\$ 3,776
#10-636 Various Capital Improvements	987,353	-	(987,000)	-	-	353
#11-643 Various Capital Imp (10-636 Supp)	226,349	-	(226,000)	-	-	349
#11-652 Various Capital Improvements	1,211,962	-	(1,211,000)	-	-	962
#12-670 Various Capital Improvements	1,519,541	-	(1,519,000)	-	-	541
#12-677 Monhegan Ave. Drainage Improvements	65,338	-	(65,000)	-	-	338
#13-684 New DPW Building - Supplemental	190,000	-	(190,000)	-	-	-
#13-690 Recreation Improvements	2,690,400	-	(2,690,000)	-	-	400
#14-704 Various Public Improvements	-	2,608,913	(2,608,000)	-	-	913
#14-705 Acquisition & Demolition of Flood Prone Properties	-	220,000	(220,000)	-	-	-
	<u>\$ 6,919,719</u>	<u>\$ 2,828,913</u>	<u>\$ (9,741,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,632</u>

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	2014	2013
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 1,064,343	\$ 850,874
Change Funds	50	50
	<u>\$ 1,064,393</u>	<u>\$ 850,924</u>
Consumer Accounts Receivable	<u>\$ 247,742</u>	<u>\$ 174,473</u>
Total Assets	<u><u>\$ 1,312,135</u></u>	<u><u>\$ 1,025,397</u></u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	<u>\$ 37,224</u>	<u>\$ 30,217</u>
Appropriation Reserves	<u>\$ 315,196</u>	<u>\$ 95,592</u>
Other Liabilities and Reserves:		
Accrued Interest on Bonds	\$ 773	\$ 2,050
Accrued Interest on Notes	680	-
Overpayments	8,348	16,116
Reserve for Rate Stabilization	100,000	100,000
	<u>\$ 109,801</u>	<u>\$ 118,166</u>
Reserve for Receivables	<u>\$ 247,742</u>	<u>\$ 174,473</u>
Fund Balance	<u>\$ 602,172</u>	<u>\$ 606,949</u>
Total Liabilities and Fund Balance	<u><u>\$ 1,312,135</u></u>	<u><u>\$ 1,025,397</u></u>

**BOROUGH OF OAKLAND**  
**WATER UTILITY OPERATING FUND**  
**SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	Anticipated Budget	Realized	Excess/ (Deficit)
Operating Surplus Anticipated	\$ 87,000	\$ 87,000	\$ -
Rents	\$ 1,820,000	\$ 1,841,143	\$ 21,143
Miscellaneous	\$ 12,000	\$ 1,700	\$ (10,300)
	\$ 1,919,000	\$ 1,929,843	\$ 10,843
Other Credits to Income:			
Non-Budget Revenues	\$ -	\$ -	\$ -
Unexpended Balance of Appropriation Reserves	-	54,732	54,732
Unexpended Balances Cancelled	-	-	-
Cancellations and Adjustments	-	16,739	16,739
	\$ -	\$ 71,471	\$ 71,471
Total Revenues and Credits to Income	\$ 1,919,000	\$ 2,001,314	\$ 82,314

**BOROUGH OF OAKLAND**  
**WATER UTILITY OPERATING FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

F-3

	Appropriations		Expended		Unexpended Balance Canceled	Overexpenditure
	Adopted Budget	Budget After Modification	Paid or Charged	Reserved		
Operating:						
Salaries and Wages	\$ 583,650	\$ 583,650	\$ 470,982	\$ 112,668	\$ -	\$ -
Other Expenses:						
Other Expenses	\$ 245,000	\$ 245,000	\$ 187,936	\$ 57,064	\$ -	\$ -
Utilities	257,500	257,500	226,072	31,428	-	-
Group Insurance	105,000	105,000	-	105,000	-	-
Other Insurance	51,000	51,000	51,000	-	-	-
	<u>\$ 658,500</u>	<u>\$ 658,500</u>	<u>\$ 465,008</u>	<u>\$ 193,492</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Improvements:						
Capital Improvement Fund	\$ 65,693	\$ 65,693	\$ 65,693	\$ -	\$ -	\$ -
Capital Outlay	517	517	-	517	-	-
	<u>\$ 66,210</u>	<u>\$ 66,210</u>	<u>\$ 65,693</u>	<u>\$ 517</u>	<u>\$ -</u>	<u>\$ -</u>
Debt Service:						
Payment of Bonds	\$ 442,000	\$ 442,000	\$ 442,000	\$ -	\$ -	\$ -
Payment of Notes	28,000	28,000	28,000	-	-	-
Interest on Bonds	24,601	24,601	24,601	-	-	-
Interest on Notes	20,400	20,400	20,400	-	-	-
	<u>\$ 515,001</u>	<u>\$ 515,001</u>	<u>\$ 515,001</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Deferred Charges:						
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Overexpenditures	-	-	-	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Statutory Expenditures:						
Public Employees Retirement System	\$ 51,639	\$ 51,639	\$ 51,639	\$ -	\$ -	\$ -
Social Security System	44,000	44,000	35,481	8,519	-	-
Unemployment Compensation	-	-	-	-	-	-
	<u>\$ 95,639</u>	<u>\$ 95,639</u>	<u>\$ 87,120</u>	<u>\$ 8,519</u>	<u>\$ -</u>	<u>\$ -</u>
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Appropriations	<u>\$ 1,919,000</u>	<u>\$ 1,919,000</u>	<u>\$ 1,603,804</u>	<u>\$ 315,196</u>	<u>\$ -</u>	<u>\$ -</u>
Refund of Prior Year Revenue			<u>\$ 91</u>			

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF CASH  
YEAR ENDED DECEMBER 31, 2014**

---

Cash Balance, December 31, 2013		\$	850,924
Receipts:			
Rents	\$	1,833,376	
Reserve for Rate Stabilization		-	
Surplus		-	
Voided Stale Outstanding Checks		1,668	
Other Adjustments		14,474	
Non-Budget Revenue			
Interest Earned		1,700	
			<u>1,851,218</u>
			2,702,142
Disbursements:			
Budget Appropriations	\$	1,521,671	
Appropriation Reserves		40,860	
Reserve for Encumbrances		30,217	
Accrued Interest on Bonds		24,601	
Accrued Interest on Notes		20,400	
			<u>1,637,749</u>
Cash Balance, December 31, 2014		\$	<u><u>1,064,393</u></u>

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE  
YEAR ENDED DECEMBER 31, 2014**

---

Balance, December 31, 2013		\$	174,473
Increased by:			
Billed	\$	1,914,412	
Record Current Year Overpayments		<u>8,349</u>	
			<u>1,922,761</u>
			2,097,234
Decreased by:			
Collections - Cash	\$	1,833,376	
Overpayments Applied		<u>16,116</u>	
			<u>1,849,492</u>
Balance, December 31, 2014		\$	<u><u>247,742</u></u>

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF RESERVE FOR ENCUMBRANCES  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	30,217
Increased by:			
Accrued	\$	37,224	
			<u>37,224</u>
			67,441
Decreased by:			
Paid	\$	30,217	
Cancelled		-	
			<u>30,217</u>
Balance, December 31, 2014		\$	<u><u>37,224</u></u>

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF APPROPRIATION RESERVES LAPSED  
YEAR ENDED DECEMBER 31, 2014**

F-7

	Appropriations		Expended			Unexpended	
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Lapsed	Balance Canceled	Overexpenditure
Operating:							
Salaries and Wages	\$ 25,353	\$ 25,353	\$ -	\$ -	\$ 25,353	\$ -	\$ -
Other Expenses:							
Other Expenses	\$ 29,569	\$ 29,569	\$ 2,266	\$ -	\$ 27,303	\$ -	\$ -
Utilities	38,594	38,594	38,594	-	-	-	-
Group Insurance	-	-	-	-	-	-	-
Other Insurance	-	-	-	-	-	-	-
Reserve for Debt Service	-	-	-	-	-	-	-
	\$ 68,163	\$ 68,163	\$ 40,860	\$ -	\$ 27,303	\$ -	\$ -
Capital Improvements:							
Capital Improvement Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Outlay	228	228	-	-	228	-	-
	\$ 228	\$ 228	\$ -	\$ -	\$ 228	\$ -	\$ -
Debt Service:							
Payment of Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on Bonds	-	-	-	-	-	-	-
Interest on Notes	-	-	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Charges:							
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Overexpenditures	-	-	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Statutory Expenditures:							
Public Employees Retirement System	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Social Security System	1,848	1,848	-	-	1,848	-	-
Unemployment Compensation	-	-	-	-	-	-	-
	\$ 1,848	\$ 1,848	\$ -	\$ -	\$ 1,848	\$ -	\$ -
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Appropriations	\$ 95,592	\$ 95,592	\$ 40,860	\$ -	\$ 54,732	\$ -	\$ -



**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF ACCRUED INTEREST ON BONDS  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	2,050
Increased by:			
Accrued	\$	24,601	
			<u>24,601</u>
			26,651
Decreased by:			
Paid	\$	24,601	
Cancelled		<u>1,277</u>	
			<u>25,878</u>
Balance, December 31, 2014		<u>\$</u>	<u>773</u>

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF ACCRUED INTEREST ON NOTES  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	-
Increased by:			
Accrued	\$	20,400	
Cancelled	\$	680	
			<u>21,080</u>
			21,080
Decreased by:			
Paid	\$	20,400	
Cancelled		-	
			<u>20,400</u>
Balance, December 31, 2014		\$	<u><u>680</u></u>

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF OVERPAYMENTS  
YEAR ENDED DECEMBER 31, 2014**

---

Balance, December 31, 2013		\$	16,116
Increased by:			
Current Year Overpayments	\$	8,348	
			<u>8,348</u>
			24,464
Decreased by:			
Applied to Rents	\$	16,116	
			<u>16,116</u>
Balance, December 31, 2014		\$	<u><u>8,348</u></u>

**BOROUGH OF OAKLAND  
 WATER UTILITY OPERATING FUND  
 SCHEDULE OF RESERVE FOR RATE STABILIZATION  
 YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	100,000
Increased by:			
Budget Appropriation	\$	-	
			-
			100,000
Decreased by:			
	\$	-	
			-
Balance, December 31, 2014		\$	100,000

**BOROUGH OF OAKLAND  
WATER UTILITY OPERATING FUND  
SCHEDULE OF FUND BALANCE  
YEAR ENDED DECEMBER 31, 2014**

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Description	Balance December 31, 2013	Increased by			Decreased by Fund Balance Anticipated	Balance December 31, 2014
		Bond/BAN Premiums	Results of Current Year Operations	Other Cash Receipts		
Fund Balance	\$ 606,949	\$ -	\$ 82,223	\$ -	\$ 87,000	\$ 602,172

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**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

	2014	2013
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 554,138	\$ 600,965
Fixed Capital	\$ 10,589,757	\$ 10,589,757
Fixed Capital Authorized & Uncompleted	\$ 3,227,409	\$ 3,227,409
Total Assets	<u>\$ 14,371,304</u>	<u>\$ 14,418,131</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	\$ -	\$ 24,187
Contracts Payable	\$ 20,348	\$ 64,078
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 512,583	\$ 446,890
Reserve for Amortization	10,357,757	9,915,757
Reserve for Deferred Amortization	797,214	769,214
Reserve for Payment of Debt Service	54,425	54,425
	<u>\$ 11,721,979</u>	<u>\$ 11,186,286</u>
Improvement Authorizations:		
Funded	\$ 3,849	\$ 30,983
Unfunded	600,834	626,666
	<u>\$ 604,683</u>	<u>\$ 657,649</u>
Bond Anticipation Notes Payable	\$ 1,632,000	\$ 1,660,000
Serial Bonds Payable	\$ 232,000	\$ 674,000
Fund Balance	\$ 160,294	\$ 151,931
Total Liabilities and Reserves	<u>\$ 14,371,304</u>	<u>\$ 14,418,131</u>

**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF CASH  
YEAR ENDED DECEMBER 31, 2014**

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Cash Balance, December 31, 2013		\$	600,965
Receipts:			
Capital Improvement Fund	\$	65,693	
Due to Water Utility Operating Fund:			
Interest Earned		<u>555</u>	
			<u>66,248</u>
			667,213
Disbursements:			
Improvement Authorizations	\$	112,520	
Contracts Payable		-	
Due to Water Utility Operating Fund:			
Interest Earned		<u>555</u>	
			<u>113,075</u>
Cash Balance, December 31, 2014		<u>\$</u>	<u>554,138</u>

**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL  
YEAR ENDED DECEMBER 31, 2014**

F-15

Description	Balance December 31, 2013	Transferred From Fixed Capital Authorized & Uncompleted	Adjustments	Cancellations	Balance December 31, 2014
Unallocated	\$ 10,589,757	\$ -	\$ -	\$ -	\$ 10,589,757
				Reserve for Amortization	\$ 10,357,757
				Serial Bonds Payable	232,000
					<u>\$ 10,589,757</u>



**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED  
YEAR ENDED DECEMBER 31, 2014**

F-16

Description	Balance December 31, 2013	Authorized	Transferred to Fixed Capital	Adjustments	Cancellations	Balance December 31, 2014
Unallocated	\$ 2,522,409	\$ -	\$ -	\$ -	\$ -	\$ 2,522,409
#12-659 Algonquin Trail Water Main	275,000	-	-	-	-	275,000
#12-667 Algonquin Water Main - Supplemental	65,000	-	-	-	-	65,000
#13-681 Lehigh/West Oakland Water Mains	365,000	-	-	-	-	365,000
	<u>\$ 3,227,409</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,227,409</u>

Reserve for Deferred Amortization	\$ 797,214
Bond Anticipation Notes Payable	1,632,000
Bonds & Notes Authorized but not Issued	798,195
	<u>\$ 3,227,409</u>

**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR ENCUMBRANCES  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	24,187
Increased by:			
Accrued	\$	-	
			<u>-</u>
			24,187
Decreased by:			
Paid	\$	13,823	
Cancelled		10,364	
			<u>24,187</u>
Balance, December 31, 2014		\$	<u><u>-</u></u>

**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF CONTRACTS PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

F-18

Vendor	Ordinance Number	Contract Number	Original Amount	Balance December 31, 2013	Accrued	Paid	Cancellations and Adjustments	Balance December 31, 2014
Crew Engineers, Inc.	11-637	C1-00022	\$ 56,000	\$ 6,096	\$ -	\$ 2,583	\$ -	\$ 3,513
Crew Engineers, Inc.	11-637	C1-00023	45,000	122	-	-	-	122
Crew Engineers, Inc.	11-637	C1-00024	40,100	9,500	-	6,260	-	3,240
Dennis Horvath Electrical	11-637	C3-00036	139,619	9,848	-	9,848	-	-
CFM Construction, Inc.	07-563	C3-00057	31,000	31,000	-	25,039	-	5,961
DR Mullen Construction Co.	13-681	C3-00027	245,150	7,512	-	-	-	7,512
				<u>\$ 64,078</u>	<u>\$ -</u>	<u>\$ 43,730</u>	<u>\$ -</u>	<u>\$ 20,348</u>

**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF CAPITAL IMPROVEMENT FUND  
YEAR ENDED DECEMBER 31, 2014**

F-19

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<u>Description</u>	<u>Balance December 31, 2013</u>	<u>Water Operating Fund Appropriation</u>	<u>Used to Finance Authorizations</u>	<u>Cancelled Funded Authorizations</u>	<u>Balance December 31, 2014</u>
Capital Improvement Fund	\$ 446,890	\$ 65,693	\$ -	\$ -	\$ 512,583

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**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR AMORTIZATION  
YEAR ENDED DECEMBER 31, 2014**

F-20

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Description	Balance December 31, 2013	Transferred From Fixed Capital Authorized & Uncompleted	Serial Bond Principal Payments	Cancellations	Balance December 31, 2014
Unidentified from CY2004 Audit	\$ 9,915,757	\$ -	\$ 442,000	\$ -	\$ 10,357,757

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**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION  
YEAR ENDED DECEMBER 31, 2014**

F-21

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Description	Balance December 31, 2013	BAN Paydowns	Adjustments	Cancellations	Balance December 31, 2014
Unidentified from CY2004 Audit	\$ 769,214	\$ 28,000	\$ -	\$ -	\$ 797,214

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**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR DEBT SERVICE  
YEAR ENDED DECEMBER 31, 2014**

F-22

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<u>Ordinance</u>	<u>Balance December 31, 2013</u>	<u>Raised in Current Year Budget</u>	<u>Appropriated</u>	<u>Adjustments</u>	<u>Balance December 31, 2014</u>
Unallocated - CY2012 Budget	\$ 54,425	\$ -	\$ -	\$ -	\$ 54,425
	<u>\$ 54,425</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,425</u>

BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED DECEMBER 31, 2014

F-23

Description	Authorized									
	Balance - January 1, 2014		Capital Improvement Fund	Capital Surplus	Bonds & Notes	Expended	Adjustments	Cancellations	Balance - December 31, 2014	
	Funded	Unfunded							Funded	Unfunded
#06-539 Various Capital Improvements	\$ 30,983	\$ -	\$ -	\$ -	\$ -	\$ 27,134	\$ -	\$ -	\$ 3,849	\$ -
#07-563 Lawlor/Walnut Water Mains	-	200,143	-	-	-	16,700	-	-	-	183,443
#08-585 Water Improvements - Well #8	-	33,610	-	-	-	482	-	-	-	33,128
#11-637 Various Water Improvements	-	268,312	-	-	-	8,537	2,000	-	-	261,775
#12-659 Algonquin Trail Water Main	-	7,018	-	-	-	2,113	-	-	-	4,905
#12-667 Algonquin Water Main - Supplemental	-	48,682	-	-	-	-	-	-	-	48,682
#13-681 Lehigh/West Oakland Water Mains	-	68,901	-	-	-	-	-	-	-	68,901
	<u>\$ 30,983</u>	<u>\$ 626,666</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,966</u>	<u>\$ 2,000</u>	<u>\$ -</u>	<u>\$ 3,849</u>	<u>\$ 600,834</u>



**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

F-24

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2013	Issued	Decreased	Budget Appropriation and Receipts	Receipts Applied	Balance December 31, 2014
<u>13-1RWU</u>											
#11-637 Various Water Improvements	840,000	02/10/12	02/08/13	02/07/14	1.25%	840,000	-	825,000	15,000	-	-
#08-585 Water Improvements - Well #8	570,000	02/08/13	02/08/13	02/07/14	1.25%	570,000	-	562,000	8,000	-	-
#12-659 Algonquin Trail Water Main	250,000	02/08/13	02/08/13	02/07/14	1.25%	250,000	-	245,000	5,000	-	-
						<u>\$ 1,660,000</u>	<u>\$ -</u>	<u>\$ 1,632,000</u>	<u>\$ 28,000</u>	<u>\$ -</u>	<u>\$ -</u>
<u>14-1RWU</u>											
#11-637 Various Water Improvements	840,000	02/10/12	02/07/14	12/10/14	1.00%	-	825,000	825,000	-	-	-
#08-585 Water Improvements - Well #8	570,000	02/08/13	02/07/14	12/10/14	1.00%	-	562,000	562,000	-	-	-
#12-659 Algonquin Trail Water Main	250,000	02/08/13	02/07/14	12/10/14	1.00%	-	245,000	245,000	-	-	-
						<u>\$ -</u>	<u>\$ 1,632,000</u>	<u>\$ 1,632,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>14-2RWU</u>											
#11-637 Various Water Improvements	840,000	02/10/12	12/10/14	02/10/15	0.75%	-	825,000	-	-	-	825,000
#08-585 Water Improvements - Well #8	570,000	02/08/13	12/10/14	02/10/15	0.75%	-	562,000	-	-	-	562,000
#12-659 Algonquin Trail Water Main	250,000	02/08/13	12/10/14	02/10/15	0.75%	-	245,000	-	-	-	245,000
						<u>\$ -</u>	<u>\$ 1,632,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,632,000</u>
						<u>\$ 1,660,000</u>	<u>\$ 3,264,000</u>	<u>\$ 3,264,000</u>	<u>\$ 28,000</u>	<u>\$ -</u>	<u>\$ 1,632,000</u>

**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF SERIAL BONDS PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

F-25

<u>Date of Issue - Purpose</u>	<u>Total Amount of Issue</u>	<u>Balance December 31, 2013</u>	<u>Issued In 2014</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2014</u>
6/1/2003 General Improvement Bonds	1,997,000	337,000	-	337,000	-
6/1/2007 General Improvement Bonds	932,000	337,000	-	105,000	232,000
		<u>\$ 674,000</u>	<u>\$ -</u>	<u>\$ 442,000</u>	<u>\$ 232,000</u>

**BOROUGH OF OAKLAND  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF FUND BALANCE  
YEAR ENDED DECEMBER 31, 2014**

Description	Balance December 31, 2013	Increased by			Decreased by Fund Balance Anticipated	Balance December 31, 2014
		Bond/BAN Premiums	Cancelled Funded Authorizations	Other Cash Receipts		
Fund Balance	\$ 151,931	\$ -	\$ 8,363	\$ -	\$ -	\$ 160,294

**BOROUGH OF OAKLAND**  
**WATER UTILITY CAPITAL FUND**  
**SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**  
**YEAR ENDED DECEMBER 31, 2014**

F-27

Improvement Description	Balance December 31, 2013	Authorized	BANs Issued	Bonds Issued	Cancellations/ Adjustments	Balance December 31, 2014
#06-539 Various Water Improvements	\$ 47,695	\$ -	\$ -	\$ -	\$ -	\$ 47,695
#07-563 Lawlor/Walnut Water Mains	370,500	-	-	-	-	370,500
#12-667 Algonquin Water Main - Supplemental	65,000	-	-	-	-	65,000
#13-681 Lehigh/West Oakland Water Mains	315,000	-	-	-	-	315,000
	<u>\$ 798,195</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 798,195</u>

**BOROUGH OF OAKLAND  
SEWER UTILITY OPERATING FUND  
COMPARATIVE BALANCE SHEET (REGULATORY BASIS)**

	2014	2013
<u>ASSETS</u>		
Cash:		
Operating Account	\$ 347,173	\$ 334,698
Change Funds	25	25
	<u>\$ 347,198</u>	<u>\$ 334,723</u>
Consumer Accounts Receivable	<u>\$ 81,173</u>	<u>\$ 71,104</u>
Total Assets	<u><u>\$ 428,371</u></u>	<u><u>\$ 405,827</u></u>
<u>LIABILITIES AND FUND BALANCE</u>		
Reserve for Encumbrances	<u>\$ 16,354</u>	<u>\$ 30,696</u>
Appropriation Reserves	<u>\$ 60,100</u>	<u>\$ 21,117</u>
Other Liabilities and Reserves:		
Accrued Interest on Notes	\$ 98	\$ 2,602
Overpayments	261	396
Reserve for Rate Stabilization	30,000	30,000
	<u>\$ 30,359</u>	<u>\$ 32,998</u>
Reserve for Receivables	<u>\$ 81,173</u>	<u>\$ 71,104</u>
Fund Balance	<u>\$ 240,385</u>	<u>\$ 249,912</u>
Total Liabilities and Fund Balance	<u><u>\$ 428,371</u></u>	<u><u>\$ 405,827</u></u>

**BOROUGH OF OAKLAND**  
**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF REVENUES AND OTHER CREDITS TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	Anticipated Budget	Realized	Excess/ (Deficit)
Operating Surplus Anticipated	\$ 36,300	\$ 36,300	\$ -
Rents	\$ 354,000	\$ 365,389	\$ 11,389
Miscellaneous:			
Interest on Delinquent Accounts	\$ -	\$ -	\$ -
Deficit (General Budget)	-	-	-
Total Miscellaneous	\$ -	\$ -	\$ -
	\$ 390,300	\$ 401,689	\$ 11,389
Other Credits to Income:			
Non-Budget Revenues	\$ -	\$ 465	\$ 465
Unexpended Balances Cancelled	-	-	-
Unexpended Balance of Appropriation Reserves	-	12,414	12,414
Cancellations and Adjustments	-	2,505	2,505
	\$ -	\$ 15,384	\$ 15,384
Total Revenues and Credits to Income	\$ 390,300	\$ 417,073	\$ 26,773

**BOROUGH OF OAKLAND**  
**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER CHARGES TO INCOME - REGULATORY BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

G-3

	Appropriations		Expended			Unexpended Balance Canceled	Overexpenditure
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved		
Operating:							
Salaries and Wages	\$ 106,100	\$ 106,100	\$ 101,946	\$ -	\$ 4,154	\$ -	\$ -
Other Expenses:							
Other Expenses	\$ 138,000	\$ 138,000	\$ 73,431	\$ 16,354	\$ 48,215	\$ -	\$ -
Utilities	32,600	32,600	26,718	-	5,882	-	-
Group Insurance	22,000	22,000	22,000	-	-	-	-
Other Insurance	10,500	10,500	10,500	-	-	-	-
	<u>\$ 203,100</u>	<u>\$ 203,100</u>	<u>\$ 132,649</u>	<u>\$ 16,354</u>	<u>\$ 54,097</u>	<u>\$ -</u>	<u>\$ -</u>
Capital Improvements:							
Capital Improvement Fund	\$ 19,000	\$ 19,000	\$ 19,000	\$ -	\$ -	\$ -	\$ -
Capital Outlay	1,235	1,235	-	-	1,235	-	-
	<u>\$ 20,235</u>	<u>\$ 20,235</u>	<u>\$ 19,000</u>	<u>\$ -</u>	<u>\$ 1,235</u>	<u>\$ -</u>	<u>\$ -</u>
Debt Service:							
Payment of Bonds	\$ 40,000	\$ 40,000	\$ 40,000	\$ -	\$ -	\$ -	\$ -
Interest on Bonds	-	-	-	-	-	-	-
Interest on Notes	2,900	2,900	2,900	-	-	-	-
	<u>\$ 42,900</u>	<u>\$ 42,900</u>	<u>\$ 42,900</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	\$ 9,865	\$ 9,865	\$ 9,865	\$ -	\$ -	\$ -	\$ -
Social Security System	8,100	8,100	7,486	-	614	-	-
Unemployment Compensation	-	-	-	-	-	-	-
	<u>\$ 17,965</u>	<u>\$ 17,965</u>	<u>\$ 17,351</u>	<u>\$ -</u>	<u>\$ 614</u>	<u>\$ -</u>	<u>\$ -</u>
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Appropriations	<u>\$ 390,300</u>	<u>\$ 390,300</u>	<u>\$ 313,846</u>	<u>\$ 16,354</u>	<u>\$ 60,100</u>	<u>\$ -</u>	<u>\$ -</u>
Other Charges to Income:							
Refund of Prior Year's Revenue			<u>\$ -</u>				

**BOROUGH OF OAKLAND  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF CASH  
YEAR ENDED DECEMBER 31, 2014**

---

Cash Balance, December 31, 2013		\$	334,723
Receipts:			
Rents	\$	380,869	
Reserve for Rate Stabilization		-	
Surplus		-	
Non-Budget Revenue			
Interest Earned		465	
			<u>381,334</u>
			716,057
Disbursements:			
Budget Appropriations	\$	310,945	
Appropriation Reserves		8,703	
Reserve for Encumbrances		30,696	
Other Adjustments		15,615	
Accrued Interest on Notes		2,900	
			<u>368,859</u>
Cash Balance, December 31, 2014		\$	<u><u>347,198</u></u>



**BOROUGH OF OAKLAND**  
**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE**  
**YEAR ENDED DECEMBER 31, 2014**

---

Balance, December 31, 2013		\$	71,104
Increased by:			
Billed	\$	391,073	
			<u>391,073</u>
			462,177
Decreased by:			
Collections - Cash	\$	380,869	
Overpayments Applied		<u>135</u>	
			<u>381,004</u>
Balance, December 31, 2014		\$	<u><u>81,173</u></u>

**BOROUGH OF OAKLAND  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF RESERVE FOR ENCUMBRANCES  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	30,696
Increased by:			
Accrued	\$	16,354	
			<u>16,354</u>
			47,050
Decreased by:			
Paid	\$	30,696	
Cancelled		-	
			<u>30,696</u>
Balance, December 31, 2014		\$	<u><u>16,354</u></u>

**BOROUGH OF OAKLAND  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF APPROPRIATION RESERVES LAPSED  
YEAR ENDED DECEMBER 31, 2014**

G-7

	Appropriations		Expended			Unexpended		
	Adopted Budget	Budget After Modification	Paid or Charged	Encumbered	Lapsed	Balance Canceled	Overexpenditure	
Operating:								
Salaries and Wages	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Other Expenses:								
Other Expenses	\$ 10,632	\$ 10,632	\$ 6,962	\$ -	\$ 3,670	\$ -	\$ -	
Utilities	10,137	10,137	1,741	-	8,396	-	-	
Group Insurance	-	-	-	-	-	-	-	
Other Insurance	-	-	-	-	-	-	-	
Reserve for Debt Service	-	-	-	-	-	-	-	
	\$ 20,769	\$ 20,769	\$ 8,703	\$ -	\$ 12,066	\$ -	\$ -	
Capital Improvements:								
Capital Improvement Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Capital Outlay	127	127	-	-	127	-	-	
	\$ 127	\$ 127	\$ -	\$ -	\$ 127	\$ -	\$ -	
Debt Service:								
Payment of Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Interest on Bonds	-	-	-	-	-	-	-	
Interest on Notes	-	-	-	-	-	-	-	
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Deferred Charges:								
Emergency Authorizations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Overexpenditures	-	-	-	-	-	-	-	
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Statutory Expenditures:								
Public Employees Retirement System	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Social Security System	221	221	-	-	221	-	-	
Unemployment Compensation	-	-	-	-	-	-	-	
	\$ 221	\$ 221	\$ -	\$ -	\$ 221	\$ -	\$ -	
Deficit in Operations in Prior Years	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Total Appropriations	\$ 21,117	\$ 21,117	\$ 8,703	\$ -	\$ 12,414	\$ -	\$ -	

**BOROUGH OF OAKLAND  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF ACCRUED INTEREST ON NOTES  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	2,602
Increased by:			
Accrued	\$	98	
			<u>98</u>
			2,700
Decreased by:			
Paid	\$	2,602	
Cancelled		-	
			<u>2,602</u>
Balance, December 31, 2014		\$	<u><u>98</u></u>

**BOROUGH OF OAKLAND  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF OVERPAYMENTS  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	396
Increased by:			
Current Year Overpayments	\$	261	
			<u>261</u>
			657
Decreased by:			
Applied to Rents	\$	396	
			<u>396</u>
Balance, December 31, 2014		\$	<u><u>261</u></u>

**BOROUGH OF OAKLAND  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF RESERVE FOR RATE STABILIZATION  
YEAR ENDED DECEMBER 31, 2014**

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Balance, December 31, 2013		\$	30,000
Increased by:			
Budget Appropriation	\$	-	
			-
			<u>30,000</u>
Decreased by:			
	\$	-	
			-
Balance, December 31, 2014		\$	<u><u>30,000</u></u>

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
COMPARATIVE BALANCE SHEET (REGULATORY BASIS)**

	2014	2013
<u>ASSETS</u>		
Cash - Sewer Capital Account	\$ 106,251	\$ 91,615
Fixed Capital	\$ 74,100	\$ 74,100
Fixed Capital Authorized & Uncompleted	\$ 864,760	\$ 864,760
Total Assets	<u>\$ 1,045,111</u>	<u>\$ 1,030,475</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Contracts Payable	\$ 26,334	\$ 29,734
Other Liabilities and Reserves:		
Capital Improvement Fund	\$ 82,000	\$ 63,000
Reserve for Deferred Amortization	40,000	-
Reserve for Amortization	74,100	74,100
Reserve for Debt Service	60,000	60,000
	<u>\$ 256,100</u>	<u>\$ 197,100</u>
Improvement Authorizations - Unfunded	\$ 530,677	\$ 531,641
Bond Anticipation Notes Payable	\$ 232,000	\$ 272,000
Total Liabilities and Fund Balance	<u>\$ 1,045,111</u>	<u>\$ 1,030,475</u>

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF CASH  
YEAR ENDED DECEMBER 31, 2014**

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Cash Balance, December 31, 2013		\$	91,615
Receipts:			
Capital Improvement Fund	\$	19,000	
Due to Sewer Utility Operating Fund:			
Interest Earned		<u>92</u>	
			<u>19,092</u>
			110,707
Disbursements:			
Improvement Authorizations	\$	964	
Contracts Payable		3,400	
Due to Sewer Utility Operating Fund:			
Interest Earned		<u>92</u>	
			<u>4,456</u>
Cash Balance, December 31, 2014		<u>\$</u>	<u>106,251</u>



**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL  
YEAR ENDED DECEMBER 31, 2014**

G-13

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Description	Balance December 31, 2013	Transferred From Fixed Capital Authorized & Uncompleted	Adjustments	Cancellations	Balance December 31, 2014
Unidentified from CY2004 Audit	\$ 74,100	\$ -	\$ -	\$ -	\$ 74,100

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**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED  
YEAR ENDED DECEMBER 31, 2014**

G-14

Description	Balance December 31, 2013	Authorized	Transferred to Fixed Capital	Adjustments	Cancellations	Balance December 31, 2014
#08-575 Various Public Improvements	\$ 224,500	\$ -	\$ -	\$ -	\$ -	\$ 224,500
#08-584 Various Public Improvements	50,000	-	-	-	-	50,000
#11-638 Various Public Improvements	590,260	-	-	-	-	590,260
	<u>\$ 864,760</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 864,760</u>

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF CONTRACTS PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

G-15

Vendor	Ordinance Number	Contract Number	Original Amount	Balance December 31, 2013	Accrued	Paid	Cancellations and Adjustments	Balance December 31, 2014
Crew Engineers, Inc.	11-638	C1-00020	\$ 57,000	\$ 22,871	\$ -	\$ 3,400	\$ -	\$ 19,471
Crew Engineers, Inc.	08-575	C2-00004	4,000	1,660	-	-	-	1,660
National Water Main Cleaning	08-575	C1-00039	51,475	5,203	-	-	-	5,203
				<u>\$ 29,734</u>	<u>\$ -</u>	<u>\$ 3,400</u>	<u>\$ -</u>	<u>\$ 26,334</u>

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF CAPITAL IMPROVEMENT FUND  
YEAR ENDED DECEMBER 31, 2014**

G-16

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<u>Description</u>	<u>Balance December 31, 2013</u>	<u>Sewer Operating Fund Appropriation</u>	<u>Used to Finance Authorizations</u>	<u>Cancelled Funded Authorizations</u>	<u>Balance December 31, 2014</u>
Capital Improvement Fund	\$ 63,000	\$ 19,000	\$ -	\$ -	\$ 82,000

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**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION  
YEAR ENDED DECEMBER 31, 2014**

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G-17

Description	Balance December 31, 2013	BAN Paydowns	Adjustments	Cancellations	Balance December 31, 2014
Unidentified from CY2004 Audit	\$ -	\$ 40,000	\$ -	\$ -	\$ 40,000

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR AMORTIZATION  
YEAR ENDED DECEMBER 31, 2014**

G-18

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Description	Balance December 31, 2013	Transferred From Fixed Capital Authorized & Uncompleted	Adjustments	Cancellations	Balance December 31, 2014
Unidentified from CY2004 Audit	\$ 74,100	\$ -	\$ -	\$ -	\$ 74,100

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR DEBT SERVICE  
YEAR ENDED DECEMBER 31, 2014**

G-19

<u>Ordinance</u>	<u>Balance December 31, 2013</u>	<u>Raised in Current Year Budget</u>	<u>Appropriated</u>	<u>Adjustments</u>	<u>Balance December 31, 2014</u>
Unallocated - CY2010 Budget	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000
Unallocated - CY2011 Budget	15,000	-	-	-	15,000
Unallocated - CY2012 Budget	15,000	-	-	-	15,000
Unallocated - CY2013 Budget	25,000	-	-	-	25,000
	<u>\$ 60,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60,000</u>

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS  
YEAR ENDED DECEMBER 31, 2014**

G-20

Description	Balance - January 1, 2014		Bonds & Notes Authorized	Expended	Encumbered	Cancellations	Adjustments	Balance - December 31, 2014	
	Funded	Unfunded						Funded	Unfunded
#08-575 Various Sewer Improvements	\$ -	\$ 4,782	\$ -	\$ 482	\$ -	\$ -	\$ -	\$ -	\$ 4,300
#08-584 Various Sewer Improvements	-	8,064	-	482	-	-	-	-	7,582
#11-638 Various Sewer Improvements	-	518,795	-	-	-	-	-	-	518,795
<b>\$</b>	<b>-</b>	<b>\$ 531,641</b>	<b>\$ -</b>	<b>\$ 964</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 530,677</b>



**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE  
YEAR ENDED DECEMBER 31, 2014**

G-21

Improvement Description	Amount of Original Note	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2013	Issued	Decreased	Budget Appropriation Paydown	Balance December 31, 2014
<u>13-1RSU</u>										
#08-575 Skyview Sewer Plant Improvements	\$ 232,000	05/27/10	02/08/13	02/07/14	1.25%	\$ 224,500	\$ -	\$ 191,500	\$ 33,000	\$ -
#08-584 Skyview Sewer Plant Improvements	50,000	05/27/10	02/08/13	02/07/14	1.25%	47,500	-	40,500	7,000	-
						<u>\$ 272,000</u>	<u>\$ -</u>	<u>\$ 232,000</u>	<u>\$ 40,000</u>	<u>\$ -</u>
<u>14-1RSU</u>										
#08-575 Skyview Sewer Plant Improvements	\$ 232,000	05/27/10	02/07/14	12/10/14	1.00%	\$ -	\$ 191,500	\$ 191,500	\$ -	\$ -
#08-584 Skyview Sewer Plant Improvements	50,000	05/27/10	02/07/14	12/10/14	1.00%	-	40,500	40,500	-	-
						<u>\$ -</u>	<u>\$ 232,000</u>	<u>\$ 232,000</u>	<u>\$ -</u>	<u>\$ -</u>
<u>14-2RSU</u>										
#08-575 Skyview Sewer Plant Improvements	\$ 232,000	05/27/10	12/10/14	2/10/2015	0.75%	\$ -	\$ 191,500	\$ -	\$ -	\$ 191,500
#08-584 Skyview Sewer Plant Improvements	50,000	05/27/10	12/10/14	2/10/2015	0.75%	-	40,500	-	-	40,500
						<u>\$ -</u>	<u>\$ 232,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 232,000</u>
						<u>\$ 272,000</u>	<u>\$ 464,000</u>	<u>\$ 464,000</u>	<u>\$ 40,000</u>	<u>\$ 232,000</u>

**BOROUGH OF OAKLAND  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
YEAR ENDED DECEMBER 31, 2014**

G-22

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Description	Balance December 31, 2013	Authorized	Issued	Cancellations and Adjustments	Balance December 31, 2014
#11-638 Various Sewer Improvements	\$ 592,760	\$ -	\$ -	\$ -	\$ 592,760

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**BOROUGH OF OAKLAND**  
**GENERAL FIXED ASSET ACCOUNT GROUP**  
**COMPARATIVE BALANCE SHEET (REGULATORY BASIS)**

	<u>2014</u>	<u>2013</u>
<u>ASSETS</u>		
Land	\$ 26,856,400	\$ 26,856,400
Improvements	9,284,701	9,284,701
Equipment	2,652,145	2,652,145
Vehicles	4,226,706	4,226,706
	<u>\$ 43,019,952</u>	<u>\$ 43,019,952</u>
<u>FUND BALANCE</u>		
Reserve for Investment in		
General Fixed Assets	<u>\$ 43,019,952</u>	<u>\$ 43,019,952</u>
	-	-

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

H-2

	Balance December 31, 2013	Additions	Retirements	Adjustments	Balance December 31, 2014
Land	\$ 26,856,400	\$ -	\$ -	\$ -	\$ 26,856,400
Improvements	9,284,701	-	-	-	9,284,701
Equipment	2,652,145	-	-	-	2,652,145
Vehicles	4,226,706	-	-	-	4,226,706
	<u>\$ 43,019,952</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,019,952</u>

BOROUGH OF OAKLAND

NJ Comprehensive Annual Financial Report

Annual Financial Information and Operating Data Section

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**ADOPTED BUDGETS**  
**(UNAUDITED)**

J-1

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u>CURRENT FUND</u>										
<u>REVENUES</u>										
Fund Balance	\$ 570,000	\$ 511,000	\$ 1,036,000	\$ 486,000	\$ 886,000	\$ 361,000	\$ 445,000	\$ 290,000	\$ -	\$ 700,000
Miscellaneous Revenues	3,232,865	3,451,696	3,429,270	3,205,269	3,050,302	3,828,951	4,068,754	3,817,348	4,692,111	3,872,836
Receipts From Delinquent Taxes	17,000	17,000	30,000	122,300	499,250	395,000	380,000	400,000	360,000	300,000
Amount to be Raised by Taxation:										
Municipal	13,280,789	13,115,822	13,028,227	13,028,228	13,719,459	13,245,980	12,635,789	11,657,044	10,626,801	9,325,820
Library	773,200	797,480	816,497	855,637	-	-	-	-	-	-
Total Revenues	<u>\$ 17,873,854</u>	<u>\$ 17,892,998</u>	<u>\$ 18,339,994</u>	<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>\$ 15,678,912</u>	<u>\$ 14,198,656</u>
<u>APPROPRIATIONS</u>										
Within "CAPS":										
Operations:										
Salaries and Wages	\$ 6,788,150	\$ 6,679,850	\$ 6,392,585	\$ 6,341,385	\$ 6,177,800	\$ 6,066,249	\$ 5,853,851	\$ 5,086,656	\$ 5,237,908	\$ 5,214,615
Other Expenses	5,988,610	5,889,025	6,157,940	6,257,116	6,310,450	6,157,395	6,256,925	6,399,253	3,804,524	2,925,107
Deferred Charges	-	-	-	-	-	28,602	46,168	99,866	484,129	494,215
Statutory Expenditures	1,539,716	1,534,945	1,483,461	1,548,700	1,278,031	433,500	413,000	382,500	-	-
Judgments	-	-	-	-	-	-	-	-	-	-
Excluded From "CAPS":										
Operations:										
Salaries and Wages	562,358	474,700	487,775	495,420	601,255	650,977	4,025	-	35,000	45,000
Other Expenses	624,753	838,036	774,896	746,437	1,052,123	1,912,670	2,203,958	1,762,566	3,891,662	3,123,379
Capital Improvements	400,000	219,500	708,000	208,000	120,000	120,000	100,000	136,612	100,000	100,000
Municipal Debt Service	1,353,667	1,422,135	1,473,292	1,205,476	1,364,352	1,279,299	1,158,251	1,575,785	1,183,821	1,166,237
Deferred Charges	431,600	654,007	684,790	647,600	626,000	646,000	887,843	146,000	430,000	130,000
Reserve for Uncollected Taxes	185,000	180,800	177,255	247,300	625,000	536,239	605,522	575,154	511,868	1,000,103
Total Appropriations	<u>\$ 17,873,854</u>	<u>\$ 17,892,998</u>	<u>\$ 18,339,994</u>	<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>\$ 15,678,912</u>	<u>\$ 14,198,656</u>
	-	-	-	-	-	-	-	-	-	-

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**ADOPTED BUDGETS**  
**(UNAUDITED)**

J-1

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u>WATER UTILITY FUND</u>										
<u>REVENUES</u>										
Fund Balance Anticipated	\$ 87,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 100,000	\$ 135,000	\$ 35,000	\$ 235,000	\$ -	\$ -
Rents	1,820,000	1,841,100	1,850,000	1,866,000	1,827,000	1,679,121	1,785,000	1,700,000	1,805,000	1,451,352
Water Capital Fund Balance	-	-	-	-	-	110,000	-	-	-	-
Reserve for Debt Service	-	-	-	-	-	155,879	-	-	-	-
Deficit (General Budget)	-	-	-	-	-	-	25,000	-	-	-
Miscellaneous	12,000	18,000	8,000	4,000	17,000	40,000	40,000	10,000	10,000	168,658
Total Revenues	<u>\$ 1,919,000</u>	<u>\$ 1,909,100</u>	<u>\$ 1,908,000</u>	<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>\$ 1,815,000</u>	<u>\$ 1,620,010</u>
<u>APPROPRIATIONS</u>										
Operations:										
Salaries and Wages	\$ 583,650	\$ 584,000	\$ 546,500	\$ 524,900	\$ 514,715	\$ 524,000	\$ 510,318	\$ 466,174	\$ 480,000	\$ 480,052
Other Expenses	658,500	651,800	698,400	738,290	768,010	893,501	835,759	762,188	731,293	641,813
Capital Improvements	66,210	89,228	79,279	75,468	20,106	-	-	100,000	100,000	100,000
Municipal Debt Service	515,001	487,821	483,710	481,950	482,120	478,854	479,195	467,181	456,540	356,145
Deferred Charges	-	-	-	-	-	9,495	14,728	54,457	10,367	-
Statutory Expenditures	95,639	96,251	100,111	99,392	91,815	103,081	45,000	45,000	36,800	42,000
Judgments	-	-	-	-	-	-	-	-	-	-
Surplus (General Budget)	-	-	-	-	-	-	-	50,000	-	-
Deficit in Operations	-	-	-	-	67,234	111,069	-	-	-	-
Total Appropriations	<u>\$ 1,919,000</u>	<u>\$ 1,909,100</u>	<u>\$ 1,908,000</u>	<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>\$ 1,815,000</u>	<u>\$ 1,620,010</u>
	-	-	-	-	-	-	-	-	-	-

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**ADOPTED BUDGETS**  
**(UNAUDITED)**

J-1

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u>SEWER UTILITY FUND</u>										
<u>REVENUES</u>										
Fund Balance Anticipated	\$ 36,300	\$ 25,000	\$ 25,000	\$ 25,000	\$ -	\$ -	\$ 25,000	\$ -	\$ 20,000	\$ 30,540
Rents	354,000	354,000	344,500	344,500	385,000	390,000	340,000	325,000	283,000	284,136
Miscellaneous	-	-	-	-	-	-	-	-	-	5,718
Deficit (General Budget)	-	-	-	-	-	-	-	50,000	-	-
Total Revenues	<u>\$ 390,300</u>	<u>\$ 379,000</u>	<u>\$ 369,500</u>	<u>\$ 369,500</u>	<u>\$ 385,000</u>	<u>\$ 390,000</u>	<u>\$ 365,000</u>	<u>\$ 375,000</u>	<u>\$ 303,000</u>	<u>\$ 320,394</u>
<u>APPROPRIATIONS</u>										
Operations:										
Salaries and Wages	\$ 106,100	\$ 103,150	\$ 99,300	\$ 94,500	\$ 95,400	\$ 97,550	\$ 84,671	\$ 110,259	\$ 110,705	\$ 103,000
Other Expenses	203,100	226,850	225,000	231,830	262,910	264,554	241,829	224,449	181,741	203,000
Capital Improvements	20,235	19,127	19,242	19,279	6,372	-	-	-	-	-
Municipal Debt Service	42,900	11,889	4,269	1,830	-	-	-	-	-	-
Deferred Charges	-	-	-	-	-	-	-	20,597	2,054	-
Statutory Expenditures	17,965	17,984	21,689	22,061	20,318	23,962	13,500	13,000	8,500	13,000
Surplus (General Budget)	-	-	-	-	-	-	25,000	-	-	-
Deficit in Operations	-	-	-	-	-	3,934	-	6,695	-	1,394
Total Appropriations	<u>\$ 390,300</u>	<u>\$ 379,000</u>	<u>\$ 369,500</u>	<u>\$ 369,500</u>	<u>\$ 385,000</u>	<u>\$ 390,000</u>	<u>\$ 365,000</u>	<u>\$ 375,000</u>	<u>\$ 303,000</u>	<u>\$ 320,394</u>
	-	-	-	-	-	-	-	-	-	-



**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**FUND BALANCE SUMMARY**  
**(UNAUDITED)**

J-2

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u>CURRENT FUND</u>										
Fund Balance, Beginning	\$ 2,542,298	\$ 2,224,999	\$ 2,508,370	\$ 2,229,288	\$ 2,181,030	\$ 1,382,530	\$ 690,824	\$ 619,017	\$ 573,165	\$ 1,273,165
Generated Current Year	736,489	828,299	752,629	765,082	934,258	1,159,500	1,136,706	361,807	45,852	-
Utilized Current Year	(570,000)	(511,000)	(1,036,000)	(486,000)	(886,000)	(361,000)	(445,000)	(290,000)	-	(700,000)
Fund Balance, Ending	<u>\$ 2,708,787</u>	<u>\$ 2,542,298</u>	<u>\$ 2,224,999</u>	<u>\$ 2,508,370</u>	<u>\$ 2,229,288</u>	<u>\$ 2,181,030</u>	<u>\$ 1,382,530</u>	<u>\$ 690,824</u>	<u>\$ 619,017</u>	<u>\$ 573,165</u>
<u>WATER UTILITY FUND</u>										
Fund Balance, Beginning	\$ 606,949	\$ 488,994	\$ 412,879	\$ 416,458	\$ 173,150	\$ 308,150	\$ 343,150	\$ 528,981	\$ 462,702	\$ 125,253
Generated Current Year	82,223	167,955	126,115	46,421	343,308	-	-	49,169	66,279	337,449
Utilized Current Year	(87,000)	(50,000)	(50,000)	(50,000)	(100,000)	(135,000)	(35,000)	(235,000)	-	-
Fund Balance, Ending	<u>\$ 602,172</u>	<u>\$ 606,949</u>	<u>\$ 488,994</u>	<u>\$ 412,879</u>	<u>\$ 416,458</u>	<u>\$ 173,150</u>	<u>\$ 308,150</u>	<u>\$ 343,150</u>	<u>\$ 528,981</u>	<u>\$ 462,702</u>
<u>SEWER UTILITY FUND</u>										
Fund Balance, Beginning	\$ 249,912	\$ 196,794	\$ 156,048	\$ 87,666	\$ 4,247	\$ 2,695	\$ 27,695	\$ 16,867	\$ 36,867	\$ 51,643
Generated Current Year	26,773	78,118	65,746	93,382	83,419	1,552	-	10,828	-	15,764
Utilized Current Year	(36,300)	(25,000)	(25,000)	(25,000)	-	-	(25,000)	-	(20,000)	(30,540)
Fund Balance, Ending	<u>\$ 240,385</u>	<u>\$ 249,912</u>	<u>\$ 196,794</u>	<u>\$ 156,048</u>	<u>\$ 87,666</u>	<u>\$ 4,247</u>	<u>\$ 2,695</u>	<u>\$ 27,695</u>	<u>\$ 16,867</u>	<u>\$ 36,867</u>

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**TAX LEVY AND COLLECTION DATA**  
**(UNAUDITED)**

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u>CURRENT YEAR % COLLECTION RATES</u>										
Current Tax Levy	\$ 56,826,230	\$ 55,769,077	\$ 54,959,288	\$ 54,186,791	\$ 53,550,515	\$ 52,331,471	\$ 50,362,212	\$ 48,406,730	\$ 45,556,641	\$ 42,275,231
Current Collections	\$ 56,711,985	\$ 55,722,878	\$ 54,860,183	\$ 54,158,022	\$ 53,310,631	\$ 51,610,493	\$ 49,907,149	\$ 48,024,958	\$ 45,132,501	\$ 41,779,757
Percentage of Collections	99.80%	99.92%	99.82%	99.95%	99.55%	98.62%	99.10%	99.21%	99.07%	98.83%
<u>DELINQUENT TAX %</u>										
Delinquent Taxes	\$ 8,900	\$ 43,973	\$ 46,920	\$ 44,498	\$ 42,383	\$ 539,674	\$ 393,549	\$ 370,101	\$ 438,341	\$ 495,473
Tax Title Liens	202,187	116,701	117,451	117,387	120,623	99,092	81,584	69,381	69,381	69,381
Total Delinquent	\$ 211,087	\$ 160,674	\$ 164,371	\$ 161,885	\$ 163,006	\$ 638,766	\$ 475,133	\$ 439,482	\$ 507,722	\$ 564,854
Tax Levy	\$ 56,826,230	\$ 55,769,077	\$ 54,959,288	\$ 54,186,791	\$ 53,550,515	\$ 52,331,471	\$ 50,362,212	\$ 48,406,730	\$ 45,556,641	\$ 42,275,231
Percentage of Tax Levy	0.37%	0.29%	0.30%	0.30%	0.30%	1.22%	0.94%	0.91%	1.11%	1.34%

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**ASSESSED AND COUNTY EQUALIZED VALUATION DATA**  
**(UNAUDITED)**

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Description	2014		2013		2012		2011		2010		2009		2008		2007		2006		2005**	
	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value	# of Parcels	Total Value
<b>NET VALUATIONS TAXABLE</b>																				
Vacant Land	172	\$ 23,633,700	174	\$ 24,211,200	179	\$ 26,098,000	181	\$ 28,272,400	185	\$ 42,187,500	188	\$ 42,396,400	193	\$ 44,786,500	193	\$ 45,082,600	203	\$ 50,027,500	198	\$ 57,551,100
Residential	4412	1,808,154,900	4411	1,802,856,800	4413	1,800,660,000	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	4410	2,120,500,400	4411	2,113,284,400
Farm (Regular)	4	2,885,500	4	2,885,500	3	2,577,300	3	2,577,300	3	2,982,300	4	3,305,200	4	3,578,600	4	3,578,600	4	3,578,600	5	4,855,200
Farm (Qualified)	12	39,900	12	39,900	8	25,900	8	25,900	8	22,700	8	65,800	8	65,800	8	25,800	8	25,800	9	29,400
Commercial	139	170,811,100	139	171,359,400	139	172,464,500	140	173,457,800	140	182,765,500	140	176,488,900	140	173,664,700	140	172,988,100	140	174,877,400	139	174,470,800
Industrial	60	168,454,500	60	169,098,100	60	170,032,900	60	168,479,300	59	174,344,700	59	174,344,700	59	174,344,700	59	172,016,600	58	172,195,400	57	172,170,700
Apartments	0	-	0	-	0	-	0	-	0	-	0	-	0	-	0	-	0	-	0	-
Sub-Total	<u>4799</u>	<u>2,173,979,600</u>	<u>4800</u>	<u>2,170,450,900</u>	<u>4802</u>	<u>2,171,858,600</u>	<u>4802</u>	<u>2,171,231,000</u>	<u>4808</u>	<u>2,545,212,400</u>	<u>4813</u>	<u>2,537,865,100</u>	<u>4817</u>	<u>2,532,385,000</u>	<u>4819</u>	<u>2,522,406,700</u>	<u>4823</u>	<u>2,521,205,100</u>	<u>4819</u>	<u>2,522,361,600</u>
Personal Property		94		91		100		100		5,049,895		4,707,334		4,422,455		4,588,960		3,708,659		2,286,750
Net Valuations Taxable		<u>2,173,979,694</u>		<u>2,170,450,991</u>		<u>2,171,858,700</u>		<u>2,171,231,100</u>		<u>2,550,262,295</u>		<u>2,542,572,434</u>		<u>2,536,807,455</u>		<u>2,526,995,660</u>		<u>2,524,913,759</u>		<u>2,524,648,350</u>
Bergen County Equalization Adjustment		155,368,426		226,654,449		284,429,118		199,607,102		128,435,177		233,161,742		134,336,033		77,560,134		(134,660,402)		(419,544,911)
Bergen County Equalized Valuations		<u>\$ 2,329,348,120</u>		<u>\$ 2,397,105,440</u>		<u>\$ 2,456,287,818</u>		<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>		<u>\$ 2,390,253,357</u>		<u>\$ 2,105,103,439</u>
Bergen County Equalization Ratio		<u>93.57%</u>		<u>90.78%</u>		<u>88.64%</u>		<u>91.85%</u>		<u>95.46%</u>		<u>91.83%</u>		<u>95.23%</u>		<u>97.29%</u>		<u>105.95%</u>		<u>120.33%</u>
Average Improved Residential Assessment		<u>\$ 409,827</u>		<u>\$ 408,718</u>		<u>\$ 408,035</u>		<u>\$ 407,805</u>		<u>\$ 485,590</u>		<u>\$ 485,107</u>		<u>\$ 484,012</u>		<u>\$ 482,155</u>		<u>\$ 480,839</u>		<u>\$ 479,094</u>

\*\*Revaluation Year

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**TAX REQUIREMENT AND RATE DATA**  
**(UNAUDITED)**

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	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005**
<b><u>TAX REQUIREMENTS</u></b>										
County	\$ 5,366,033	\$ 5,436,285	\$ 5,332,218	\$ 4,852,258	\$ 5,177,795	\$ 5,051,134	\$ 4,662,797	\$ 4,437,288	\$ 4,230,763	\$ 3,974,395
County Open Space	58,234	59,928	61,407	59,271	66,967	277,573	267,114	260,455	239,025	210,510
Municipal Open Space	217,398	217,045	222,103	260,000	260,000	260,000	253,681	252,500	252,500	252,500
District School	26,514,591	26,021,535	25,518,325	24,901,454	24,122,035	23,413,368	22,741,261	22,002,323	20,780,983	19,754,160
Regional High School	10,546,184	10,036,751	9,897,661	10,087,200	10,142,565	9,912,969	9,698,905	9,583,163	9,140,589	8,575,981
Library	773,200	797,480	816,497	855,637	-	-	-	-	-	-
Municipal	13,280,789	13,115,822	13,028,227	13,028,228	13,719,460	13,245,980	12,635,789	11,657,044	10,626,801	9,325,821
Total Tax Requirements	\$ 56,756,429	\$ 55,684,846	\$ 54,876,438	\$ 54,044,048	\$ 53,488,822	\$ 52,161,024	\$ 50,259,547	\$ 48,192,773	\$ 45,270,661	\$ 42,093,367
<b><u>TAX RATES</u></b>										
County	0.247	0.251	0.246	0.224	0.204	0.199	0.184	0.176	0.168	0.157
County Open Space	0.003	0.003	0.003	0.003	0.003	0.011	0.011	0.010	0.010	0.010
Municipal Open Space	0.010	0.010	0.010	0.012	0.010	0.010	0.011	0.010	0.010	0.010
District School	1.220	1.199	1.175	1.147	0.946	0.921	0.896	0.871	0.823	0.782
Regional High School	0.485	0.463	0.456	0.465	0.398	0.390	0.382	0.379	0.362	0.340
Library	0.036	0.036	0.037	0.039	-	-	-	-	-	-
Municipal	0.610	0.604	0.600	0.600	0.537	0.521	0.499	0.464	0.427	0.371
Total Tax Rates	2.611	2.566	2.527	2.490	2.098	2.052	1.983	1.910	1.800	1.670

\*\*Revaluation Year

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**RATIO OF GROSS AND NET DEBT TO COUNTY EQUALIZED VALUE AND DEBT PER CAPITA**  
**(UNAUDITED)**

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Population	12,959	12,959	12,873	12,836	12,768	13,293	13,249	13,254	13,270	13,415
County Equalized Valuation	\$ 2,329,348,120	\$ 2,397,105,440	\$ 2,456,287,818	\$ 2,370,838,202	\$ 2,678,697,472	\$ 2,775,734,176	\$ 2,671,143,488	\$ 2,604,555,794	\$ 2,390,253,357	\$ 2,105,103,439
Gross Debt	\$ 45,255,708	\$ 28,573,240	\$ 28,605,519	\$ 27,530,654	\$ 31,954,183	\$ 31,457,371	\$ 26,642,370	\$ 24,136,982	\$ 24,345,195	\$ 20,914,805
Gross Debt Per Capita	\$ 3,492	\$ 2,205	\$ 2,222	\$ 2,145	\$ 2,503	\$ 2,366	\$ 2,011	\$ 1,821	\$ 1,835	\$ 1,559
Ratio of Gross Debt to County Equalized Valuations	1.94%	1.19%	1.16%	1.16%	1.19%	1.13%	1.00%	0.93%	1.02%	0.99%
Net Debt	\$ 18,044,220	\$ 16,566,206	\$ 15,967,269	\$ 13,897,194	\$ 16,722,790	\$ 22,320,440	\$ 17,028,550	\$ 8,531,044	\$ 12,154,742	\$ 14,837,647
Ratio of Net Debt to County Equalized Valuations	0.77%	0.69%	0.65%	0.59%	0.62%	0.80%	0.64%	0.33%	0.51%	0.70%
Net Debt per Capita	\$ 1,392	\$ 1,278	\$ 1,240	\$ 1,083	\$ 1,310	\$ 1,679	\$ 1,285	\$ 644	\$ 916	\$ 1,106

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**LEGAL DEBT MARGIN**  
**(UNAUDITED)**

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	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Equalized Valuation Basis (State)	\$ 2,350,052,761	\$ 2,387,178,815	\$ 2,467,933,234	\$ 2,556,640,626	\$ 2,659,372,180	\$ 2,688,334,733	\$ 2,665,957,743	\$ 2,540,298,167	\$ 2,346,571,678	\$ 2,105,378,877
Municipal Borrowing Power:										
3 1/2% of Equalized Valuation Basis	\$ 82,251,847	\$ 83,551,259	\$ 86,377,663	\$ 89,482,422	\$ 93,078,026	\$ 94,091,716	\$ 93,308,521	\$ 88,910,436	\$ 82,130,009	\$ 73,688,261
Net Debt	18,044,220	16,566,206	15,967,269	13,897,194	16,722,790	22,320,440	17,028,550	8,531,044	12,154,742	14,837,647
Remaining Borrowing Power	\$ 64,207,627	\$ 66,985,053	\$ 70,410,394	\$ 75,585,228	\$ 76,355,236	\$ 71,771,276	\$ 76,279,971	\$ 80,379,392	\$ 69,975,267	\$ 58,850,614
School Borrowing Power:										
3% of Equalized Valuation Basis	\$ 70,501,583	\$ 71,615,364	\$ 74,037,997	\$ 76,699,219	\$ 79,781,165	\$ 80,650,042	\$ 79,978,732	\$ 76,208,945	\$ 70,397,150	\$ 63,161,366
Net School Debt	23,665,000	7,264,133	7,701,363	8,123,802	8,594,070	9,136,930	9,534,279	8,695,615	8,796,453	6,077,158
School Borrowing Margin Available	\$ 46,836,583	\$ 64,351,231	\$ 66,336,634	\$ 68,575,417	\$ 71,187,095	\$ 71,513,112	\$ 70,444,453	\$ 67,513,330	\$ 61,600,697	\$ 57,084,208

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**DIRECT AND OVERLAPPING DEBT**  
**(UNAUDITED)**

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<u><b>DIRECT DEBT</b></u>										
Municipal Debt (Net)	\$ 18,044,220	\$ 16,566,206	\$ 15,967,269	\$ 13,897,194	\$ 16,722,790	\$ 22,320,440	\$ 17,028,550	\$ 8,531,044	\$ 12,154,742	\$ 14,837,647
Local School Debt	2,450,000	2,520,000	2,755,000	2,980,000	3,200,000	3,555,000	3,750,000	2,733,000	2,733,000	-
Regional School Debt	21,215,000	4,744,133	4,946,363	5,143,802	5,394,070	5,581,930	5,784,279	5,962,615	6,063,453	6,077,158
	<u>\$ 41,709,220</u>	<u>\$ 23,830,339</u>	<u>\$ 23,668,632</u>	<u>\$ 22,020,996</u>	<u>\$ 25,316,860</u>	<u>\$ 31,457,370</u>	<u>\$ 26,562,829</u>	<u>\$ 17,226,659</u>	<u>\$ 20,951,195</u>	<u>\$ 20,914,805</u>
	-	-	-	-	-	-	-	-	-	-
<u><b>OVERLAPPING DEBT</b></u>										
County of Bergen	<u>\$ 21,193,872</u>	<u>\$ 19,484,922</u>	<u>\$ 18,641,731</u>	<u>\$ 16,573,312</u>	<u>\$ 18,224,793</u>	<u>\$ 16,849,880</u>	<u>\$ 16,097,574</u>	<u>\$ 16,425,135</u>	<u>\$ 12,796,765</u>	<u>\$ 12,450,935</u>

(1) County Debt:

Municipal Equalized Valuations	\$ 2,329,348,120	\$ 2,397,105,440	\$ 2,456,287,818	\$ 2,370,838,202	\$ 2,678,697,472	\$ 2,775,734,176	\$ 2,671,143,488	\$ 2,604,555,794	\$ 2,390,253,357	\$ 2,105,103,439
Total County Equalized Valuations	\$ 162,301,130,131	\$ 165,008,934,260	\$ 168,748,014,772	\$ 173,258,537,441	\$ 183,412,099,706	\$ 187,580,071,463	\$ 182,767,512,263	\$ 172,863,500,734	\$ 153,984,695,626	\$ 136,528,998,442
	1.44%	1.45%	1.46%	1.37%	1.46%	1.48%	1.46%	1.51%	1.55%	1.54%
X's Outstanding County Debt	1,471,796,641	1,343,787,738	1,276,830,919	1,209,730,830	1,248,273,490	1,138,505,430	1,102,573,565	1,087,757,268	825,597,736	808,502,305
	<u>\$ 21,193,872</u>	<u>\$ 19,484,922</u>	<u>\$ 18,641,731</u>	<u>\$ 16,573,312</u>	<u>\$ 18,224,793</u>	<u>\$ 16,849,880</u>	<u>\$ 16,097,574</u>	<u>\$ 16,425,135</u>	<u>\$ 12,796,765</u>	<u>\$ 12,450,935</u>

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**RATIO OF ANNUAL DEBT SERVICE APPROPRIATIONS TO TOTAL ADOPTED CURRENT FUND APPROPRIATIONS**  
**(UNAUDITED)**

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Serial Bonds:										
Principal	\$ 839,000	\$ 830,000	\$ 805,000	\$ 790,000	\$ 898,000	\$ 890,000	\$ 875,000	\$ 1,063,000	\$ 860,000	\$ 820,000
Interest	78,912	99,943	130,143	160,296	193,995	229,328	261,960	300,495	227,530	263,446
Notes:										
Principal	337,367	448,916	435,687	116,688	101,240	-	-	-	-	-
Interest	98,388	43,276	102,462	127,952	149,826	137,615	-	191,000	75,000	61,500
Loans:										
Principal	-	-	-	10,540	20,768	20,358	19,958	19,564	19,179	18,801
Interest	-	-	-	-	523	932	1,333	1,726	2,112	2,490
	<u>\$ 1,353,667</u>	<u>\$ 1,422,135</u>	<u>\$ 1,473,292</u>	<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>	<u>\$ 1,183,821</u>	<u>\$ 1,166,237</u>
Total Current Fund Budget Appropriations	<u>\$ 17,873,854</u>	<u>\$ 17,892,998</u>	<u>\$ 18,339,994</u>	<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>	<u>\$ 15,678,913</u>	<u>\$ 14,198,656</u>
Ratio of Debt Service to Current Fund Budget Appropriations	<u>7.57%</u>	<u>7.95%</u>	<u>8.03%</u>	<u>6.81%</u>	<u>7.52%</u>	<u>7.17%</u>	<u>6.61%</u>	<u>9.75%</u>	<u>7.55%</u>	<u>8.21%</u>



**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**DEMOGRAPHIC STATISTICS**  
**(UNAUDITED)**

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	2013*	2012	2011	2010	2009	2008	2007	2006	2005	2004
Average Labor Force Estimates by Municipality:										
Labor Force	6,639	7,242	7,190	7,193	7,246	7,271	7,213	7,200	7,112	7,058
Employment	6,133	6,799	6,758	6,753	6,814	7,030	7,030	6,997	6,918	6,847
Unemployment	505	443	432	439	432	241	183	203	194	212
Unemployment Rate	7.6%	6.1%	6.0%	6.1%	6.0%	3.3%	2.5%	2.8%	2.7%	3.0%
Per Capital Personal Income - Bergen Cty.										
	\$ 69,919	\$ 69,919	\$ 67,240	\$ 63,950	\$ 63,862	\$ 67,375	\$ 67,606	\$ 63,166	\$ 57,745	\$ 55,322
Estimates as of July 1,										Corrected Census 2010 Count
Subcounty Population Estimates:										
Oakland BORO	12,959	12,873	12,836	12,768	13,293	13,249	13,254	13,270	13,415	12,754
County of Bergen	925,328	918,888	911,004	906,184	895,250	889,915	885,664	884,581	887,322	884,118

\* Latest Information Available

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**TEN LARGEST TAXPAYERS BY ASSESSMENT**  
**(UNAUDITED)**

Taxpayer	2014 Assessed Valuation	As a Percent of Total Net
		Valuations Taxable \$ 2,173,979,694
1 Jayare Associates, LLC	15,500,000	0.71%
2 Washington Square Owner, LLC	13,500,000	0.62%
3 40 Potash Road Associates, LLC	12,084,100	0.56%
4 Shiseido America, Inc.	11,511,700	0.53%
5 BD Oakland Owner, LLC	10,216,600	0.47%
6 5 Thorton Road Associates, LLC	9,908,200	0.46%
7 Oakland Care Ctr Real Estate Co., LLC	9,725,000	0.45%
8 Lincoln Realty Associates, LLC	7,427,100	0.34%
9 PSEG Services Corp. - Corp. Property Dept.	6,679,600	0.31%
10 1 Raritan Road Realty LLC	6,235,900	0.29%
	<u>\$ 102,788,200</u>	<u>4.73%</u>

**BOROUGH OF OAKLAND**  
**ANNUAL FINANCIAL INFORMATION AND OPERATING DATA**  
**VALUE OF NEW CONSTRUCTION, IMPROVEMENTS, ALTERATIONS AND DEMOLITIONS**  
**(UNAUDITED)**

J-12

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	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
# of Permits Issued	833	878	866	872	751	719	761	806	965	980
Value of Construction	\$ 11,072,797	\$ 11,307,947	\$ 12,233,930	\$ 10,052,280	\$ 16,200,353	\$ 13,094,373	\$ 13,495,793	\$ 9,569,674	\$ 17,246,498	\$ 19,235,756

BOROUGH OF OAKLAND  
NJ Comprehensive Annual Financial Report  
Single Audit Section

## *Di Maria & Di Maria LLP*

*Accountants and Consultants*

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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, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements - *regulatory basis* - of the various funds and account group of the Borough of Oakland, in the County of Bergen (the "Borough") as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated May 31, 2015, which was adverse due to the financial statements being prepared in conformity with the New Jersey regulatory basis of accounting.

### Internal Control Over Financial Reporting

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

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

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

*Di Maria & Di Maria LLP*

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## Independent Auditors' Report (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*.

Purpose of this Report

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

DI MARIA & DI MARIA LLP  
Accountants and Consultants

*Frank DiMaria*

Frank Di Maria  
Registered Municipal Accountant  
RMA No. CR00463

May 31, 2015

**BOROUGH OF OAKLAND**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED DECEMBER 31, 2014**

K-3  
Schedule A

Catalog of Federal Domestic Assistance Program Title	Federal C.F.D.A. Number	Award Amount	Grant Period		Balance December 31, 2013	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable) December 31, 2014	Deferred Revenue December 31, 2014	Due to Grantor at December 31, 2014
			From	To									
Federal and State Grant Fund													
US Department of Homeland Security -													
Passed thru the State of NJ Division of Law &													
Public Safety -													
N.J. State Police OEM Grant		5,000	01/01/14	12/31/14	2,027	-	5,000	(7,027)	-	-	-	-	-
FEMA Hazard Mitigation Grant		98,000	01/01/13	12/31/13	(98,000)	-	-	-	-	-	(98,000)	-	-
FEMA Hazard Mitigation Grant		98,000	01/01/13	12/31/13	96,000	-	-	(96,000)	-	-	-	-	-
Total Federal Financial Assistance					\$ 27	\$ -	\$ 5,000	\$ (103,027)	\$ -	\$ -	\$ (98,000)	\$ -	\$ -

**BOROUGH OF OAKLAND**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**YEAR ENDED DECEMBER 31, 2014**

K-4  
Schedule B

State Grantor / Program Title	Grant or State Project Number	Award Amount	Grant Period		Balance December 31, 2013	Carryover Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years Balances	(Accounts Receivable)	Deferred Revenue	Due to Grantor at
			From	To							December 31, 2014	December 31, 2014	December 31, 2014
<i>State of N.J., Department of Community Affairs --</i>													
Consolidated Municipal Property Tax Relief Aid	082-495-6020	\$ 914	01/01/14	12/31/14	\$ -	\$ -	\$ 914	\$ (914)	\$ -	\$ -	\$ -	\$ -	\$ -
LEA Rebates	022-100-6120	29,023	01/01/14	12/31/14	-	-	29,023	(29,023)	-	-	-	-	-
<i>State of N.J., Department of Treasury --</i>													
Energy Receipts Tax	082-100-6020	1,311,255	01/01/14	12/31/14	-	-	1,311,255	(1,311,255)	-	-	-	-	-
Veterans & Senior Citizens (Including Admin. Fee)	082-495-6020	114,149	01/01/14	12/31/14	-	-	114,149	(114,149)	-	-	-	-	-
<i>State of N.J., Department of Environmental Protection --</i>													
Clean Communities Program	042-4900-765-004	24,386	01/01/14	01/01/14	-	-	24,386	-	-	-	-	24,386	-
Clean Communities Program	042-4900-765-004	20,770	01/01/13	01/01/13	20,770	-	-	(6,606)	-	-	-	14,164	-
Clean Communities Program	042-4900-765-004	21,100	01/01/12	01/01/12	18,226	-	-	(18,226)	-	-	-	-	-
Highlands - Plan Conformance		50,000	01/01/11	12/31/11	7,233	-	-	-	-	-	-	7,233	-
Highlands - Plan Conformance		50,000	01/01/09	12/31/09	(19,207)	-	-	-	-	-	(19,207)	-	-
Highlands - Transfer Development Rights		25,000	01/01/09	12/31/09	(4,824)	-	-	-	-	-	(4,824)	-	-
Recycling Tonnage Grant	042-752-6020	27,368	Non-Expiring		-	-	27,368	-	-	-	-	27,368	-
Recycling Tonnage Grant	042-752-6020	29,565	Non-Expiring		29,565	-	-	-	-	-	-	29,565	-
Recycling Tonnage Grant	042-752-6020	30,416	Non-Expiring		30,416	-	-	-	-	-	-	30,416	-
Recycling Tonnage Grant	042-752-6020	26,756	Non-Expiring		26,756	-	-	(10,377)	955	-	-	17,334	-
Recycling Tonnage Grant	042-752-6020	43,406	Non-Expiring		11,493	-	-	(11,493)	-	-	-	-	-
<i>State of N.J., Department of Law and Public Safety --</i>													
Body Armor Replacement Program	066-1020-718-001	2,689	Non-Expiring		2,689	-	-	(2,384)	-	-	-	305	-
Body Armor Replacement Program	066-1020-718-001	2,630	Non-Expiring		2,630	-	-	(2,630)	-	-	-	-	-
Body Armor Replacement Program	066-1020-718-001	2,550	Non-Expiring		2,550	-	-	(2,550)	-	-	-	-	-
Body Armor Replacement Program	066-1020-718-001	2,732	Non-Expiring		342	-	-	(342)	-	-	-	-	-
Drunk Driving Enforcement Fund		9,863	01/01/14	12/31/14	-	-	9,863	-	-	-	-	9,863	-
Drunk Driving Enforcement Fund		7,758	01/01/12	12/31/12	7,758	-	-	(3,935)	-	-	-	3,823	-
Drunk Driving Enforcement Fund		3,374	01/01/11	12/31/11	143	-	-	(143)	-	-	-	-	-
Alcohol Education & Rehabilitation Fund		1,425	01/01/14	12/31/14	-	-	1,425	-	-	-	-	1,425	-
Alcohol Education & Rehabilitation Fund		1,187	01/01/13	12/31/13	1,187	-	-	-	-	-	-	1,187	-
Alcohol Education & Rehabilitation Fund		979	01/01/12	12/31/12	979	-	-	-	-	-	-	979	-
Police Accreditation Grant		25,000	01/01/13	12/31/13	11,000	-	-	-	-	-	-	11,000	-
<i>State of N.J., Association of Environmental Commissions --</i>													
ANJEC Sustainable Land Use Grant		8,000	01/01/12	12/31/12	(8,000)	-	-	-	-	-	(8,000)	-	-
<i>State of N.J., Department of State --</i>													
Per Capita Library State Aid	100-074-6010	5,543	Non-Expiring		-	-	5,543	(5,543)	-	-	-	-	-
<i>State of N.J., Department of Human Services --</i>													
<i>Passed thru the County of Bergen --</i>													
Municipal Alliance on Alcoholism & Drug Abuse		4,938	07/01/14	06/30/15	(4,938)	-	-	-	-	-	(4,938)	-	-
Municipal Alliance on Alcoholism & Drug Abuse		4,938	07/01/14	06/30/15	4,938	-	2,469	-	-	-	-	7,407	-
Municipal Alliance on Alcoholism & Drug Abuse		9,876	07/01/14	06/30/15	(2,192)	-	-	-	-	-	(2,192)	-	-
Municipal Alliance on Alcoholism & Drug Abuse		9,876	07/01/14	06/30/15	9,876	-	-	-	-	-	-	9,876	-
Municipal Alliance on Alcoholism & Drug Abuse		10,356	01/01/12	12/31/12	10,973	-	-	(8,414)	956	-	-	3,515	-
Municipal Alliance on Alcoholism & Drug Abuse		2,589	01/01/10	12/31/10	1,021	-	-	-	-	-	-	1,021	-
<b>Total State Financial Assistance</b>					<b>\$ 161,384</b>	<b>\$ -</b>	<b>\$ 1,526,395</b>	<b>\$ (1,527,984)</b>	<b>\$ 1,911</b>	<b>\$ -</b>	<b>\$ (39,161)</b>	<b>\$ 200,867</b>	<b>\$ -</b>



**BOROUGH OF OAKLAND  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2014**

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**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. This basis of accounting is described in Note 2 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.

**BOROUGH OF OAKLAND  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2014**

---

**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 separately on the Schedule of State Financial Assistance.

**BOROUGH OF OAKLAND  
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND  
STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2014**

---

**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, 2014 to December 31, 2014.

**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, 2014.

**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, 2014**

---

**Section I -- Summary of Auditors' Results**

Financial Statements

- A) Type of auditors' report issued: Adverse - GAAP; Qualified - Regulatory
- B) Internal control over financial reporting:
- |  |           |                 |
|--|-----------|-----------------|
| 1. Material weakness(es) identified?       | _____ yes | <u>  X  </u> no |
| 2. Significant deficiency(ies) identified? | _____ yes | <u>  X  </u> no |
- C) Noncompliance material to general-purpose financial statements noted?
- |           |                 |
|-----------|-----------------|
| _____ yes | <u>  X  </u> no |
|-----------|-----------------|

**BOROUGH OF OAKLAND  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2014**

---

**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. Significant deficiency(ies) identified? | _____ yes | _____ no |

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, 2014**

---

**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. Significant deficiency(ies) identified? | _____ yes | _____ no |

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 GMIS Number(s)</u>	<u>Name of State Program</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, 2014**

---

**Section II -- Financial Statement Findings**

*Criteria:* N.J.A.C. 5:30-5.6 requires a permanent fixed asset accounting system be maintained.

*Condition:* The Chief Financial Officer did not implement the required fixed asset accounting system.

*Cause:* The Chief Financial Officer did not implement the required fixed asset accounting system.

*Effect:* The Statement of Fixed Assets may be overstated or understated.

**BOROUGH OF OAKLAND  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2014**

---

**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, 2014**

---

Not Applicable - None in 2013

BOROUGH OF OAKLAND

NJ Comprehensive Annual Financial Report

General Comments and Recommendations Section

**BOROUGH OF OAKLAND  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2014**

---

**Cash Cycle**

Ref.

Chief Financial Officer

None

N/A

**BOROUGH OF OAKLAND  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2014**

---

<u>Revenues/Receipts Cycle</u>	<u>Ref.</u>
<u>Tax Collector</u>	
None	N/A
<u>Municipal Court</u>	
Disbursement checks in the general and bail accounts require only one authorizing signature.	#3
It is suggested that the the Borough utilize a private collection agency to collect outstanding municipal court debts.	N/A
<u>Construction Official</u>	
None	N/A
<u>Recreation</u>	
None	N/A
<u>Volunteer Ambulance Corp.</u>	
It is suggested that a third party ambulance fee billing system be implemented.	N/A

**BOROUGH OF OAKLAND  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2014**

---

**Expenditures/Disbursements Cycle**

**Ref.**

None

N/A

**BOROUGH OF OAKLAND  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2014**

---

**Payroll Cycle**

**Ref.**

None

N/A

**BOROUGH OF OAKLAND  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2014**

---

**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

Health Benefits

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

N/A

Financial Records

Due to vacancies in the Chief Financial Officer position at various times of the year, bank accounts were not reconciled on a timely basis and the general and subsidiary ledgers were not maintained to December 31.

#2

**BOROUGH OF OAKLAND  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2014**

---

**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, 2014**

---

**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, 2014**

---

**Recommendations**

1. That the Chief Financial Officer maintain a fixed asset accounting system in accordance with N.J.A.C. 5:30-5.6.
2. That the Chief Financial Officer ensures all bank accounts are reconciled on a timely basis and the general and subsidiary ledgers are posted and maintained on a timely basis.
3. That disbursement checks in the municipal court general and bail accounts require at least two authorizing signatures.

**BOROUGH OF OAKLAND  
GENERAL COMMENTS AND RECOMMENDATIONS  
YEAR ENDED DECEMBER 31, 2014**

---

**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 DiMaria*

**Registered Municipal Accountant  
RMA No. CR00463**

May 31, 2015