

**TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY**

**REPORT OF AUDIT
YEAR ENDED DECEMBER 31, 2013**

TOWNSHIP OF BRICK

COUNTY OF OCEAN

TABLE OF CONTENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

| <u>PART I</u> | <u>Page</u> |
|---|----------------|
| Independent Auditors' Report | 1-3 |
| Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i> . | 4-5 |
| <u>CURRENT FUND</u> | <u>Exhibit</u> |
| Comparative Balance Sheet - Regulatory Basis | A |
| Comparative Statement of Operations and Change in Fund Balance - Regulatory Basis | A-1 |
| Statement of Revenues - Regulatory Basis | A-2 |
| Statement of Expenditures - Regulatory Basis | A-3 |
| <u>TRUST FUND</u> | |
| Comparative Balance Sheet - Regulatory Basis | B |
| <u>GENERAL CAPITAL FUND</u> | |
| Comparative Balance Sheet - Regulatory Basis | C |
| Statement of Fund Balance - Regulatory Basis | C-1 |
| <u>GENERAL FIXED ASSET ACCOUNT GROUP</u> | |
| Comparative Statement of General Fixed Assets - Regulatory Basis | D |
| | <u>Page</u> |
| <u>NOTES TO FINANCIAL STATEMENTS</u> | 6-30 |

TOWNSHIP OF BRICK

COUNTY OF OCEAN

TABLE OF CONTENTS (Continued)

| <u>CURRENT FUND</u> | <u>Exhibit</u> |
|--|----------------|
| Schedule of Cash - Treasurer | A-4 |
| Schedule of Change Fund | A-5 |
| Schedule of Taxes Receivable and Analysis of Property Tax Levy | A-6 |
| Schedule of Tax Title Liens Receivable | A-7 |
| Schedule of Deferred Charges - N.J.S.A. 40A-4-55 Special Emergency | A-8 |
| Schedule of Property Acquired for Taxes (at Assessed Valuation) | A-9 |
| Schedule of Revenue Accounts Receivable | A-10 |
| Schedule of Due to/(from) State - P.L. 1971, C.20 | A-11 |
| Schedule of Appropriation Reserves | A-12 |
| Schedule of Prepaid Taxes | A-13 |
| Schedule of Tax Overpayments | A-14 |
| Schedule of County Taxes Payable | A-15 |
| Schedule of Local District School Tax Payable | A-16 |
| Schedule of Special District Taxes Payable | A-17 |
| Schedule of Due to State of New Jersey - Marriage License Fees | A-18 |
| Schedule of Due to State of New Jersey - DCA Surcharge | A-19 |
| Schedule of Interfunds - Other Funds | A-20 |
| Schedule of Reserve for Encumbrances | A-21 |
| Schedule of Accounts Payable | A-22 |
| Federal and State Grant Fund - Schedule of Due from/(to) Current Fund | A-23 |
| Federal and State Grant Fund - Schedule of Grants Receivable | A-24 |
| Federal and State Grant Fund - Schedule of Appropriated Reserves | A-25 |
| Federal and State Grant Fund - Schedule of Unappropriated Reserves | A-26 |
| Federal and State Grant Fund - Schedule of Reserve for Encumbrances | A-27 |
| Schedule of Interfund - General Capital Fund | A-28 |
| Schedule of Special Emergency Note Payable | A-29 |
| Schedule of Reserve for Revaluation | A-30 |
| Schedule of Reserve for Hurricane Sandy | A-31 |
| Schedule of Payroll Deduction Payable | A-32 |
| Schedule of Reserve for FEMA | A-33 |
| <u>TRUST FUND</u> | |
| Schedule of Cash - Treasurer | B-1 |
| Schedule of Community Development Block Grant Receivable - Trust Other Fund | B-2 |
| Schedule of Interfund - Current Fund - Trust Other Fund | B-3 |
| Schedule of Reserve for Animal Control Fund Expenditures - Animal Control Trust Fund | B-4 |
| Schedule of Due to State of New Jersey - Animal Control Trust Fund | B-5 |
| Schedule of Interfund - Current Fund - Open Space Trust Fund | B-6 |
| Schedule of Reserve for Open Space Expenditures | B-7 |
| Schedule of Reserve for Community Development Block Grant Expenditures - Trust Other Fund | B-8 |
| Schedule of Various Reserves - Trust Other Fund | B-9 |
| Schedule of Prepaid License Fees - Animal Control Trust Fund | B-10 |

TOWNSHIP OF BRICK

COUNTY OF OCEAN

TABLE OF CONTENTS (Continued)

| <u>GENERAL CAPITAL FUND</u> | <u>Exhibit</u> |
|---|----------------|
| Schedule of Cash | C-2 |
| Analysis of General Capital Cash | C-3 |
| Schedule of Interfund - Current Fund | C-4 |
| Schedule of Interfund - Federal/State Grant Fund | C-5 |
| Schedule of Reserve for Redevelopment Project | C-6 |
| Schedule of Deferred Charges to Future Taxation - Funded | C-7 |
| Schedule of Deferred Charges to Future Taxation - Unfunded | C-8 |
| Schedule of General Serial Bonds | C-9 |
| Schedule of Bond Anticipation Notes | C-10 |
| Schedule of Green Trust Loans Payable | C-11 |
| Schedule of Capital Improvement Fund | C-12 |
| Schedule of Improvement Authorizations | C-13 |
| Schedule of Reserve for Encumbrances | C-14 |
| Schedule of N.J. Environmental Infrastructure Loan Payable | C-15 |
| Schedule of Reserve for Payment of Debt Service | C-16 |
| Schedule of Bonds and Notes Authorized But Not Issued | C-17 |
| <u>GENERAL FIXED ASSET ACCOUNT GROUP</u> | |
| Schedule of Investments in General Fixed Assets | D-1 |
| <u>SUPPLEMENTARY DATA</u> | |
| | <u>Page</u> |
| Comparative Schedule of Tax Rate Information (Excluding Fire District Taxes) | 31 |
| Comparison of Tax Levies and Collection Currently | 31 |
| Delinquent Taxes and Tax Title Liens | 31 |
| Property Acquired by Tax Title Lien Liquidation | 32 |
| Comparative Schedule of Fund Balances | 32 |
| Summary of Municipal Debt (Excluding Current and Operating Debt and Type II School Debt) | 32 |
| Summary of Statutory Debt Condition - Annual Debt Statement | 33 |
| Borrowing Power Under N.J.S.A. 40A:2-6 | 33 |
| Officials in Office and Surety Bonds | 34 |

TOWNSHIP OF BRICK

COUNTY OF OCEAN

TABLE OF CONTENTS (Continued)

| | <u>Page</u> |
|--|-------------|
| <u>PART II</u> | |
| Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133. | 1-2 |
| Schedule of Expenditures of Federal Awards | 3-5 |
| Notes to the Schedule of Expenditures of Federal Awards | 6-7 |
| Schedule of Findings and Questioned Costs | 8-10 |
| Summary Schedule of Prior Audit Findings | 11 |
| <u>PART III</u> | |
| General Comments | 1-3 |
| Other Comments | 3-4 |
| Recommendations | 5 |

TOWNSHIP OF BRICK

COUNTY OF OCEAN

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

AND SUPPLEMENTARY DATA

FOR THE YEAR ENDED DECEMBER 31, 2013

FALLON & LARSEN LLP

Certified Public Accountants

1390 Route 36, Suite 102
Hazlet, New Jersey 07730-1716
Telephone: (732) 888-2070
FAX: (732) 888-6245

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members
of the Township Council
Township of Brick
County of Ocean
Brick, New Jersey

We have audited the accompanying balance sheets of the various funds and the comparative statement of general fixed asset account group of the Township of Brick (the "Township"), as of December 31, 2013 and 2012, and the related statement of operations and changes in fund balance for the years then ended and the related statement of revenues and statement of expenditures for the year ended December 31, 2013 and the related notes to the financial statements which collectively comprise the Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness

of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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

As described in Note 2, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Division of Local Government Services, Department of Community Affairs, State 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 of U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2013 and 2012, or the changes in financial position, for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the various funds and general fixed asset account group of the Township as of December 31, 2013 and 2012, and the results of its operations and changes in fund balance of the individual funds for the years then ended and the revenues and expenditures for the year ended December 31, 2013, on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 2 to the financial statements.

Uncertainties Regarding Community Disaster Loan

As discussed in Note 21E the Township received a Community Disaster Loan from the United States Government Department of Homeland Security in the amount of \$5,000,000.00 due to potential losses in revenue as a result of Hurricane Sandy. In accordance with directives from the State of New Jersey, this loan was realized as revenue in current fund of the Township for the year ended December 31, 2013. The loan has not been recorded as a loan payable on the current fund balance sheet of the Township. Federal guidelines stipulate that under certain conditions this loan may be forgiven. As of the date of this report there is no decision that the loan was or will be forgiven. Our opinion is not modified with respect to this matter.

Other Information

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's financial statements. The accompanying financial information listed as supplementary schedules and comments section in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is also not a required part of the basic financial statements.

The accompanying financial information listed as supplementary schedules and comments sections in the table of contents and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 supplementary schedules and comments sections and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 11, 2014, on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreement and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.



Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506



Fallon & Larsen LLP

Hazlet, New Jersey
September 11, 2014

Certified Public Accountants

1390 Route 36, Suite 102
Hazlet, New Jersey 07730-1716
Telephone: (732) 888-2070
FAX: (732) 888-6245

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

To the Honorable Mayor and Members
of the Township Council
Township of Brick
County of Ocean
Brick, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the Township of Brick, State of New Jersey (the "Township"), as of and for the year ended December 31, 2013, and the related notes to the financial statements which collectively comprise the Township's basic financial statements, and have issued our report thereon dated September 11, 2014. We expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America. As described in Note 2, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

We noted certain matters that we have reported to management of the Township in the Comments and Recommendations section of this report.

Purpose of this Report

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



Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506



Fallon & Larsen LLP

Hazlet, New Jersey
September 11, 2014

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

| ASSETS | <u>Ref.</u> | <u>2013</u> | <u>2012</u> |
|--|-------------|-------------------------|-------------------------|
| Cash | A-4 | \$ 36,203,250.45 | \$ 33,253,477.43 |
| Cash - Change Fund | A-5 | 3,200.00 | 1,375.00 |
| Due from State of New Jersey (C.20, P.L. 1971) | A-11 | 41,431.44 | |
| | | <u>36,247,881.89</u> | <u>33,254,852.43</u> |
| Receivables with Full Reserves: | | | |
| Delinquent Property Taxes Receivable | A-6 | 3,121,910.24 | 3,564,022.24 |
| Tax Title Liens Receivable | A-7 | 486,119.31 | 412,963.94 |
| Property Acquired for Taxes | A-9 | 7,204,800.00 | 7,204,800.00 |
| Revenue Accounts Receivable | A-10 | 344,192.20 | 229,621.59 |
| Interfunds Receivable | A-20 | 395,810.54 | |
| | | <u>11,552,832.29</u> | <u>11,411,407.77</u> |
| Deferred Charges: | | | |
| Special Emergency Authorizations | A-8 | 15,825,000.00 | 7,980,000.00 |
| | | <u>63,625,714.18</u> | <u>52,646,260.20</u> |
| Federal and State Grant Fund: | | | |
| Grants Receivable | A-24 | 3,970,619.88 | 3,682,177.42 |
| Interfund - Current Fund | A-23 | | 55,111.02 |
| | | <u>3,970,619.88</u> | <u>3,737,288.44</u> |
| Total Assets | | <u>\$ 67,596,334.06</u> | <u>\$ 56,383,548.64</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

| | Ref. | <u>2013</u> | <u>2012</u> |
|--|----------|-------------------------|-------------------------|
| LIABILITIES, RESERVES AND FUND BALANCE | | | |
| Appropriation Reserves | A-3/A-12 | \$ 2,580,146.80 | \$ 4,737,521.60 |
| Reserve for Encumbrances | A-21 | 3,720,636.99 | 1,335,846.23 |
| Accounts Payable | A-22 | 127,041.00 | 137,402.25 |
| Prepaid Taxes | A-13 | 3,021,464.93 | 1,118,095.62 |
| Tax Overpayments | A-14 | 254,605.36 | 201,904.19 |
| County Taxes Payable | A-15 | 48,770.99 | 53,991.94 |
| Local School Taxes Payable | A-16 | | 5,064.07 |
| Due to State of New Jersey - Marriage License Fees | A-18 | 1,675.00 | 1,300.00 |
| Due to State of New Jersey - DCA Surcharge | A-19 | 16,203.00 | 6,060.00 |
| Due to State of New Jersey - Burial Permits | A-4 | 10.00 | |
| Due to State of New Jersey (C.20, P.L. 1971) | A-11 | | 22,254.89 |
| Special Emergency Note Payable | A-29 | 13,770,000.00 | 7,945,000.00 |
| Reserve for Revaluation | A-30 | 1,601.22 | 1,601.22 |
| Reserve for Hurricane Sandy | A-31 | 4,979,337.68 | 1,196,666.58 |
| Payroll Deductions Payable | A-32 | 3,726.46 | 269,965.37 |
| Reserve for FEMA | A-33 | 3,021,403.84 | |
| Interfunds Payable | A-20 | 5,675,805.36 | 11,189,622.38 |
| | | <u>37,222,428.63</u> | <u>28,222,296.34</u> |
| Reserve for Receivables and Other Assets | A | 11,552,832.29 | 11,411,407.77 |
| Fund Balance | A-1 | 14,850,453.26 | 13,012,556.09 |
| | | <u>63,625,714.18</u> | <u>52,646,260.20</u> |
| Federal and State Grant Fund: | | | |
| Appropriated Reserves | A-25 | 2,107,774.74 | 1,723,592.33 |
| Unappropriated Reserves | A-26 | 178,227.73 | |
| Interfund - General Capital Fund | A-28 | 725,523.57 | 1,882,123.94 |
| Interfund - Current Fund | A-23 | 395,810.54 | |
| Reserve for Encumbrances | A-27 | 563,283.30 | 131,572.17 |
| | | <u>3,970,619.88</u> | <u>3,737,288.44</u> |
| Total Liabilities, Reserves and Fund Balance | | <u>\$ 67,596,334.06</u> | <u>\$ 56,383,548.64</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

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

For the Years Ended December 31,

| | <u>Ref.</u> | <u>2013</u> | <u>2012</u> |
|---|-------------|-----------------|-----------------|
| Revenue and Other Income Realized: | | | |
| Fund Balance Utilized | A-2 | \$ 7,985,923.00 | \$ 4,910,922.70 |
| Miscellaneous Revenue Anticipated | A-2 | 26,035,715.72 | 14,466,638.62 |
| Receipts from Delinquent Taxes | A-2 | 3,519,906.48 | 3,464,761.47 |
| Receipts from Current Taxes | A-2 | 207,720,650.94 | 208,963,666.50 |
| Non-Budget Revenues | A-2 | 1,974,235.01 | 4,442,828.14 |
| Other Credits to Income: | | | |
| Unexpended Balance of Appropriation Reserves | A-12 | 986,292.15 | 1,360,007.97 |
| Cancel Tax Overpayments | A-14 | 73.90 | 8,879.77 |
| Cancel Reserve for Grants Appropriated | A-20 | 1,439,663.12 | 195,724.79 |
| Interfunds Returned | | | 14.20 |
| | | <hr/> | <hr/> |
| Total Revenue | | 249,662,460.32 | 237,813,444.16 |
| Expenditures: | | | |
| Budget Appropriations Within Caps: | | | |
| Operations: | | | |
| Salaries and Wages | A-3 | 32,067,526.00 | 32,905,324.00 |
| Other Expenses | A-3 | 40,483,240.00 | 33,740,195.15 |
| Deferred Charges and Statutory Expenditures | A-3 | 7,588,635.94 | 7,622,534.67 |
| Budget Appropriations Excluded from Caps: | | | |
| Operations: | | | |
| Salaries and Wages | A-3 | 1,045,000.00 | 930,850.00 |
| Other Expenses | A-3 | 3,631,923.12 | 2,654,404.48 |
| Capital Improvements | A-3 | 1,275,000.00 | 558,600.00 |
| Municipal Debt Service | A-3 | 11,612,967.85 | 10,899,609.33 |
| Deferred Charges | A-3 | 4,620,000.00 | 120,000.00 |
| | | <hr/> | <hr/> |
| | | 102,324,292.91 | 89,431,517.63 |
| Local School Taxes | A-16 | 98,925,508.93 | 97,704,726.50 |
| County Taxes | A-15 | 42,240,039.59 | 42,359,870.28 |
| Amount Due County for Added and Omitted Taxes | A-15 | 48,770.99 | 53,991.94 |
| Fire District Taxes Payable | A-17 | 4,730,630.00 | 4,612,888.00 |
| Municipal Open Space | A-20 | 1,021,437.85 | 1,063,808.86 |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

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

For the Years Ended December 31,

| | <u>Ref.</u> | <u>2013</u> | <u>2012</u> |
|---|-------------|-------------------------|-------------------------|
| Prior Year Revenue Refunded | A-4 | \$ 43,883.53 | \$ 36,292.11 |
| Interfunds Advanced | A-20 | 395,810.54 | |
| Prior Year Tax Revenue Refunded | A-14 | 1,078,418.38 | 216,680.79 |
| Prior Year Senior Citizen Deduction Disallowed | A-11 | 54,730.81 | 116,250.07 |
| Grants Receivable Canceled | A-20 | 1,440,116.62 | 32,146.47 |
| Prior Year Premium Utilized to Reduce Special Emergency | A-8 | 35,000.00 | |
| Receivable Canceled in General Capital Fund | | | 135,317.57 |
| Total Expenditures | | <u>252,338,640.15</u> | <u>235,763,490.22</u> |
| Excess/(Deficit) in Revenue | | (2,676,179.83) | 2,049,953.94 |
| Adjustments to Income Before Fund Balance: | | | |
| Expenditures Included Above Which are by Statute Deferred Charges to Budgets of Succeeding Years | A-8 | <u>12,500,000.00</u> | <u>7,500,000.00</u> |
| Statutory Excess to Fund Balance | | 9,823,820.17 | 9,549,953.94 |
| Fund Balance January 1 | A | <u>13,012,556.09</u> | <u>8,373,524.85</u> |
| | | 22,836,376.26 | 17,923,478.79 |
| Decreased by: | | | |
| Utilized as Anticipated Revenue | A-1/A-2 | <u>7,985,923.00</u> | <u>4,910,922.70</u> |
| Fund Balance December 31 | A | \$ <u>14,850,453.26</u> | \$ <u>13,012,556.09</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Ref. | Anticipated | | Excess or (Deficit) |
|--|------|-----------------|---------------------------------|------------------------|
| | | Budget | Special N.J.S.A. 40A:4-87 | |
| Fund Balance Anticipated | A-1 | \$ 7,985,923.00 | \$ 7,985,923.00 | |
| Miscellaneous Revenues: | | | | |
| Licenses: | | | | |
| Alcoholic Beverages | A-10 | 75,000.00 | 81,850.00 | 6,850.00 |
| Other | A-10 | 85,000.00 | 104,528.00 | 19,528.00 |
| Fees and Permits | A-2 | 325,000.00 | 419,819.91 | 94,819.91 |
| Fines and Costs: | | | | |
| Municipal Court | A-10 | 800,000.00 | 864,249.91 | 64,249.91 |
| Interest and Costs on Taxes | A-10 | 586,786.00 | 634,311.92 | 47,525.92 |
| Interest on Investments and Deposits | A-10 | 75,000.00 | 35,952.31 | (39,047.69) |
| Red Light Cameras | A-10 | 900,000.00 | 1,492,564.50 | 592,564.50 |
| Beach Privileges | A-10 | 250,000.00 | 246,340.00 | (3,660.00) |
| Consolidated Municipal Property Tax Relief Aid | A-10 | 267,093.00 | 267,093.00 | |
| Energy Receipts Tax (P.L. 1997, Ch. 62 & 67) | A-10 | 5,119,971.00 | 5,119,970.92 | (0.08) |
| Uniform Construction Code Fees | A-10 | 900,000.00 | 1,341,936.60 | 441,936.60 |
| EMS Service Fees | A-10 | 1,086,750.00 | 1,548,431.64 | 461,681.64 |
| Edward Byrne Memorial Justice Assistance Grant | A-24 | | 24,651.00 | |
| NJ DOT Safe Routes to Schools | A-24 | 450,000.00 | 450,000.00 | |
| Robin Hood Foundation Grant | A-24 | 500,000.00 | 500,000.00 | |
| Clean Communities Program | A-24 | 150,038.55 | 150,038.55 | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Ref. | Anticipated | | Special N.J.S.A. 40A:4-87 | Realized | Excess or (Deficit) |
|---|------------|----------------------|---------------------|---------------------------------|----------------------|------------------------|
| | | Budget | | | | |
| Safe and Secure Communities Program | A-24 | \$ 60,000.00 | | | \$ 60,000.00 | |
| COPS in Shops | A-24 | | \$ 3,248.33 | | 3,248.33 | |
| Alcohol Education and Rehabilitation | A-24 | 2,058.21 | | | 2,058.21 | |
| No Net Loss Reforestation Grant | A-24 | 36,900.00 | | 675,000.00 | 711,900.00 | |
| Homeland Security Grant | A-24 | 5,552.00 | | | 5,552.00 | |
| Drunk Driving Enforcement Fund | A-24 | | 20,649.23 | | 20,649.23 | |
| FEMA-Hurricane Sandy | A-24 | | 1,404,402.76 | | 1,404,402.76 | |
| Body Armor Replacement Fund | A-24 | | 15,341.46 | | 15,341.46 | |
| Youth Corps Urban Gateway Enhancement Program | A-24 | 32,000.00 | | | 32,000.00 | |
| Federal Highway Safety Grant | A-24 | 43,500.00 | | 42,900.00 | 86,400.00 | |
| Bulletproof Vest Partnership Grant - 2013 | A-24 | 15,210.00 | | 10,997.58 | 26,207.58 | |
| Ocean County Tourism Advisory | A-24 | 1,100.00 | | | 1,100.00 | |
| Ocean County Recycling Grant | A-24 | | 31,150.00 | | 31,150.00 | |
| Local Arts Block Grant | A-24 | 2,500.00 | | | 2,500.00 | |
| Senior Citizens Grant | A-24 | 135,140.00 | | | 135,140.00 | |
| Ocean County Pump Out Boat | A-24 | 40,000.00 | | | 40,000.00 | |
| Green Communities Grant-2013 | A-24 | 3,000.00 | | | 3,000.00 | |
| Emergency Management Assistance Grant | A-24 | 5,000.00 | | | 5,000.00 | |
| Reserve for Debt Service | A-10 | 1,800,000.00 | | | 1,800,000.00 | |
| Federal Community Disaster Loan | A-10 | 5,000,000.00 | | | 5,000,000.00 | |
| Anticipated FEMA Reimbursements | A-10 | 3,000,000.00 | | | 3,000,000.00 | |
| Comcast/Verizon - Franchise Tax | A-10 | 368,327.89 | | | 368,327.89 | |
| Total Miscellaneous Revenues | A-1 | 22,120,926.65 | 2,228,340.36 | | 26,035,715.72 | \$ 1,686,448.71 |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY
 CURRENT FUND
 STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Ref. | Anticipated | | Special N.J.S.A. 40A:4-87 | Realized | Excess or (Deficit) |
|---|---------|------------------|-----|---------------------------------|-------------------|------------------------|
| | | Budget | | | | |
| Receipts from Delinquent Taxes | A-1 | \$ 3,428,797.29 | | | \$ 3,519,906.48 | \$ 91,109.19 |
| | | 33,535,646.94 | | \$ 2,228,340.36 | 37,541,545.20 | 1,777,557.90 |
| Amount to be Raised by Taxes for Support of Municipal Budget | A-2 | 64,918,893.32 | | | 71,332,224.51 | 6,413,331.19 |
| | | 98,454,540.26 | | 2,228,340.36 | 108,873,769.71 | 8,190,889.09 |
| Non-Budget Revenues | A-1/A-2 | | | | 1,974,235.01 | 1,974,235.01 |
| Total | Ref. | \$ 98,454,540.26 | | \$ 2,228,340.36 | \$ 110,848,004.72 | \$ 10,165,124.10 |
| | | | A-3 | A-3 | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2013

Analysis of Realized Revenues

Allocation of Current Tax Collections:

| | | |
|--------------------------|---------|-------------------|
| Revenue from Collections | A-1/A-6 | \$ 207,720,650.94 |
|--------------------------|---------|-------------------|

| | | |
|---|-----|-----------------------|
| Allocated to School, County, Special District and Municipal Open Space | A-6 | <u>146,348,426.43</u> |
|---|-----|-----------------------|

| | | |
|---|--|---------------|
| Balance for Support of Municipal Budget Appropriations | | 61,372,224.51 |
|---|--|---------------|

| | | |
|-------------------------------|-----|---------------------|
| Add: | | |
| Reserve for Uncollected Taxes | A-3 | <u>9,960,000.00</u> |

| | | |
|--|-----|-------------------------|
| Amount for Support of Municipal Budget Appropriations | A-2 | <u>\$ 71,332,224.51</u> |
|--|-----|-------------------------|

Receipts from Delinquent Taxes:

| | | |
|----------------------------|-----|-----------------|
| Delinquent Tax Collections | A-6 | \$ 3,515,163.99 |
| Tax Title Lien Collections | A-7 | <u>4,742.49</u> |

| | | |
|--|-----|------------------------|
| | A-2 | <u>\$ 3,519,906.48</u> |
|--|-----|------------------------|

Fees and Permits:

| | | |
|----------------|--|-------------------|
| Township Clerk | | \$ 174,379.66 |
| Non UCC Fees | | <u>126,615.00</u> |

| | | |
|-----------------------|------|-------------------|
| Recreation Department | A-10 | 300,994.66 |
| | A-10 | <u>118,825.25</u> |

| | | |
|--|-----|----------------------|
| | A-2 | <u>\$ 419,819.91</u> |
|--|-----|----------------------|

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | <u>Ref.</u> | |
|--|-------------|------------------------|
| <u>Analysis of Realized Revenues (Continued)</u> | | |
| Analysis of Non-Budget Revenues: | | |
| Rent - Civic Center | | \$ 58,793.00 |
| Rent - Tower | | 38,623.12 |
| Canceled Checks | | 600.00 |
| Police | | 68,498.23 |
| Police - Off Duty Administrative Fee | | 79,366.23 |
| Scrap Metal | | 90,816.50 |
| Garbage Cans | | 12,290.00 |
| Water/Sewer | | 1,330.00 |
| Recycling Revenue | | 79,128.42 |
| Concession Bid Revenue | | 59,846.50 |
| Tax Collector - Miscellaneous | | 59,149.23 |
| Reimbursement of Prior Year Expenditures | | 32,437.79 |
| Escrow - Prior Year Reimbursement | | 3,951.19 |
| Bus Transportation | | 12,460.57 |
| Transportation Workers Union of America | | 37,343.24 |
| Symetra Secondary Insurance - Group Health | | 260,911.90 |
| Ocean County JIF Insurance Reimbursement | | 244,344.20 |
| Property Search Fees | | 1,750.00 |
| Ice Cream Machine | | 5,000.00 |
| OCJIF Dividend | | 79,715.39 |
| Hotel Fee | | 9,784.02 |
| Landfill Lease Payment (Solar Agreement) | | 310,150.00 |
| Inspection - Fines | | 4,853.98 |
| Settlement Proceeds | | 3,104.90 |
| Premium on Sale of Special Emergency Notes | | 222,740.10 |
| Knollwood Energy Solar Panels | | 80,688.00 |
| Miscellaneous | | 2,367.48 |
| Payment in Lieu of Taxes on Real Property | | 91,082.02 |
| Senior Citizen and Veteran Administrative Fee | | 23,109.00 |
| | A-2/A-4 | \$ <u>1,974,235.01</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Budget | Appropriated Budget After Modification | Paid or Charged | Expended | Reserved | Unexpended Balance Canceled |
|-------------------------------|---------------|--|--------------------|-------------|--------------|-----------------------------------|
| Operations Within CAPS | | | | | | |
| General Government: | | | | | | |
| Administrative and Executive | | | | | | |
| Salaries and Wages | \$ 452,500.00 | \$ 483,155.00 | \$ 483,155.04 | \$ 1,344.96 | | |
| Other Expenses | 10,850.00 | 10,850.00 | 9,817.35 | 1,032.65 | | |
| Purchasing and Contracting | | | | | | |
| Salaries and Wages | 420,300.00 | 380,300.00 | 351,022.41 | 9,277.59 | \$ 20,000.00 | |
| Other Expenses | 102,115.00 | 102,115.00 | 101,525.16 | 589.84 | | |
| Human Resources | | | | | | |
| Salaries and Wages | 394,900.00 | 424,900.00 | 392,309.15 | 2,590.85 | | 30,000.00 |
| Other Expenses | 169,800.00 | 169,800.00 | 149,118.41 | 20,681.59 | | |
| Mayor | | | | | | |
| Salaries and Wages | 139,500.00 | 139,500.00 | 133,934.39 | 565.61 | | 5,000.00 |
| Other Expenses | 6,200.00 | 6,200.00 | 4,959.05 | 1,240.95 | | |
| Council | | | | | | |
| Salaries and Wages | 49,000.00 | 53,000.00 | 52,258.36 | 741.64 | | |
| Other Expenses | 58,525.00 | 58,525.00 | 52,090.23 | 6,434.77 | | |
| Municipal Clerk | | | | | | |
| Salaries and Wages | 541,750.00 | 566,750.00 | 564,504.32 | 2,245.68 | | |
| Other Expenses | 33,400.00 | 33,400.00 | 33,393.59 | 6.41 | | |
| Elections | | | | | | |
| Other Expenses | 20,000.00 | 20,000.00 | 4,228.71 | 771.29 | | 15,000.00 |
| Financial Administration | | | | | | |
| Salaries and Wages | 275,100.00 | 280,100.00 | 266,008.60 | 91.40 | | 14,000.00 |
| Other Expenses | 60,680.00 | 60,680.00 | 20,115.06 | 40,564.94 | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Budget | Appropriated Budget After Modification | Paid or Charged | Expended | Reserved | Unexpended Balance Canceled |
|---------------------------------|--------------|--|--------------------|-------------|--------------|-----------------------------------|
| Audit Services | | | | | | |
| Other Expenses | \$ 52,000.00 | \$ 52,000.00 | \$ 52,000.00 | | | |
| Computerized Data Processing | | | | | | |
| Salaries and Wages | 392,400.00 | 405,400.00 | 382,009.89 | \$ 3,390.11 | \$ 20,000.00 | |
| Other Expenses | 383,000.00 | 383,000.00 | 369,248.74 | 13,751.26 | | |
| Tax Collector | | | | | | |
| Salaries and Wages | 496,800.00 | 496,800.00 | 481,850.70 | 949.30 | 14,000.00 | |
| Other Expenses | 43,530.00 | 43,530.00 | 42,588.16 | 941.84 | | |
| Tax Assessor | | | | | | |
| Salaries and Wages | 452,400.00 | 532,400.00 | 525,971.48 | 428.52 | 6,000.00 | |
| Other Expenses | 105,925.00 | 105,925.00 | 93,793.54 | 12,131.46 | | |
| Legal Services | | | | | | |
| Other Expenses | 499,000.00 | 499,000.00 | 447,679.95 | 51,320.05 | | |
| Engineering | | | | | | |
| Salaries and Wages | 303,400.00 | 247,275.00 | 234,483.27 | 791.73 | 12,000.00 | |
| Other Expenses | 223,900.00 | 223,900.00 | 58,938.29 | 164,961.71 | | |
| Historic Preservation Committee | | | | | | |
| Salaries and Wages | 2,140.00 | 2,140.00 | 2,094.66 | 45.34 | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Appropriated | Budget After | Paid or | Expended | Reserved | Unexpended |
|---|--------------|--------------|--------------|-----------|----------|-------------|
| | Budget | Modification | Charged | Charged | Reserved | Balance |
| | | | | | | Canceled |
| <u>Land Use Administration:</u> | | | | | | |
| Planning Board | | | | | | |
| Salaries and Wages | \$ 72,900.00 | \$ 92,900.00 | \$ 87,044.08 | \$ 855.92 | | \$ 5,000.00 |
| Other Expenses | 3,100.00 | 3,100.00 | 771.32 | 2,328.68 | | |
| Land Use | | | | | | |
| Salaries and Wages | 582,300.00 | 675,300.00 | 675,226.65 | 73.35 | | 2,000.00 |
| Other Expenses | 5,450.00 | 5,450.00 | 2,664.24 | 2,785.76 | | |
| Shade Tree Commission | | | | | | |
| Salaries and Wages | 2,140.00 | 2,240.00 | 2,199.42 | 40.58 | | |
| Other Expenses | 410.00 | 410.00 | 235.00 | 175.00 | | |
| Zoning Board of Adjustment | | | | | | |
| Salaries and Wages | 75,700.00 | 80,700.00 | 80,428.03 | 271.97 | | |
| Other Expenses | 5,670.00 | 5,670.00 | 5,157.86 | 512.14 | | |
| Affordable Housing Agency | | | | | | |
| Salaries and Wages | 15,000.00 | 15,000.00 | 15,000.00 | | | |
| Other Expenses | 4,500.00 | 4,500.00 | 1,421.25 | 3,078.75 | | |
| <u>Code Enforcement and Administration:</u> | | | | | | |
| Municipal Code Enforcement | | | | | | |
| Salaries and Wages | 385,000.00 | 335,000.00 | 299,198.42 | 801.58 | | 35,000.00 |
| Other Expenses | 950.00 | 950.00 | 950.00 | | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | <u>Appropriated</u> | | <u>Paid or</u> | <u>Expended</u> | <u>Reserved</u> | <u>Unexpended</u> |
|---------------------------------|---------------------|---------------------|-----------------|-----------------|-----------------|-------------------|
| | <u>Budget</u> | <u>Budget After</u> | <u>Charged</u> | | | <u>Balance</u> |
| | | <u>Modification</u> | | | | <u>Canceled</u> |
| <u>Insurance:</u> | | | | | | |
| Liability Insurance | \$ 1,101,800.00 | \$ 1,111,800.00 | \$ 1,110,962.00 | \$ 838.00 | | |
| Workers Compensation Insurance | 1,151,900.00 | 1,151,900.00 | 1,151,460.89 | 439.11 | | |
| Employee Group Insurance | 12,175,000.00 | 12,175,000.00 | 11,098,476.04 | 1,076,523.96 | | |
| Insurance Waiver | 141,500.00 | 164,500.00 | 160,489.99 | 4,010.01 | | |
| <u>Public Safety Functions:</u> | | | | | | |
| Police Department | | | | | | |
| Salaries and Wages | 16,850,000.00 | 17,270,000.00 | 16,977,726.84 | 42,273.16 | \$ 250,000.00 | |
| Other Expenses | 178,200.00 | 178,200.00 | 162,331.89 | 15,868.11 | | |
| Red Light Camera | | | | | | |
| Other Expenses | 640,800.00 | 640,800.00 | 584,233.34 | 56,566.66 | | |
| Crossing Guards | | | | | | |
| Salaries and Wages | 305,000.00 | 305,000.00 | 301,378.45 | 621.55 | 3,000.00 | |
| Other Expenses | 10,000.00 | 10,000.00 | 10,000.00 | | | |
| Police Vehicles and Equipment | | | | | | |
| Other Expenses | 280,000.00 | 280,000.00 | 276,504.58 | 3,495.42 | | |
| Police Dispatch / 911 | | | | | | |
| Salaries and Wages | 1,213,600.00 | 1,223,600.00 | 1,215,475.11 | 3,124.89 | 5,000.00 | |
| Other Expenses | 500.00 | 500.00 | 250.00 | 250.00 | | |
| Special Police | | | | | | |
| Salaries and Wages | 132,000.00 | 122,000.00 | 107,851.77 | 4,148.23 | 10,000.00 | |
| Other Expenses | 10,000.00 | 10,000.00 | 6,631.00 | 3,369.00 | | |
| Office of Emergency Management | | | | | | |
| Salaries and Wages | 40,000.00 | 40,000.00 | 33,407.50 | 592.50 | 6,000.00 | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Appropriated | | Budget After | Paid or | Expended | Reserved | Unexpended |
|---|--------------|---------------------|--------------|--------------|------------|-------------|------------------|
| | Budget | Budget Modification | Modification | Charged | Charged | Charged | Balance Canceled |
| Municipal Prosecutor's Office | | | | | | | |
| Salaries and Wages | \$ 25,900.00 | \$ 25,900.00 | \$ 25,900.00 | \$ 21,104.75 | \$ 795.25 | \$ 4,000.00 | |
| Other Expenses | 56,700.00 | 56,700.00 | 56,700.00 | 50,900.00 | 5,800.00 | | |
| Public Works Functions: | | | | | | | |
| Streets and Road Maintenance | | | | | | | |
| Other Expenses | 1,052,000.00 | 928,785.00 | 928,785.00 | 926,559.68 | 2,225.32 | | |
| Bus Transportation | | | | | | | |
| Other Expenses | 200,000.00 | 200,000.00 | 200,000.00 | 170,349.77 | 29,650.23 | | |
| Solid Waste Collection | | | | | | | |
| Salaries and Wages | 3,944,256.00 | 3,969,256.00 | 3,969,256.00 | 3,669,252.08 | 100,003.92 | 200,000.00 | |
| Other Expenses | 65,600.00 | 65,600.00 | 65,600.00 | 65,013.75 | 586.25 | | |
| Building and Grounds | | | | | | | |
| Salaries and Wages | 412,700.00 | 502,700.00 | 502,700.00 | 479,772.05 | 2,927.95 | 20,000.00 | |
| Other Expenses | 590,545.00 | 590,545.00 | 590,545.00 | 578,867.99 | 11,677.01 | | |
| Hurricane Sandy Disaster Recovery | | | | | | | |
| Hurricane Sandy Disaster Recovery II | | | | | | | |
| Vehicle Maintenance | | | | | | | |
| Salaries and Wages | 726,000.00 | 706,000.00 | 706,000.00 | 677,030.07 | 3,969.93 | 25,000.00 | |
| Other Expenses | 900,000.00 | 950,000.00 | 950,000.00 | 948,951.47 | 1,048.53 | | |
| Community Services Act | 250,000.00 | 250,000.00 | 250,000.00 | | 250,000.00 | | |
| Health and Human Services Functions: | | | | | | | |
| Brick-MAC | | | | | | | |
| Salaries and Wages | | | | | | | |
| Environmental Commission | | | | | | | |
| Salaries and Wages | 2,140.00 | 4,165.00 | 4,165.00 | 1,629.18 | 2,535.82 | | |
| Other Expenses | 400.00 | 415.00 | 415.00 | 55.00 | 360.00 | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | <u>Budget</u> | <u>Appropriated</u> | <u>Budget After</u> | <u>Paid or</u> | <u>Expended</u> | <u>Reserved</u> | <u>Unexpended</u> |
|---|---------------|---------------------|---------------------|----------------|-----------------|-----------------|-------------------|
| | | <u>Modification</u> | <u>Charged</u> | | | | <u>Balance</u> |
| | | | | | | | <u>Canceled</u> |
| Animal Control Services | \$ 238,000.00 | \$ 238,200.00 | \$ 238,128.72 | \$ | | 71.28 | |
| Other Expenses | | | | | | | |
| Parks and Recreation Functions: | | | | | | | |
| Recreation Services and Programs | | | | | | | |
| Salaries and Wages | 542,300.00 | 542,300.00 | 528,243.25 | \$ 4,056.75 | \$ | 10,000.00 | |
| Other Expenses | 32,150.00 | 32,150.00 | 29,312.44 | 2,837.56 | | | |
| Maintenance of Parks | | | | | | | |
| Salaries and Wages | 997,900.00 | 1,167,900.00 | 1,167,102.61 | 797.39 | | | |
| Other Expenses | 104,050.00 | 104,050.00 | 86,413.55 | 17,636.45 | | | |
| Beach and Boardwalk Operations | | | | | | | |
| Salaries and Wages | 335,000.00 | 335,000.00 | 334,049.73 | 950.27 | | | |
| Other Expenses | 21,850.00 | 21,850.00 | 19,145.22 | 2,704.78 | | | |
| Senior Citizens | | | | | | | |
| Salaries and Wages | 130,600.00 | 130,600.00 | 130,541.38 | 58.62 | | | |
| Other Expenses | 53,265.00 | 53,265.00 | 51,579.95 | 1,685.05 | | | |
| Utility Expenses and Bulk Purchases: | | | | | | | |
| Street Lighting | 825,000.00 | 825,000.00 | 702,674.08 | 122,325.92 | | | |
| Telephone | 330,000.00 | 345,000.00 | 342,549.30 | 2,450.70 | | | |
| Water | 75,000.00 | 75,000.00 | 51,988.73 | 23,011.27 | | | |
| Natural Gas | 67,500.00 | 77,500.00 | 64,516.85 | 12,983.15 | | | |
| Telecommunications Costs | 90,000.00 | 90,000.00 | 89,112.06 | 887.94 | | | |
| Gasoline | 990,000.00 | 990,000.00 | 848,554.93 | 141,445.07 | | | |
| Electricity | 550,000.00 | 525,000.00 | 389,386.88 | 135,613.12 | | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Appropriated | | Expended | | Unexpended |
|--|-----------------|---------------------------|-----------------|--------------|------------------|
| | Budget | Budget After Modification | Paid or Charged | Reserved | Balance Canceled |
| <u>Landfill / Solid Waste Disposal Costs:</u> | | | | | |
| Solid Waste Disposal Costs | \$ 3,250,000.00 | \$ 3,250,000.00 | \$ 3,210,990.51 | \$ 39,009.49 | |
| Other Expenses | | | | | |
| Municipal Court | | | | | |
| Salaries and Wages | 736,700.00 | 781,700.00 | 776,124.50 | 575.50 | \$ 5,000.00 |
| Other Expenses | 16,100.00 | 16,100.00 | 14,630.74 | 1,469.26 | |
| Public Defender | | | | | |
| Salaries and Wages | 18,000.00 | 18,000.00 | 17,089.28 | 910.72 | |
| Other Expenses | 45,000.00 | 45,000.00 | 41,800.00 | 3,200.00 | |
| Uniform Construction Code - Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17): | | | | | |
| Uniform Construction Code | | | | | |
| Salaries and Wages | 498,200.00 | 448,200.00 | 405,909.51 | 2,290.49 | 40,000.00 |
| Other Expenses | 756,375.00 | 756,375.00 | 733,873.87 | 22,501.13 | |
| Unclassified: | | | | | |
| Accumulated Leave Compensation | | | | | |
| Other Expenses | 825,000.00 | | | | |
| Provision for Salary and Personnel Adjustments | | | | | |
| Salaries and Wages | 300,000.00 | | | | |
| Total Operations Within CAPS | 61,126,766.00 | 82,806,766.00 | 70,039,778.06 | 2,510,987.94 | 10,256,000.00 |
| Total Operations Including Contingent Within CAPS | 61,126,766.00 | 82,806,766.00 | 70,039,778.06 | 2,510,987.94 | 10,256,000.00 |
| Detail: | | | | | |
| Salaries and Wages | 32,263,526.00 | 32,808,526.00 | 31,872,386.93 | 195,139.07 | 741,000.00 |
| Other Expenses | 28,863,240.00 | 49,998,240.00 | 38,167,391.13 | 2,315,848.87 | 9,515,000.00 |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Appropriated | | Budget After Modification | Paid or Charged | Expended | | Unexpended Balance Canceled |
|--|---------------|----------|------------------------------|--------------------|----------|--------------|-----------------------------------|
| | Budget | | | | Charged | Reserved | |
| <u>Deferred Charges and Statutory Expenditures Within CAPS</u> | | | | | | | |
| Deferred Charges: | | | | | | | |
| Prior Years Bills | | | | | | | |
| Laurelbrook II 2011 | \$ | 3,319.56 | \$ | 3,319.56 | | | \$ |
| Mocean Hollow Metal Door | | 415.00 | \$ | 415.00 | | | 3,319.56 |
| Port Supply | | | | | | | |
| Boat Supply | | 87.94 | | 87.94 | | | |
| Statutory Expenditures: | | | | | | | |
| Contribution to: | | | | | | | |
| Public Employees' Retirement System | 1,553,953.00 | | 1,553,953.00 | 1,553,953.00 | | | |
| Social Security System (O.A.S.I.) | 2,525,000.00 | | 2,620,000.00 | 2,517,119.91 | \$ | 7,880.09 | 95,000.00 |
| Police and Firemen's Retirement System of NJ | 3,444,180.00 | | 3,444,180.00 | 3,444,180.00 | | | |
| Unemployment Insurance | | | | | | | |
| Defined Contribution Retirement Program | 15,000.00 | | 15,000.00 | 11,557.29 | | 3,442.71 | |
| Short Term Disability Insurance | 50,000.00 | | 50,000.00 | 18,360.56 | | 31,639.44 | |
| Deferred Charges and Statutory Expenditures Within CAPS | 7,591,955.50 | | 7,686,955.50 | 7,545,673.70 | | 42,962.24 | 98,319.56 |
| Total Appropriations Within CAPS | 68,718,721.50 | | 90,493,721.50 | 77,585,451.76 | | 2,553,950.18 | 10,354,319.56 |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Appropriated | | Budget After Modification | Paid or Charged | Expended | Reserved | Unexpended Balance Canceled |
|---|--------------|----|------------------------------|--------------------|----------|-----------|-----------------------------------|
| | Budget | | | | | | |
| <u>Operations Excluded from CAPS</u> | | | | | | | |
| Recycling Tax | \$ 98,783.00 | \$ | 98,783.00 | \$ 96,973.15 | \$ | 1,809.85 | |
| <u>Additional Appropriations Offset by Revenues:</u> | | | | | | | |
| Supplemental Fire District Payment | 26,051.00 | | 26,051.00 | 26,051.00 | | | |
| EMT Services | | | | | | | |
| Salaries and Wages | 880,000.00 | | 1,065,000.00 | 1,041,667.06 | | 3,332.94 | \$ 20,000.00 |
| Other Expenses | 206,750.00 | | 246,750.00 | 225,696.17 | | 21,053.83 | |
| <u>Public and Private Programs Offset by Revenues:</u> | | | | | | | |
| Traders Cove Marina National Boating Infrastructure Grant | | | | | | | |
| Green Acres Program - Traders Cove Marina Park | 150,038.55 | | 150,038.55 | 150,038.55 | | | |
| Clean Communities Program | 3,000.00 | | 3,000.00 | 3,000.00 | | | |
| Green Communities Grant-2013 | 60,000.00 | | 60,000.00 | 60,000.00 | | | |
| Safe and Secure Communities Program | | | | | | | |
| Ocean County Recycling Grant | | | 31,150.00 | 31,150.00 | | | |
| Emergency Management Agency Assistance Grant | 5,000.00 | | 5,000.00 | 5,000.00 | | | |
| Robin Hood Foundation Grant | 500,000.00 | | 500,000.00 | 500,000.00 | | | |
| Alcohol Education and Rehabilitation | 2,058.21 | | 2,058.21 | 2,058.21 | | | |
| Body Armor Replacement Grant | | | 15,341.46 | 15,341.46 | | | |
| COPS in Shops | | | 3,248.33 | 3,248.33 | | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | <u>Budget</u> | <u>Appropriated</u> <u>Budget After</u> <u>Modification</u> | <u>Paid or</u> <u>Charged</u> | <u>Expended</u> <u>Reserved</u> | <u>Unexpended</u> <u>Balance</u> <u>Canceled</u> |
|--|---------------------|---|----------------------------------|------------------------------------|--|
| Drunk Driving Enforcement Fund | | \$ 20,649.23 | \$ 20,649.23 | | |
| FEMA-Hurricane Sandy | | 1,404,402.76 | 1,404,402.76 | | |
| Bulletproof Vest Partnership Grant | \$ 15,210.00 | 26,207.58 | 26,207.58 | | |
| Edward Byrne Memorial Justice Assistance Grant | | 24,651.00 | 24,651.00 | | |
| Ocean County Tourism Advisory | 1,100.00 | 1,100.00 | 1,100.00 | | |
| Local Arts Block Grant | 2,500.00 | 2,500.00 | 2,500.00 | | |
| No Net Loss Forestation Grant | 36,900.00 | 711,900.00 | 711,900.00 | | |
| Senior Citizens Grant | 135,140.00 | 135,140.00 | 135,140.00 | | |
| Youth Corps Urban Gateway Enhancement Program | 32,000.00 | 32,000.00 | 32,000.00 | | |
| Homeland Security Grant | 5,552.00 | 5,552.00 | 5,552.00 | | |
| Federal Highway Safety Grant | 43,500.00 | 86,400.00 | 86,400.00 | | |
| Ocean County Pump Out Boat | 40,000.00 | 40,000.00 | 40,000.00 | | |
| Total Operations - Excluded From CAPS | 2,243,582.76 | 4,696,923.12 | 4,650,726.50 | \$ 26,196.62 | \$ 20,000.00 |
| Detail: | | | | | |
| Salaries and Wages | 880,000.00 | 1,065,000.00 | 1,041,667.06 | 3,332.94 | 20,000.00 |
| Other Expenses | 1,363,582.76 | 3,631,923.12 | 3,609,059.44 | 22,863.68 | |
| <u>Capital Improvements Excluded From CAPS</u> | | | | | |
| Capital Improvement Fund | 825,000.00 | 825,000.00 | 825,000.00 | | |
| NJDOT Safe Routes to Schools | 450,000.00 | 450,000.00 | 450,000.00 | | |
| Total Capital Improvements Excluded From CAPS | 1,275,000.00 | 1,275,000.00 | 1,275,000.00 | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | Budget | Appropriated Budget After Modification | Paid or Charged | Expended Charged | Reserved | Unexpended Balance Canceled |
|---|------------------|--|--------------------|---------------------|----------|-----------------------------------|
| <u>Municipal Debt Service Excluded from CAPS</u> | | | | | | |
| Payment of Bond Principal | \$ 7,614,913.00 | \$ 7,669,913.00 | \$ 7,669,913.00 | | | |
| Payment of Bond Anticipation Notes and Capital Notes | 196,622.00 | 196,622.00 | 196,622.00 | | | |
| Interest on Bonds | 3,391,220.00 | 3,336,220.00 | 3,318,909.23 | | | \$ 17,310.77 |
| Interest on Notes | 312,605.00 | 312,605.00 | 312,599.28 | | | 5.72 |
| Special Emergency Interest Hurricane Sandy | 100,000.00 | 100,000.00 | 93,053.29 | | | 6,946.71 |
| Special Emergency Note Interest (Acc. Contractual) | 5,986.00 | 5,986.00 | 5,985.00 | | | 1.00 |
| Capital Lease Obligations: | | | | | | |
| Principal | 13,475.00 | 13,475.00 | 13,472.27 | | | 2.73 |
| Interest | 2,415.00 | 2,415.00 | 2,413.78 | | | 1.22 |
| Total Municipal Debt Service Excluded from CAPS | 11,637,236.00 | 11,637,236.00 | 11,612,967.85 | | | 24,268.15 |
| <u>Deferred Charges Excluded from CAPS</u> | | | | | | |
| Special Emergency Authorizations - 5 Years (N.J.S. 40A:4-55.1 & 40A:4-55.13) | 4,620,000.00 | 4,620,000.00 | 4,620,000.00 | | | |
| Total General Appropriations Excluded from CAPS | 19,775,818.76 | 22,229,159.12 | 22,158,694.35 | \$ 26,196.62 | | 44,268.15 |
| Subtotal General Appropriations | 88,494,540.26 | 112,722,880.62 | 99,744,146.11 | 2,580,146.80 | | 10,398,587.71 |
| Reserve for Uncollected Taxes | 9,960,000.00 | 9,960,000.00 | 9,960,000.00 | | | |
| Total General Appropriations | \$ 98,454,540.26 | \$ 122,682,880.62 | \$ 109,704,146.11 | \$ 2,580,146.80 | | \$ 10,398,587.71 |
| Ref. | A-2 | A-3 | A-1/A-3 | A/A-1 | | |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2013

| | <u>Ref.</u> | <u>Budget After Modification</u> |
|--|-------------|--------------------------------------|
| Budget | A-2 | \$ 98,454,540.26 |
| Special Emergency Appropriation | A-1/A-8 | 22,000,000.00 |
| Added by N.J.S. 40A:4-87 | A-2 | <u>2,228,340.36</u> |
| | A-3 | <u>\$ 122,682,880.62</u> |
| | | |
| | | <u>Paid or Charged</u> |
| Disbursements | A-4 | \$ 82,717,832.84 |
| Reserve for Encumbrances | A-21 | 3,720,636.99 |
| Interfund - Federal and State Grant Fund | A-20 | 3,710,339.12 |
| Deferred Charge - Special Emergency | A-8 | 4,620,000.00 |
| Reserve for Hurricane Sandy | A-31 | 4,975,337.16 |
| Reserve for Uncollected Taxes | A-2 | <u>9,960,000.00</u> |
| | A-3 | <u>\$ 109,704,146.11</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

TRUST FUND
 COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

| | <u>Ref.</u> | <u>2013</u> | <u>2012</u> |
|--|-------------|------------------------|------------------------|
| ASSETS | | | |
| Animal Control Trust Fund: | | | |
| Cash | B-1 | \$ <u>105,786.87</u> | \$ <u>77,120.90</u> |
| | | <u>105,786.87</u> | <u>77,120.90</u> |
| Trust Other Fund: | | | |
| Cash | B-1 | 8,140,618.03 | 6,494,927.02 |
| Community Development Block Grant Receivable | B-2 | 320,856.58 | 271,212.81 |
| Interfund - Current Fund | B-3 | 46,167.74 | 46,115.53 |
| | | <u>8,507,642.35</u> | <u>6,812,255.36</u> |
| Open Space Trust Fund: | | | |
| Interfund - Current Fund | B-6 | <u>199,594.20</u> | <u>207,933.04</u> |
| | | <u>199,594.20</u> | <u>207,933.04</u> |
| | | <u>\$ 8,813,023.42</u> | <u>\$ 7,097,309.30</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

TRUST FUND
 COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

| | <u>Ref.</u> | <u>2013</u> | <u>2012</u> |
|---|-------------|------------------------|------------------------|
| LIABILITIES, RESERVES AND FUND BALANCE | | | |
| Animal Control Trust Fund: | | | |
| Due to State of New Jersey | B-5 | \$ 2.40 | \$ 40.80 |
| Prepaid License Fees | B-10 | 27,101.60 | 31,159.35 |
| Reserve for Animal Control Expenditures | B-4 | <u>78,682.87</u> | <u>45,920.75</u> |
| | | <u>105,786.87</u> | <u>77,120.90</u> |
| Trust Other Fund: | | | |
| Reserve for Community Development Block Grant Expenditures | B-8 | 320,134.97 | 270,914.93 |
| Various Reserves | B-9 | <u>8,187,507.38</u> | <u>6,541,340.43</u> |
| | | <u>8,507,642.35</u> | <u>6,812,255.36</u> |
| Open Space Trust Fund: | | | |
| Reserve for Open Space Expenditures | B-7 | <u>199,594.20</u> | <u>207,933.04</u> |
| | | <u>\$ 8,813,023.42</u> | <u>\$ 7,097,309.30</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

As of December 31,

| ASSETS | Ref. | 2013 | 2012 |
|--|------|--------------------------|--------------------------|
| Cash | C-2 | \$ 14,633,109.76 | \$ 28,764,442.13 |
| Interfund: | | | |
| Current Fund | C-4 | 5,430,043.42 | 10,880,462.79 |
| Grant Fund | C-5 | 725,523.57 | 1,882,123.94 |
| Deferred Charges to Future Taxation: | | | |
| Funded | C-7 | 96,692,079.19 | 105,131,501.01 |
| Unfunded | C-8 | <u>71,706,169.85</u> | <u>49,768,107.91</u> |
| | | <u>\$ 189,186,925.79</u> | <u>\$ 196,426,637.78</u> |
| LIABILITIES, RESERVES AND FUND BALANCE | | | |
| General Serial Bonds | C-9 | \$ 93,425,000.00 | \$ 101,435,000.00 |
| Bond Anticipation Notes | C-10 | 41,899,925.00 | 31,211,622.00 |
| Green Trust Loans Payable | C-11 | 2,052,919.04 | 2,351,334.34 |
| N.J. Environmental Infrastructure Trust Loan Payable | C-15 | 1,214,160.15 | 1,345,166.67 |
| Capital Improvement Fund | C-12 | 6,186.20 | 492,344.20 |
| Improvement Authorizations: | | | |
| Funded | C-13 | 2,795,207.64 | 7,587,545.15 |
| Unfunded | C-13 | 28,828,957.88 | 18,230,787.58 |
| Reserve for Encumbrances | C-14 | 16,956,248.39 | 29,751,508.47 |
| Reserve for Redevelopment Project | C-6 | 135,862.52 | |
| Reserve for Payment of Debt Service | C-16 | 42,911.97 | 1,842,911.97 |
| Fund Balance | C-1 | <u>1,829,547.00</u> | <u>2,178,417.40</u> |
| | | <u>\$ 189,186,925.79</u> | <u>\$ 196,426,637.78</u> |

There were bonds and notes authorized but not issued on December 31, 2013 of \$29,806,244.85
(Exhibit C-17)

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

| | <u>Ref.</u> | | |
|--|-------------|------------------|------------------------|
| Balance, December 31, 2012 | C | | \$ 2,178,417.40 |
| Increased by: | | | |
| Premium on Sale of Bond Anticipation Notes | C-4 | \$ 154,745.00 | |
| Premium on Sale of Bonds | C-4 | <u>11,384.60</u> | |
| | | | <u>166,129.60</u> |
| | | | 2,344,547.00 |
| Decreased by: | | | |
| Appropriated to Finance Improvement Authorizations | C-13 | | <u>515,000.00</u> |
| Balance, December 31, 2013 | C | | <u>\$ 1,829,547.00</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS
REGULATORY BASIS

As of December 31,

| | <u>Ref.</u> | <u>2013</u> | <u>2012</u> |
|-------------------------------------|-------------|-------------------------|-------------------------|
| General Fixed Assets: | | | |
| Land | D-1 | \$ 29,361,182.47 | \$ 29,361,182.47 |
| Buildings and Improvements | D-1 | 17,750,479.34 | 17,750,479.34 |
| Furniture, Fixtures and Equipment | D-1 | <u>23,348,624.76</u> | <u>22,509,775.38</u> |
| | | <u>\$ 70,460,286.57</u> | <u>\$ 69,621,437.19</u> |
| Investments in General Fixed Assets | D-1 | <u>\$ 70,460,286.57</u> | <u>\$ 69,621,437.19</u> |

The accompanying notes are an integral part of this statement.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 1 **REPORTING ENTITY**

This report includes the financial statements of the Township of Brick (the "Township"), within the County of Ocean, in the State of New Jersey, and reflects the activities of the municipality which is under the control of the Mayor and Township Council. The financial statements of the Board of Education, First Aid Organizations and Fire Districts are reported separately since their activities are administered by separate boards.

NOTE 2 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. **Description of Funds**

The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB has adopted accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United State of America ("GAAP"). The municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements.

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

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

Federal and State Grant Fund - accounts for receipts and disbursements of Federal and State grants.

Animal Control Trust Fund - animal license revenues and expenditures.

Trust Other Funds - receipts, custodianship, and disbursements of monies in accordance with the purpose for which each reserve was created.

Assessment Trust Fund - used to account for the financing of local improvements deemed to benefit the properties against which assessments are levied.

General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund. General bonds and notes payable are recorded in this fund and are offset by deferred charges to future taxation.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 2 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

General Fixed Assets Account Group - reflects estimated valuations of land, buildings and certain moveable fixed assets of the Township as discussed under the caption of "Basis of Accounting".

B. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from GAAP applicable to local governmental units. The more significant differences are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Budgets and Budgetary Accounting - the Township of Brick must adopt an annual budget in accordance with N.J.S.A. 40A:4-4 et al. N.J.S.A. 40A:4-5 which 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 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 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 the Local Finance Board.

Cash, Cash Equivalents 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 the 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 Township of Brick is required to deposit funds 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 governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 2 **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

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.

The Township considers highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

Property Taxes and Other Revenues - property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts. Property taxes are payable quarterly on the first day of February, May, August and November.

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

Expenditures - unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless cancelled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Encumbrances - contractual orders at December 31, are reported as expenditures through the establishment of a reserve for encumbrances. Encumbrances do not constitute expenditures under GAAP.

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

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Deferred Charges - the regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred, and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories, overexpenditures and emergency appropriations. Overexpenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Overexpenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the respective balance sheet. GAAP does not permit the deferral of overexpenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance. The status of deferred charges at December 31, 2013 is set forth in Note 8.

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

Property Acquired for Taxes - is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the general fixed assets account group at its market value.

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

Inventories of Supplies - the costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The inventories have offsetting reserve amounts.

Reserve for Sale of Municipal Assets - cash proceeds from the sale of Township owned property may be reserved until utilized as an item of anticipated revenue in a subsequent year budget. Year end balances of such proceeds would be reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of sales contracts become legally enforceable.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Leases - are not recorded at the lesser of the fair value of the leased property or the present value of the minimum lease payments. GAAP requires an amount equal to the lesser of the fair value of the leased property or the present value of the minimum lease payments to be recorded in General Fixed Assets Account Group and the long-term obligation be recorded as part of a General Long-Term Debt Account Group.

General Fixed Assets - property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized.

Accounting for Governmental Fixed Assets, as promulgated by Technical Accounting Directive No. 2 as issued by the Division of Local Government Services, differs in certain respects from accounting principles generally accepted in the United State of America. The following is a brief description of the provisions of the Directive.

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

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available except for land which is valued at estimated market value.

No depreciation on general fixed assets is recorded in the financial statements.

Fixed assets acquired through grants-in-aid or contributed capital are not accounted for separately.

Comparative Data - comparative total data for the various funds for the prior year has been presented in the accompanying Balance Sheets and Statement of Operations and Change in Fund Balance in order to provide an understanding of changes in the Township's financial position. However, Comparative Statements of Revenue and Statements of Expenditures have not been presented since this inclusion would make the statements unduly complex and difficult to read.

C. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Township presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basic Financial Statements (continued)

In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

NOTE 3 CASH, CASH EQUIVALENTS, AND INVESTMENTS

Deposits

At December 31, 2013, the Township's deposits had a carrying amount of \$59,085,965.71.

Custodial Credit Risk Related to Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholding, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

As of December 31, 2013, the Township's bank balances of \$62,518,935.47 were exposed to custodial credit risk as follows:

| | |
|-----------------|-------------------------|
| Insured: | |
| FDIC | \$ 500,000.00 |
| Collateralized: | |
| GUDPA | <u>62,018,935.47</u> |
| Total | \$ <u>62,518,935.47</u> |

Investments

At December 31, 2013, the Township had no investments.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 4 BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

At December 31, 2013, the Township had authorized but not issued bonds and notes as follows:

| | |
|----------------------|-------------------------|
| General Capital Fund | \$ <u>29,806,244.85</u> |
|----------------------|-------------------------|

NOTE 5 LONG-TERM DEBT

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The terms of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body.

As of December 31, 2013, the Township's long-term debt is as follows:

General Serial Bonds

| | |
|--|-----------------|
| \$9,505,000.00 2004A General Improvement Bonds due in one installment of \$1,070,000.00 in 2014 at an interest rate of 3.375%. | \$ 1,070,000.00 |
| \$6,385,000.00 2008 Refunding Bonds due in annual installments of \$1,315,000.00 to \$1,385,000.00 through 2015 at an interest rate of 5.000%. | 2,700,000.00 |
| \$32,881,000.00 2009A General Improvement Bonds due in annual installments of \$1,420,000.00 to \$2,400,000.00 through 2028 at interest rates ranging from 2.250% to 4.000%. | 27,660,000.00 |
| \$1,600,000.00 2009B General Improvement Bonds due in annual installments of \$60,000.00 to \$120,000.00 through 2029 at interest rates ranging from 4.000% to 5.300%. | 1,360,000.00 |

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 5 LONG-TERM DEBT (continued)

General Serial Bonds (continued)

| | |
|---|--------------------------------|
| \$5,940,000.00 2010B Refunding Bonds due in annual installments of \$1,175,000.00 to \$1,255,000.00 through 2016 at an interest rate of 2.000%. | \$ 3,640,000.00 |
| \$13,930,000.00 2010 General Improvement Bonds due in annual installments of \$835,000.00 to \$1,125,000.00 through 2025 at interest rates ranging from 3.000% to 4.250%. | 11,735,000.00 |
| \$13,955,000.00 2012 Refunding Bonds due in annual installments of \$125,000.00 to \$1,465,000.00 through 2025 at interest rates ranging from 3.000% to 5.000%. | 13,955,000.00 |
| \$28,655,000.00, 2012 General Improvement Bonds due in annual installments of \$1,435,000.00 to \$2,870,000.00 through 2024 at interest rates ranging from 2.000% to 4.000% | 27,220,000.00 |
| \$4,140,000.00, 2013 Pension Refunding Bonds due in annual statements of \$250,000.00 to \$610,000.00 through 2023 at interest rates ranging from 0.965% to 4.000% | <u>4,085,000.00</u> |
| | \$ <u>93,425,000.00</u> |

Annual debt service for principal and interest over the next five years and five-year increments thereafter for bonded debt issued and outstanding are as follows:

| <u>Year</u> | <u>General Capital Fund</u> | | <u>Total</u> |
|-------------|--------------------------------|--------------------------------|---------------------------------|
| | <u>Principal</u> | <u>Interest</u> | |
| 2014 | \$ 8,440,000.00 | \$ 3,136,708.04 | \$ 11,576,708.04 |
| 2015 | 8,185,000.00 | 2,901,583.04 | 11,086,583.04 |
| 2016 | 7,470,000.00 | 2,664,836.28 | 10,134,836.28 |
| 2017 | 6,445,000.00 | 2,459,111.28 | 8,904,111.28 |
| 2018 | 6,615,000.00 | 2,275,056.28 | 8,890,056.28 |
| 2019-2023 | 36,610,000.00 | 7,596,039.74 | 44,206,039.74 |
| 2024-2028 | 19,540,000.00 | 1,833,406.28 | 21,373,406.28 |
| 2029 | <u>120,000.00</u> | <u>6,360.00</u> | <u>126,360.00</u> |
| Total | \$ <u>93,425,000.00</u> | \$ <u>22,873,100.94</u> | \$ <u>116,298,100.94</u> |

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 5 LONG-TERM DEBT (continued)

Loans Payable

As of December 31, 2013, the Township's Green Trust Loans are as follows:

Green Trust Loans

| | |
|--|--------------|
| \$297,166.82 1996 loan due in semi-annual principal and interest installments of \$10,104.76 through 2016 at an interest rate of 2.000%. | \$ 49,042.79 |
| \$178,852.56 1997 loan due in semi-annual principal and interest installments of \$5,680.62 through 2017 at an interest rate of 2.000%. | 43,466.31 |
| \$297,117.21 2001 loan due in semi-annual principal and interest installments of \$9,237.85 through 2020 at an interest rate of 2.000%. | 120,126.23 |
| \$1,725,000.00 2001 loan due in semi-annual principal and interest installments of \$64,990.63 through 2016 at an interest rate of 2.000%. | 376,651.69 |
| \$194,500.00 2001 loan due in semi-annual principal and interest installments of \$6,047.32 through 2021 at an interest rate of 2.000%. | 83,846.34 |
| \$437,500.00 2001 loan due in semi-annual principal and interest installments of \$13,602.57 through 2021 at an interest rate of 2.000%. | 188,600.38 |
| \$50,000.00 2002 loan due in semi-annual principal and interest installments of \$1,554.58 through 2022 at an interest rate of 2.000%. | 24,192.76 |
| \$500,000.00 2002 loan due in semi-annual principal and interest installments of \$17,001.84 through 2020 at an interest rate of 2.000%. | 206,295.92 |
| \$285,600.00 loan due in semi-annual principal and interest installments of \$9,950.30 through 2022 at an interest rate of 2.000% | 154,849.00 |
| \$189,373.00 loan due in semi-annual principal and interest installments of \$4,855.72 through 2031 at an interest rate of 0.000%. | 169,950.20 |

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 5 LONG-TERM DEBT (continued)

Loans Payable (continued)

| | |
|--|------------------------|
| \$800,000.00 loan due in semi-annual principal and interest installments of \$41,025.64 through 2029 at an interest rate of 0.000% | \$ <u>635,897.42</u> |
| Total | \$ <u>2,052,919.04</u> |

Schedule of Annual Debt Service for Principal and Interest for the Green Trust Loan Payable, Over the Next Five Years and Five-Year Increments Thereafter

Green Trust Loans

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|------------------------|---------------------|------------------------|
| 2014 | \$ 303,393.60 | \$ 23,684.42 | \$ 327,078.02 |
| 2015 | 308,472.01 | 18,606.03 | 327,078.04 |
| 2016 | 303,547.70 | 13,425.52 | 316,973.22 |
| 2017 | 167,792.20 | 9,095.02 | 176,887.22 |
| 2018 | 158,726.97 | 6,799.01 | 165,525.98 |
| 2019-2023 | 512,509.74 | 7,916.14 | 520,425.88 |
| 2024-2028 | 253,685.40 | - | 253,685.40 |
| 2029-2031 | <u>44,791.42</u> | <u>-</u> | <u>44,791.42</u> |
| Total | \$ <u>2,052,919.04</u> | \$ <u>79,526.14</u> | \$ <u>2,132,445.18</u> |

Lease/Purchase Agreements

The Township has entered into a lease/purchase agreement with Morris County Improvement Authority for a salt shed. The Township adopted an ordinance on August 8, 2006, entering into a capital equipment lease with the Morris County Improvement Authority. The amount of the lease was \$130,650.00, with an interest rate of 4.34%, and the final payment to be made on August 15, 2016. During the year ended December 31, 2013, the Township made lease payments in the amount of \$15,886.05. The following is a schedule of the future minimum lease payments under this capital lease and the present value of the net minimum lease payments at December 31, 2013:

| <u>Year</u> | <u>Total Minimum Lease Payments</u> | <u>Amount Representing Interest</u> | <u>Present Value of Future Minimum Lease Payment</u> |
|-------------|-------------------------------------|-------------------------------------|--|
| 2014 | \$ 15,593.70 | \$ 1,829.08 | \$ 13,764.62 |
| 2015 | 15,295.01 | 1,231.70 | 14,063.31 |
| 2016 | <u>14,938.19</u> | <u>621.36</u> | <u>14,316.83</u> |
| | \$ <u>45,826.90</u> | \$ <u>3,682.14</u> | \$ <u>42,144.76</u> |

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 5 LONG-TERM DEBT (continued)

New Jersey Environmental Infrastructure Trust

The Township, during 2001, entered into a loan agreement with the State of New Jersey Department of Environmental Protection, pursuant to the 2001 New Jersey Environmental Infrastructure Trust Financing Program. The loan consists of two agreements, a Trust Loan Agreement of \$1,255,000.00 to be repaid over a twenty year period at interest rates ranging from 4.00% to 5.50%, and a Fund Loan Agreement of \$1,318,862.00 to be repaid over a twenty year period at no interest. The proceeds of the loans were to fund land acquisitions. The Schedule below reflects a combined principal and interest payment for the Trust Loan and Fund Loan. The schedule below reflects debt service for the remainder of the loan:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|------------------------|----------------------|------------------------|
| 2014 | \$ 136,930.14 | \$ 33,262.50 | \$ 170,192.64 |
| 2015 | 142,902.38 | 29,762.50 | 172,664.88 |
| 2016 | 148,712.58 | 26,012.50 | 174,725.08 |
| 2017 | 146,119.95 | 22,012.50 | 168,132.45 |
| 2018 | 151,768.11 | 18,012.50 | 169,780.61 |
| 2019-2021 | <u>487,726.99</u> | <u>27,775.00</u> | <u>515,501.99</u> |
| Total | \$ <u>1,214,160.15</u> | \$ <u>156,837.50</u> | \$ <u>1,370,997.65</u> |

Changes in Outstanding Debt

Transactions for the year ended December 31, 2013 are summarized as follows:

| | Balance Dec. 31, 2012 | <u>Additions</u> | <u>Deductions</u> | Balance Dec. 31, 2013 |
|-----------------------------|-----------------------------|------------------------|-------------------------|-----------------------------|
| <u>General Capital Fund</u> | | | | |
| Serial Bonds | \$ 101,435,000.00 | \$ 4,140,000.00 | \$ 12,150,000.00 | \$ 93,425,000.00 |
| Loans | <u>3,696,501.01</u> | <u>-</u> | <u>429,421.82</u> | <u>3,267,079.19</u> |
| Total | \$ <u>105,131,501.01</u> | \$ <u>4,140,000.00</u> | \$ <u>12,588,426.82</u> | \$ <u>96,692,079.19</u> |

Borrowing Power

New Jersey statutes limit the debt of a municipality to 3.500% of the average of the last three preceding years equalized valuations of the taxable real estate and improvements. The Township's statutory net debt at December 31, 2013 was 1.503%. The Township's remaining borrowing power is 1.997%.

The summary of municipal debt for the last three years and the calculation of statutory net debt is presented in the Supplementary Data section of this report.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 6 SHORT TERM DEBT

Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuing of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note.

On December 31, 2013, the Township's outstanding bond anticipation notes were as follows:

| <u>General Capital Fund</u> | <u>Date of Issue</u> | <u>Date of Maturity</u> | <u>Amount</u> | <u>Interest Rate</u> |
|--|--------------------------|-----------------------------|-------------------------|--------------------------|
| Acquisition of Land and Other Related Expenses | 09-26-13 | 09-26-14 | \$ 559,030.00 | 1.500% |
| Financing of Certain Improvements within a Duly Designated Redevelopment Area | 07-24-13 | 01-23-14 | 31,015,000.00 | 1.000% |
| Various capitol improvements, Acquisition of various Equipment, and Road Improvements | 09-26-13 | 09-26-14 | <u>10,325,895.00</u> | 1.500% |
| Total | | | <u>\$ 41,899,925.00</u> | |

Special Emergency Notes

The Township issues special emergency notes to fund special emergency appropriations. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid within three to five years depending on the type of special emergency.

On December 31, 2013, the Township's outstanding special emergency notes were as follows:

| <u>Special Emergency Authorization</u> | <u>Date of Issue</u> | <u>Date of Maturity</u> | <u>Amount</u> | <u>Interest Rate</u> |
|--|--------------------------|-----------------------------|-------------------------|--------------------------|
| Severance Liabilities | 09-26-13 | 09-26-14 | \$ 360,000.00 | 1.33% |
| Hurricane Sandy | 12-19-13 | 12-19-14 | <u>13,410,000.00</u> | 2.00% |
| | | | <u>\$ 13,770,000.00</u> | |

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 6 SHORT TERM DEBT (continued)

| <u>Changes in Short Term Debt</u> | | | | |
|-----------------------------------|---------------------------------------|-------------------------|------------------------|--|
| | <u>Balance</u> <u>Dec 31, 2012</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance</u> <u>Dec. 31, 2013</u> |
| Bond Anticipation Notes | \$ 31,211,622.00 | \$ 10,884,925.00 | \$ 196,622.00 | \$ 41,899,925.00 |
| Special Emergency Notes | <u>7,945,000.00</u> | <u>13,650,000.00</u> | <u>7,825,000.00</u> | <u>13,770,000.00</u> |
| | <u>\$ 39,156,622.00</u> | <u>\$ 24,534,925.00</u> | <u>\$ 8,021,622.00</u> | <u>\$ 55,669,925.00</u> |

NOTE 7 DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED

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

NOTE 8 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

As noted in Note 2, certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2013, the following deferred charges are shown on the balance sheets of the various funds:

| | <u>Balance</u> <u>Dec. 31, 2013</u> | <u>2014 Budget</u> <u>Appropriation</u> | <u>Balance to</u> <u>Succeeding Budgets</u> |
|-----------------------------------|--|--|--|
| Current Fund: | | | |
| Special Emergency Authorizations: | | | |
| Severance Liabilities | \$ 360,000.00 | \$ 120,000.00 | \$ 240,000.00 |
| Hurricane Sandy | <u>15,465,000.00</u> | <u>3,525,000.00</u> | <u>11,940,000.00</u> |
| | <u>\$ 15,825,000.00</u> | <u>\$ 3,645,000.00</u> | <u>\$ 12,180,000.00</u> |

The 2014 budget appropriation shown above are as required by statute.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 9 TAXES COLLECTED IN ADVANCE

Taxes collected in advance set forth as cash liabilities in the financial statements, are as follows:

| | <u>Balance December 31,</u> | |
|---------------|-----------------------------|----------------|
| | <u>2013</u> | <u>2012</u> |
| Prepaid Taxes | \$3,021,464.93 | \$1,118,095.62 |

NOTE 10 ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1st in each year and filed with the County Board of Taxation (“Board”) by January 10th of the following year. Upon the filing of certified adopted budgets by the Township, Local School District and County, the tax rate is struck by the Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 20th, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector (“Collector”) on or before June 3rd. Tax bills are prepared then mailed by the Collector of the Township annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year. In addition the property owner receives a preliminary bill for the succeeding year based on one half of the prior year’s tax. The preliminary payments are due and payable on February 1st and May 1st. The N.J. Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% or 18% of the amount delinquent. If taxes are delinquent as of the eleventh day of the eleventh month of the fiscal year, the delinquent amount is subject to “Tax Sale” which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 11 LOCAL SCHOOL DISTRICT TAXES

Local District School Taxes have been raised and liabilities deferred. Section 13 of P.L. 1991, C. 63 provides that any municipality that levies school taxes on a school year basis may defer from the municipal purposes tax levy 50% (fifty percent) of the levy. The amounts so deferred shall be regarded as fund balance and shall be used to offset the local property tax levy for Local purposes. At year end, taxes due consisted of the following:

| | Local District School Tax Balance December 31 | |
|----------------|--|----------------------|
| | <u>2013</u> | <u>2012</u> |
| Balance of Tax | \$ 48,101,765.57 | \$ 48,724,790.57 |
| Deferred | <u>48,101,765.57</u> | <u>48,719,726.50</u> |
| Taxes Payable | <u>\$ -</u> | <u>\$ 5,064.07</u> |

NOTE 12 FUND BALANCES APPROPRIATED

Fund balance at December 31, 2013 which was appropriated and included as anticipated revenue in the 2014 municipal budget for the year ending December 31, 2014 is \$ 7,077,650.00.

NOTE 13 PENSION PLANS

Public Employee's Retirement System and Police and Firemen's Retirement System

The Township of Brick contributes to the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), cost-sharing multiple-employer defined benefit pension plans administered by the Division of Pensions in the Department of the Treasury, State of New Jersey. The plans provide retirement, death, disability benefits and medical benefits to certain qualifying plan members and beneficiaries. The Public Employees' Retirement System was established January 1, 1955 under the provisions of N.J.S.A. 43:15A. The Police and Firemen's Retirement System was established July 1, 1944 under the provisions of N.J.S.A. 43:16A. The Public Employees' Retirement System and the Police and Firemen's Retirement System issue publicly available financial reports that include financial statements and required supplementary information. These reports may be obtained by writing to the State of New Jersey, Division of Pensions.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 13 PENSION PLANS (continued)

Funding Policy

Employee contributions are currently 6.78% and 10% of their base wages for PERS and PFRS, respectively. Employer's contributions are actuarially determined annually by the Division of Pensions. Township contributions to the plan for the past three (3) years are as follows:

| <u>Year</u> | <u>PERS</u> | <u>PFRS</u> |
|-------------|-----------------|-----------------|
| 2011 | \$ 1,492,820.45 | \$ 3,645,511.92 |
| 2012 | 1,576,322.00 | 3,237,890.00 |
| 2013 | 1,553,953.00 | 3,444,180.00 |

All contributions were equal to the required contributions for each of the three years, respectively.

Under the provisions of Chapter 78, P.L. 2011, employee pension contribution rates for PERS members increased effective July 1, 2013 from 6.64% to 6.78%. The contribution rate will increase by 0.14% each year on July 1 until the rate reaches 7.50% in July 2018.

NOTE 14 DEFERRED COMPENSATION PLAN

The Township of Brick offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq., and the Internal Revenue Code, Section 457. The plan, available to all municipal employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the Plan, all property and rights purchased with the amounts, and all income attributable to these amounts are for the exclusive benefit of the Plan participants and their beneficiaries and the assets cannot be diverted to any other purpose. The Township serves as Trustee under the Plan.

NOTE 15 DEFINED CONTRIBUTION RETIREMENT PROGRAM

The Defined Contribution Retirement Program ("DCRP") was established on July 1, 2007 for certain public employees under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. The program provides eligible members, with a minimum base salary of \$5,000 or more, with a tax-sheltered, defined contribution retirement benefit, in addition to life insurance and disability coverage. The DCRP is jointly administered by the Division of Pensions and Benefits and Prudential Financial.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 15 DEFINED CONTRIBUTION RETIREMENT PROGRAM (continued)

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

The law required that 3 classes of employees enroll in the DCRP, detailed as follows:

- All elected officials taking office on or after July 1, 2007, except that a person who is re-elected to an elected office held prior to that date without a break in service may remain in the PERS.
- A Governor appointee with the advice and consent of the Legislature or who serves at the pleasure of the Governor only during that Governor's term of office.
- Other employees commencing service after July 1, 2007, pursuant to an appointment by an elected official or elected governing body which include the statutory untenured chief administrative officer such as the Business Administrator, County Administrator or Municipal or County Manager, Department Heads, Legal Counsel, Municipal or County Engineer, Municipal Prosecutor and the Municipal Court Judge.

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

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

NOTE 16 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS ("OPEB")

Plan Description

The Township administers a single-employer defined benefit healthcare plan. The plan provides medical, prescription drug, dental and vision benefits to eligible retirees. Benefit provisions are established through collective bargaining agreements and other Township agreements. The Township does not issue a separate financial report for the retiree healthcare plan.

Membership of the plan consisted of 215 retirees receiving benefits and 361 active plan members at January 1, 2012, the date of the latest actuarial valuation.

Contribution requirements are established through collective bargaining agreements and other Township agreements, and may be amended only through negotiations between the Township and the unions or for non-union employees pursuant to employment policies adopted by the Township.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 16 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

Eligibility requirements are as follows:

Township: Eligible for medical and pharmacy coverage upon retirement from active service after completing 25 years of service in the New Jersey Public Employees Retirement System. Eligible for medical and pharmacy coverage upon disability retirement or death while in active service after completing 10 years of service. Not eligible for dental and vision benefits.

Police: Eligible for all coverage upon retirement from active service after completing 25 years of service in the New Jersey Police and Fire Retirement System. Eligible for all coverages upon disability retirement or death while in active service after completing 10 years of service.

Duration of Healthcare Benefits

Township: Retiree coverage continues for the life of the retiree. Spouse and surviving spouse coverage continues for the life of the spouse. Dependent child coverage continues until age 26 for full-time students.

Police: Retiree coverage continues for the life of the retiree. Spouse and surviving spouse coverage continues for the life of the spouse. Dependent child coverage continues until age 26 for full-time students.

Participant Contributions for Healthcare Coverage

Township: None.

Police: None.

Medicare Part B Reimbursement

Township: Retirees and spouses can receive reimbursement for Medicare Part B expenses upon application to the Township.

Police: Retirees and spouses can receive reimbursement for Medicare Part B expenses upon application to the Township.

Medicare Part B reimbursement is not available to members who retire due to disability.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 16 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

Funding Policy

The Township’s funding policy is pay-as-you-go.

Annual OPEB Cost and Net OPEB Obligation

The Township’s annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (“ARC”), an amount actuarially-determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period of 30 years. The following table shows the components of the Township’s annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the Township’s net OPEB obligation:

| | 2013 |
|---|----------------------|
| Annual Required Contribution | \$ 18,981,985 |
| Interest on Net OPEB Obligation | 2,470,266 |
| Amortization of Gain or Loss | <u>(1,190,434)</u> |
| Annual OPEB cost | 20,261,817 |
| Township Contribution | <u>(5,149,228)</u> |
| | 15,112,589 |
| Net OPEB Obligation - Beginning of Year | <u>61,756,663</u> |
| Net OPEB Obligation - End of Year | \$ <u>76,869,252</u> |

The Township’s annual OPEB Cost Summary is as follows:

| Fiscal Year Ended | Annual OPEB Cost | Percentage of Annual OPEB Cost Contributed | Net OPEB Obligation |
|----------------------|---------------------|--|------------------------|
| 12/31/13 | \$ 20,261,817 | 25.4% | \$ 76,869,252 |
| 12/31/12 | 18,920,222 | 25.8 | 61,756,663 |
| 12/31/11 | 21,419,360 | 16.7 | 47,709,001 |

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 16 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (contintued)

Funded Status and Funding Progress

The funded status of the Plan was as follows (\$ thousands):

| Valuation Date | Actuarial Value of Plan Assets | Actuarial Liability-Projected Unit Credit | Unfunded Actuarial Liability | Funded Ratio | Covered Payroll* | Unfunded Actuarial Liability as % of Covered Payroll |
|----------------|--------------------------------|---|------------------------------|--------------|------------------|--|
| 01/01/13 | \$ 0 | \$ 222,812 | \$ 222,812 | 0% | \$ 30,540 | 729.6% |
| 01/01/12 | 0 | 213,385 | 213,385 | 0 | 29,405 | 725.7 |
| 01/01/11 | 0 | 220,818 | 220,818 | 0 | 27,701 | 797.1 |

* Covered payroll based on salary provided by the Township on the active census.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations.

In the January 1, 2012 actuarial valuation, which was utilized for the bi-annual period ended December 31, 2012, the projected unit credit cost method was used. The actuarial assumptions included an annual healthcare cost trend rate as follows:

Discount Rate: 4.0% per annum, compounded annually.

**TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013**

NOTE 16 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)

Health Cost Trend: Healthcare costs are assumed to increase as shown in the following table (selected years shown):

| <u>Fiscal Year Ending December 31</u> | <u>Increase in Health Cost over Prior Year</u> |
|---|--|
| 2014 | 9.00% |
| 2015 | 9.00 |
| 2022 & later | 5.00 |

Dental and vision costs are assumed to increase 4.0% annually.

The initial unfunded accrued liability (UAL) was amortized over 30 years on a level dollar closed basis. Amortization method for the current valuation changed to thirty year level dollar amortization on an open basis.

NOTE 17 INTERFUND BALANCES

The composition of interfund balances as of December 31, 2013 is as follows:

| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
|--|---|--|
| Current Fund | Federal and State Grant Fund | \$ <u>395,810.54</u> <u>395,810.54</u> |
| General Capital Fund General Capital Fund | Current Fund Federal and State Grant Fund | 5,430,043.42 <u>725,523.57</u> <u>6,155,566.99</u> |
| Open Space Trust Fund | Current Fund | <u>199,594.20</u> |
| Trust Other Fund | Current Fund | <u>46,167.74</u> |
| | | <u>\$ 6,797,139.47</u> |

All balances resulted from the time lag between the dates that (1) reimbursable expenditures occur, (2) revenues/receipts are collected, and (3) payments between funds are made.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 18 INTERFUND TRANSFERS

| <u>Transfer In</u> | <u>Transfer Out</u> | <u>Amount</u> |
|------------------------------|------------------------------|-----------------|
| General Capital Fund | Current Fund | \$ 5,450,419.37 |
| Federal and State Grant Fund | Current Fund | 450,921.56 |
| Current Fund | Trust Other Fund | 52.21 |
| Open Space Trust Fund | Current Fund | 8,338.84 |
| General Capital Fund | Federal and State Grant Fund | 1,156,600.37 |

Transfers are primarily used to move funds from the Current Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations or requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

NOTE 19 FIXED ASSETS

Fixed asset activity of the year ended December 31, 2013 was as follows:

| | <u>Balance</u> <u>Dec. 31, 2012</u> | | <u>Additions</u> | | <u>Disposals</u> | | <u>Balance</u> <u>Dec. 31, 2013</u> |
|--------------------------------------|--|----|---------------------|----|---------------------|----|--|
| Land | \$ 29,361,182.47 | \$ | - | \$ | - | \$ | 29,361,182.47 |
| Buildings and Improvements | 17,750,479.34 | | - | | - | | 17,750,479.34 |
| Furniture, Fixtures and Equipment | <u>22,509,775.38</u> | | <u>2,417,063.38</u> | | <u>1,578,214.00</u> | | <u>23,348,624.76</u> |
| | <u>\$ 69,621,437.19</u> | \$ | <u>2,417,063.36</u> | \$ | <u>1,578,214.00</u> | \$ | <u>70,460,286.57</u> |

NOTE 20 RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omission; injuries to employees; and natural disaster. The Township is a member of the Ocean County Municipal Joint Insurance Fund. The joint insurance pool is both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The Joint Insurance Fund will be self-sustaining through member premiums. The Joint Insurance Fund participates in the Municipal Excess Liability Program which has a contract for excess liability insurance for property. The Joint Insurance Fund also purchased an excess faithful performance and employee dishonesty bond.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 21 CONTINGENCIES

A. Accrued Sick and Vacation Time - Unaudited

As discussed in Note 2 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation and sick pay. The Township permits certain employees within limits to accumulate unused vacation and sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. The Township estimated current cost of such unpaid compensation would approximate \$7,422,533.00 at December 31, 2013. In accordance with New Jersey accounting principles, this amount is not reported as an expenditure or liability in the accompanying financial statements.

B. Unemployment Compensation Insurance

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Township has elected to provide a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2013 was \$777,170.72.

C. Litigation

The Township is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, Township Officials, based upon the opinion of the Township's Counsel, presently believe that the outcome of each such proceeding or claim which is pending or known to be threatened, or all of them combined, will not have a material adverse effect on the Township's financial position or adversely affect the Township's ability to levy, collect, and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

D. Federal and State Grants

The Township receives financial assistance from the U.S. government and the State of New Jersey in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require payment to the grantor agency. As of December 31, 2013, the Township estimates that no material liabilities will result from such audits.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 21 CONTINGENCIES (continued)

E. Community Disaster Loan

During the year ending December 31, 2013, the Township realized \$5,000,000 as revenue in the Current Fund from the Community Disaster Loan received from the United States Department of Homeland Security, Federal Emergency Management Agency. In accordance with directives from the Division of Local Government Services, State of New Jersey, the loan was realized as revenue in 2013.

The Community Disaster Loan Program is administered by the United States Department of Homeland Security, Federal Emergency Management Agency. Loans are made to local governments in designated major disaster areas. As a result of Superstorm Sandy the Township was designated a major disaster area.

In accordance with federal guidelines the loan will be forgiven if certain revenue criteria are met in future years. If the criteria are not met the loan will have to be established on the Current Fund balance sheet of the Township.

Municipalities in the State of New Jersey report under the regulations promulgated by the State of New Jersey. As of the date of this report there has been no determination as to how the loan will be established on the balance sheet. It may be established as a reduction of fund balance or another method may be utilized such as establishing a deferred charge with an offsetting loan payable.

NOTE 22 SUBSEQUENT EVENTS

On April 1, 2014, the Township adopted an ordinance amending Bond Ordinance #27-13, providing for an additional purpose and increasing the authorization, appropriation and section 2:20 costs. The amending ordinance appropriates an additional \$225,000.00 and is funded by \$11,250.00 from the capital improvement fund and debt authorized in the amount of \$213,750.

On April 1, 2014, in conjunction with the above mentioned ordinance, the Township amended Bond Ordinance #29-13, reducing the authorization by \$225,000.00, reducing the capital improvement fund authorization by \$11,250.00 and reducing debt authorized in the amount of \$213,750.00.

On July 22, 2014, the Township adopted a capital ordinance appropriating \$4,115,550 for various capital improvements and other related expenses in and for the Township. The ordinance is funded by \$205,778 from the capital improvement fund and debt authorized in the amount of \$3,909,772.

TOWNSHIP OF BRICK
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2013

NOTE 22 **SUBSEQUENT EVENTS**

On July 22, 2014, the Township adopted a capital ordinance appropriating \$917,500 for the acquisition of various information technology and related expenses in and for the Township. The ordinance is funded by \$45,875 from the capital improvement fund and debt authorized in the amount of \$871,625.

On July 22, 2014, the Township adopted a capital ordinance appropriating \$642,000 providing for various capital improvements and other related expenses in and for the Township. The ordinance is funded by \$32,100 from the capital improvement fund and debt authorized in the amount of \$609,900.

On July 22, 2014, the Township adopted a capital ordinance appropriating \$3,124,950 providing for various capital improvements and other related expenses in and for the Township. The ordinance is funded by \$156,247 from the capital improvement fund and debt authorized in the amount of \$2,968,703.

The Township has evaluated subsequent events occurring after December 31, 2013 through the date of September 11, 2014, which is the date the financial statements were available to be issued.

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - TREASURER

| | <u>Ref.</u> | | |
|---|-------------|-----------------------|-------------------------|
| Balance, December 31, 2012 | A | | \$ 33,253,477.43 |
| Increased by Receipts: | | | |
| Taxes Receivable | A-6 | \$ 208,706,254.83 | |
| Tax Title Liens | A-7 | 4,742.49 | |
| State of New Jersey (Ch. 20, P.L. 1971) | A-11 | 1,095,700.21 | |
| Revenue Accounts Receivable | A-10 | 22,325,376.60 | |
| Prepaid Taxes | A-13 | 3,004,563.73 | |
| Tax Overpayments | A-14 | 507,258.66 | |
| Non-Budget Revenues | A-2 | 1,974,235.01 | |
| Special Emergency Notes | A-29 | 13,650,000.00 | |
| Payroll Deductions Payable | A-32 | 44,289,394.82 | |
| Interfunds | A-20 | 2,160,059.98 | |
| DCA Surcharge | A-19 | 81,090.00 | |
| Marriage License Fees | A-18 | 9,125.00 | |
| Reserve for FEMA | A-33 | 3,021,403.84 | |
| Due to State of New Jersey - Burial Permits | A | 30.00 | |
| | | <u>300,829,235.17</u> | |
| | | | 334,082,712.60 |
| Decreased by Disbursements: | | | |
| Change Fund | A-5 | 1,825.00 | |
| 2013 Budget Appropriations | A-3 | 82,717,832.84 | |
| 2012 Appropriation Reserves | A-12 | 5,087,075.68 | |
| Prior Year Revenue Refunded | A-1 | 43,883.53 | |
| Payroll Deductions Payable | A-32 | 44,555,633.73 | |
| Interfunds | A-20 | 9,091,578.89 | |
| Tax Overpayments | A-14 | 1,318,653.64 | |
| County Taxes Payable | A-15 | 42,294,031.53 | |
| Local School District Tax | A-16 | 98,930,573.00 | |
| Special District Taxes Payable | A-17 | 4,730,630.00 | |
| Special Emergency Notes | A-29 | 7,825,000.00 | |
| Marriage License Fees | A-18 | 8,750.00 | |
| DCA Surcharge | A-19 | 70,947.00 | |
| Accounts Payable | A-22 | 10,361.25 | |
| Reserve for Hurricane Sandy | A-31 | 1,192,666.06 | |
| Due to State of New Jersey - Burial Permits | A | 20.00 | |
| | | <u>297,879,462.15</u> | |
| Balance, December 31, 2013 | A | | <u>\$ 36,203,250.45</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF CASH - CHANGE FUND

| | <u>Ref.</u> | | |
|---------------------------|-------------|----|------------------------|
| Balance December 31, 2012 | A | \$ | 1,375.00 |
| Increased by | | | |
| Cash Receipts | A-4 | | <u>1,825.00</u> |
| Balance December 31, 2013 | A | \$ | <u><u>3,200.00</u></u> |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

| Year | Balance Dec. 31, 2012 | Added in 2013 | 2013 Levy | 2012 | 2013 | Tax Overpayments Applied | Transferred to Tax Title Liens | Chapter 20, P.L. 1971 Senior Citizens and Veterans | Canceled, Remitted or Abated | Balance Dec. 31, 2012 |
|------|--------------------------|------------------|-----------|----------------|--------|--------------------------------|--------------------------------------|--|------------------------------------|--------------------------|
| 2003 | \$ 29.81 | | | | | | | | | 29.81 |
| 2004 | 388.11 | | | | | | | | | 388.11 |
| 2005 | 1,930.86 | | | | 250.00 | | | | | 1,930.86 |
| 2006 | 7,933.74 | | \$ | 1,163.92 | | | | | | 7,683.74 |
| 2007 | 1,309.75 | | | 3,285.01 | | | | | | 145.83 |
| 2008 | 8,192.85 | | | 6,274.59 | | | | | | 4,907.84 |
| 2009 | 7,401.56 | | | 7,210.16 | | | | | | 1,126.97 |
| 2010 | 15,304.21 | \$ 12,129.94 | | 22,302.40 | | | | | | 20,223.99 |
| 2011 | 39,400.23 | 12,209.27 | | 3,474,677.91 | | | | | | 17,097.83 |
| 2012 | 3,482,131.12 | 24,339.21 | | 3,515,163.99 | | | | | | 38,975.82 |
| | 3,564,022.24 | | \$ | 205,191,090.84 | | \$ | 19,627.80 | 15,789.67 | | 92,510.80 |
| 2013 | 3,564,022.24 | 24,339.21 | \$ | 1,118,095.62 | | \$ | 19,627.80 | 15,789.67 | | 3,029,399.44 |
| | | | \$ | 1,118,095.62 | | \$ | 56,126.21 | 799,243.08 | | 3,121,910.24 |
| | | | \$ | 208,706,254.83 | | \$ | 75,754.01 | 815,032.75 | | |
| Ref. | A | | A-6 | A-13 | A-4 | A-14 | A-7 | A-11 | | A |

Analysis of 2013 Property Tax Levy

| | | | | | | | | | | |
|--|--|--|------|----------------|---------------|--|--|--|-------------------|-------------------|
| Tax Yield: | | | | | | | | | | |
| General Purpose Tax | | | \$ | 206,587,460.79 | | | | | | |
| Special District Taxes | | | | 4,787,324.04 | | | | | | |
| Added and Omitted Tax | | | | 230,634.84 | | | | | | |
| | | | | | | | | | \$ 211,605,419.67 | |
| Tax Levy: | | | A-6 | | | | | | | |
| Local District School Tax | | | A-16 | \$ | 98,307,548.00 | | | | | |
| County Taxes: | | | | | | | | | | |
| County Tax | | | A-15 | \$ | 35,401,721.79 | | | | | |
| County Library Tax | | | A-15 | 4,062,973.59 | | | | | | |
| County Health Tax | | | A-15 | 1,470,127.28 | | | | | | |
| County Open Space Tax | | | A-15 | 1,305,216.93 | | | | | | |
| Due County for Added and Omitted Taxes | | | A-15 | 48,770.99 | | | | | | |
| Total County Taxes | | | | 42,288,810.58 | | | | | | |
| Special District Taxes: | | | | | | | | | | |
| Fire District No. 1 (Amount Certified) | | | A-17 | 2,139,000.00 | | | | | | |
| Fire District No. 2 (Amount Certified) | | | A-17 | 1,585,000.00 | | | | | | |
| Fire District No. 3 (Amount Certified) | | | A-17 | 1,006,630.00 | | | | | | |
| | | | | | | | | | 4,730,630.00 | |
| Municipal Open Space Tax | | | | 1,020,263.00 | | | | | | |
| Due Municipal Open Space for Added and Omitted Taxes | | | A-20 | 1,174.85 | | | | | | |
| | | | | | | | | | 1,021,437.85 | |
| Local Tax for Municipal Purposes | | | A-2 | 64,918,893.32 | | | | | | |
| Add: Additional Tax Levied | | | | 338,099.92 | | | | | | |
| | | | | | | | | | 65,256,993.24 | |
| | | | A-6 | | | | | | | \$ 211,605,419.67 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

| | <u>Ref.</u> | | |
|--------------------------------|-------------|----|--------------------------|
| Balance, December 31, 2012 | A | \$ | 412,963.94 |
| Increased by: | | | |
| Transfer from Taxes Receivable | A-6 | \$ | 75,754.01 |
| Interest and Cost | | | <u>2,143.85</u> |
| | | | <u>77,897.86</u> |
| | | | 490,861.80 |
| Decreased by: | | | |
| Collections | A-4 | | <u>4,742.49</u> |
| Balance, December 31, 2013 | A | \$ | <u><u>486,119.31</u></u> |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

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

| | Balance Dec. 31, 2012 | Authorized in 2013 | Decreased | Balance Dec. 31, 2013 |
|----------------------------------|--------------------------|-------------------------|-------------------------|--------------------------|
| Special Emergency Authorizations | | | | |
| Severance Liabilities | \$ 480,000.00 | | \$ 120,000.00 | \$ 360,000.00 |
| Hurricane Sandy | 7,500,000.00 | | 1,535,000.00 | 5,965,000.00 |
| Hurricane Sandy | | \$ 15,000,000.00 | 12,500,000.00 | 2,500,000.00 |
| Hurricane Sandy | | 7,000,000.00 | | 7,000,000.00 |
| | <u>\$ 7,980,000.00</u> | <u>\$ 22,000,000.00</u> | <u>\$ 14,155,000.00</u> | <u>\$ 15,825,000.00</u> |

Ref. A A

| | |
|------------------|---------------------|
| Total Authorized | \$ 22,000,000.00 |
| Less Canceled | <u>9,500,000.00</u> |

| | |
|---|-------------------------|
| Deferred Charges to Budgets of Succeeding Years | <u>\$ 12,500,000.00</u> |
|---|-------------------------|

| | |
|--------------------------------|-------------------------|
| Paid by Budget Appropriation | \$ 4,620,000.00 |
| Canceled | 9,500,000.00 |
| Premium Received in Prior Year | <u>35,000.00</u> |
| | <u>\$ 14,155,000.00</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

| | <u>Ref.</u> | |
|-------------------------------------|-------------|------------------------|
| Balance, December 31, 2012 and 2013 | A | \$ <u>7,204,800.00</u> |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

| | Ref. | Balance Dec. 31, 2012 | Accrued in 2013 | Collected | Balance Dec. 31, 2013 |
|--|------|--------------------------|--------------------|------------------|--------------------------|
| Licenses | | | | | |
| Alcoholic Beverages Licenses | A-2 | \$ | 81,850.00 | 81,850.00 | |
| Other | A-2 | | 104,528.00 | 104,528.00 | |
| Fees and Permits | A-2 | \$ | 305,443.84 | 300,994.66 | \$ 16,922.47 |
| Construction Code Official | A-2 | 44,051.00 | 1,455,500.60 | 1,341,936.60 | 157,615.00 |
| Municipal Court | | | | | |
| Fines and Costs | A-2 | 45,144.30 | 868,894.34 | 864,249.91 | 49,788.73 |
| Collector of Taxes | | | | | |
| Interest and Costs on Taxes | A-2 | | 634,311.92 | 634,311.92 | |
| Recreation Department | | | | | |
| Fees and Permits | A-2 | 1,680.00 | 117,867.75 | 118,825.25 | 722.50 |
| Bathing Beach Privileges | A-2 | | 246,340.00 | 246,340.00 | |
| Interest on Investments and Deposits | A-2 | | 35,952.31 | 35,952.31 | |
| Red Light Cameras | A-2 | 126,273.00 | 1,485,435.00 | 1,492,564.50 | 119,143.50 |
| Consolidated Municipal Property Tax Relief Aid | A-2 | | 267,093.00 | 267,093.00 | |
| Energy Receipts Tax | A-2 | | 5,119,970.92 | 5,119,970.92 | |
| EMS Service Fees | A-2 | | 1,548,431.64 | 1,548,431.64 | |
| Reserve for Debt Service | A-2 | | 1,800,000.00 | 1,800,000.00 | |
| Federal Community Disaster Loan | A-2 | | 5,000,000.00 | 5,000,000.00 | |
| Anticipated FEMA Reimbursements | A-2 | | 3,000,000.00 | 3,000,000.00 | |
| Comcast / Verizon Franchise Tax | A-2 | | 368,327.89 | 368,327.89 | |
| | | \$ 229,621.59 | \$ 22,439,947.21 | \$ 22,325,376.60 | \$ 344,192.20 |

Ref.

A

A-4

A

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE TO/(FROM) STATE - P.L. 1971, C. 20

| | <u>Ref.</u> | | |
|---|-------------|----|---------------------|
| Balance, December 31, 2012 | A | \$ | 22,254.89 |
| Increased by: | | | |
| Prior Year Deductions Disallowed by Collector | A-1/A-6 | \$ | 54,730.81 |
| Received from State of New Jersey | A-4 | | <u>1,095,700.21</u> |
| | | | 1,150,431.02 |
| | | | <u>1,172,685.91</u> |
| Decreased by: | | | |
| Deductions per Tax Duplicate: | | | |
| Senior Citizens | | | 275,750.00 |
| Veterans | | | 906,750.00 |
| Deductions Allowed by Collector | | | <u>38,250.00</u> |
| | | | 1,220,750.00 |
| Less: | | | |
| Current Year Deductions Disallowed by Collector | | | <u>6,632.65</u> |
| | A-6 | | <u>1,214,117.35</u> |
| Balance, December 31, 2013 | A | \$ | <u>(41,431.44)</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

| | Balance Dec. 31, 2012 | Reserve for Encumbrances | Balance After Transfers | Paid or Charged | Balance Lapsed |
|-------------------------------|--------------------------|-----------------------------|-------------------------------|--------------------|-------------------|
| <u>Operations Within CAPS</u> | | | | | |
| Administrative and Executive | | | | | |
| Salaries and Wages | \$ 23,720.31 | \$ | \$ 23,720.31 | 957.73 | \$ 22,762.58 |
| Other Expenses | 1,243.11 | 635.90 | 1,879.01 | 440.95 | 1,438.06 |
| Purchasing and Contracting | | | | | |
| Salaries and Wages | 12,417.76 | | 12,417.76 | 3,147.02 | 9,270.74 |
| Other Expenses | 11,313.13 | 712.60 | 12,025.73 | 336.84 | 11,688.89 |
| Human Resources | | | | | |
| Salaries and Wages | 30,294.84 | | 30,294.84 | 7,035.30 | 23,259.54 |
| Other Expenses | 30,808.59 | 5,979.15 | 36,787.74 | 10,609.52 | 26,178.22 |
| Mayor | | | | | |
| Salaries and Wages | 11,037.29 | | 11,037.29 | 1,160.36 | 9,876.93 |
| Other Expenses | 251.48 | 77.45 | 328.93 | 15.00 | 313.93 |
| Council | | | | | |
| Salaries and Wages | 718.52 | | 718.52 | | 718.52 |
| Other Expenses | 3,328.22 | 525.42 | 3,853.64 | 190.38 | 3,663.26 |
| Municipal Clerk | | | | | |
| Salaries and Wages | 13,675.98 | | 16,675.98 | 9,021.27 | 7,654.71 |
| Other Expenses | 13,620.91 | 1,863.85 | 15,484.76 | 4,240.24 | 11,244.52 |
| Township Clerk Elections | | | | | |
| Other Expenses | 27,486.76 | | 2,486.76 | | 2,486.76 |
| Financial Administration | | | | | |
| Salaries and Wages | 2,622.31 | | 8,622.31 | 3,624.98 | 4,997.33 |
| Other Expenses | 12,156.08 | 30,213.85 | 42,369.93 | 32,483.85 | 9,886.08 |
| Computerized Data Processing | | | | | |
| Salaries and Wages | 12,781.20 | | 12,781.20 | | 12,781.20 |
| Other Expenses | 10,464.50 | 27,584.94 | 35,049.44 | 25,946.08 | 9,103.36 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

| | Balance Dec. 31, 2012 | Reserve for Encumbrances | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---------------------------------|--------------------------|-----------------------------|-------------------------------|--------------------|-------------------|
| Tax Collector | | | | | |
| Salaries and Wages | \$ 6,899.19 | \$ | \$ 9,899.19 | \$ 7,276.73 | \$ 2,622.46 |
| Other Expenses | 3,943.16 | 2,873.16 | 6,816.32 | 2,873.16 | 3,943.16 |
| Tax Assessor | | | | | |
| Salaries and Wages | 9,788.20 | | 9,788.20 | 5,888.32 | 3,899.88 |
| Other Expenses | 16,592.69 | 5,016.52 | 21,609.21 | 21,284.02 | 325.19 |
| Legal Services | | | | | |
| Other Expenses | 86,982.02 | 2,211.00 | 89,193.02 | 29,281.52 | 59,911.50 |
| Engineering | | | | | |
| Salaries and Wages | 4,130.38 | | 9,130.38 | 3,192.71 | 5,937.67 |
| Other Expenses | 22,205.65 | 48,926.12 | 124,131.77 | 72,495.12 | 51,636.65 |
| Historic Preservation Committee | | | | | |
| Salaries and Wages | 122.92 | | 122.92 | | 122.92 |
| <u>Land Use Administration:</u> | | | | | |
| Planning Board | | | | | |
| Salaries and Wages | 2,272.40 | | 7,272.40 | 1,075.93 | 6,196.47 |
| Other Expenses | 7,706.19 | 180.00 | 7,886.19 | | 7,886.19 |
| Land Use | | | | | |
| Salaries and Wages | 4,520.27 | | 14,520.27 | 3,863.50 | 10,656.77 |
| Other Expenses | 3,097.02 | 539.97 | 3,636.99 | 507.07 | 3,129.92 |
| Shade Tree Commission | | | | | |
| Salaries and Wages | 22.04 | | 22.04 | | 22.04 |
| Zoning Board of Adjustment | | | | | |
| Salaries and Wages | 13.79 | | 6,013.79 | 955.01 | 5,058.78 |
| Other Expenses | 9,601.33 | 541.25 | 10,142.58 | 4,487.75 | 5,654.83 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

| | Balance Dec. 31, 2012 | Reserve for Encumbrances | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---|--------------------------|-----------------------------|-------------------------------|--------------------|-------------------|
| Affordable Housing Agency Other Expenses | \$ 2,055.65 | \$ | 2,055.65 | 1,976.50 | \$ 79.15 |
| <u>Code Enforcement and Administration:</u> | | | | | |
| Municipal Code Enforcement | | | | | |
| Salaries and Wages | 18,195.22 | | 18,195.22 | 3,072.88 | 15,122.34 |
| Other Expenses | 466.44 | 18.44 | 484.88 | 18.44 | 466.44 |
| <u>Insurance:</u> | | | | | |
| Liability Insurance | 23,073.93 | 19,123.27 | 42,197.20 | 24,672.75 | 17,524.45 |
| Workers Compensation Insurance | 210.68 | | 210.68 | | 210.68 |
| Employee Group Insurance | 1,113,112.76 | 391,862.73 | 1,194,975.49 | 1,187,473.47 | 7,502.02 |
| Insurance Waiver | 110,000.00 | | | | |
| <u>Public Safety Functions:</u> | | | | | |
| Police Department | | | | | |
| Salaries and Wages | 1,052,510.14 | | 61,510.14 | 28,893.17 | 32,616.97 |
| Other Expenses | 37,039.92 | 50,751.78 | 87,791.70 | 78,019.01 | 9,772.69 |
| Red Light Camera | | | | | |
| Other Expenses | 76,383.88 | | 76,383.88 | 53,400.00 | 22,983.88 |
| Crossing Guards | | | | | |
| Salaries and Wages | 16.65 | | 15,016.65 | 1,317.16 | 13,699.49 |
| Other Expenses | 500.00 | | 500.00 | | 500.00 |
| Police Vehicles and Equipment | | | | | |
| Other Expenses | 10,653.34 | 164,346.66 | 175,000.00 | 175,000.00 | |
| Police Dispatch/ 911 | | | | | |
| Salaries and Wages | 34,863.96 | | 34,863.96 | 28,297.22 | 6,566.74 |
| Other Expenses | 409.94 | | 409.94 | | 409.94 |
| Special Police | | | | | |
| Salaries and Wages | 6,572.26 | | 6,572.26 | | 6,572.26 |
| Other Expenses | 307.35 | 215.00 | 522.35 | 215.00 | 307.35 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

| | Balance Dec. 31, 2012 | Reserve for Encumbrances | Balance After Transfers | Paid or Charged | Balance Lapsed |
|-----------------------------------|--------------------------|-----------------------------|-------------------------------|--------------------|-------------------|
| Office of Emergency Management | \$ 1,449.70 | \$ | \$ 1,449.70 | \$ | \$ 1,449.70 |
| Salaries and Wages | | | | | |
| Municipal Prosecutor's Office | 830.02 | | 830.02 | | 830.02 |
| Salaries and Wages | | | | | |
| <u>Public Works Functions:</u> | | | | | |
| Streets and Road Maintenance | 21,260.51 | \$ 20,437.83 | 781,698.34 | \$ 769,280.21 | 12,418.13 |
| Other Expenses | | | | | |
| Bus Transportation | 19,999.81 | | 19,999.81 | 13,466.72 | 6,533.09 |
| Other Expenses | | | | | |
| Solid Waste Collection | 317,718.97 | | 97,718.97 | 70,934.60 | 26,784.37 |
| Salaries and Wages | 12,566.60 | 4,658.24 | 17,224.84 | 9,592.73 | 7,632.11 |
| Other Expenses | | | | | |
| Building and Grounds | 53,519.46 | | 53,519.46 | 8,556.09 | 44,963.37 |
| Salaries and Wages | 44,424.77 | 62,804.35 | 77,229.12 | 54,099.70 | 23,129.42 |
| Other Expenses | 5,577.00 | 132,859.95 | 138,436.95 | 127,187.30 | 11,249.65 |
| Hurricane Sandy Disaster Recovery | | | | | |
| Vehicle Maintenance | 65,292.89 | | 65,292.89 | 13,422.28 | 51,870.61 |
| Salaries and Wages | 26,823.19 | 130,930.74 | 157,753.93 | 131,797.26 | 25,956.67 |
| Other Expenses | | | | | |
| Community Services Act | 245,649.64 | | 245,649.64 | 189,979.61 | 55,670.03 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

| | Balance Dec. 31, 2012 | Reserve for Encumbrances | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---|--------------------------|-----------------------------|-------------------------------|--------------------|-------------------|
| <u>Health and Human Services Functions:</u> | | | | | |
| Environmental Commission | | | | | |
| Salaries and Wages | 65.34 | | 65.34 | | 65.34 |
| Other Expenses | 400.00 | | 400.00 | | 400.00 |
| Animal Control Services | | | | | |
| Other Expenses | 17,923.30 | | 17,923.30 | | 17,923.30 |
| | \$ | \$ | \$ | | \$ |
| <u>Parks and Recreation Functions:</u> | | | | | |
| Recreation Services and Programs | | | | | |
| Salaries and Wages | 25,827.46 | | 25,827.46 | 8,696.07 | 17,131.39 |
| Other Expenses | 4,205.55 | 209.95 | 4,415.50 | 209.95 | 4,205.55 |
| Maintenance of Parks | | | | | |
| Salaries and Wages | 78,347.75 | | 78,347.75 | 32,092.64 | 46,255.11 |
| Other Expenses | 30,783.50 | 5,269.39 | 26,052.89 | 12,983.45 | 13,069.44 |
| Beach and Boardwalk Operations | | | | | |
| Salaries and Wages | 785.34 | | 785.34 | | 785.34 |
| Other Expenses | 1,942.17 | | 1,942.17 | 1,000.00 | 942.17 |
| Senior Citizens | | | | | |
| Salaries and Wages | 4,135.43 | | 14,135.43 | 4,915.53 | 9,219.90 |
| Other Expenses | 3,157.73 | 1,971.21 | 5,128.94 | 1,380.34 | 3,748.60 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

| | Balance Dec. 31, 2012 | Reserve for Encumbrances | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---|--------------------------|-----------------------------|-------------------------------|--------------------|-------------------|
| <u>Utility Expenses and Bulk Purchases:</u> | | | | | |
| Street Lighting | \$ 55,396.59 | | \$ 10,396.59 | \$ 8,701.22 | \$ 1,695.37 |
| Telephone | 86,763.23 | | 21,763.23 | 16,220.75 | 5,542.48 |
| Water | 8,078.40 | | 11,078.40 | 11,078.40 | |
| Natural Gas | 29,341.96 | | 19,341.96 | 19,341.96 | |
| Telecommunications Costs | 17,943.38 | | 5,943.38 | 3,527.72 | 2,415.66 |
| Gasoline | 65,860.25 | \$ 65,499.96 | 147,360.21 | 133,161.94 | 14,198.27 |
| Electricity | 195,565.16 | | 66,355.16 | 59,306.26 | 7,048.90 |
| Solid Waste Disposal Costs | 25,935.51 | 44,601.08 | 70,536.59 | 45,617.02 | 24,919.57 |
| Municipal Court | | | | | |
| Salaries and Wages | 5,864.45 | | 15,864.45 | 10,711.92 | 5,152.53 |
| Other Expenses | 148.38 | 1,206.60 | 1,564.98 | 1,508.42 | 56.56 |
| Public Defender | | | | | |
| Salaries and Wages | 105.90 | | 105.90 | | 105.90 |

Uniform Construction Code - Appropriations
Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17):

| | | | | | |
|---------------------------|-----------|------------|------------|------------|----------|
| Uniform Construction Code | | | | | |
| Salaries and Wages | 18,648.97 | | 18,648.97 | 11,751.99 | 6,896.98 |
| Other Expenses | 53,091.72 | 100,343.18 | 153,434.90 | 153,434.90 | |

Unclassified:

| | | | | | |
|--------------------------------|--|--|------------|------------|--|
| Accumulated Leave Compensation | | | 500,000.00 | | |
| Other Expenses | | | | 500,000.00 | |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES

| | Balance Dec. 31, 2012 | Reserve for Encumbrances | Balance After Transfers | Paid or Charged | Balance Lapsed |
|---|--------------------------|-----------------------------|-------------------------------|------------------------|----------------------|
| Statutory Expenditures: | | | | | |
| Contribution to: | | | | | |
| Public Employees' Retirement System | \$ 29,190.83 | | \$ 4,190.83 | \$ 690.08 | \$ 3,500.75 |
| Social Security System (O.A.S.I.) | | | | | |
| Police and Fireman Retirement System | 163,274.85 | | 763,274.85 | 758,276.70 | 4,998.15 |
| Unemployment Compensation | 2,983.44 | | 2,983.44 | | 2,983.44 |
| Defined Contribution Retirement Program | 17,452.32 | | 17,452.32 | 1,759.35 | 15,692.97 |
| Short Term Disability Insurance | | | | | |
| <u>Operations Excluded from CAPS</u> | | | | | |
| Recycling Tax | 673.01 | | 673.01 | | 673.01 |
| Supplemental Fire District Payments | 26,051.00 | | 26,051.00 | 26,051.00 | |
| EMT Service | | | | | |
| Salaries and Wages | 52,928.30 | | 52,928.30 | 27,732.68 | 25,195.62 |
| Other Expenses | 17,327.46 | \$ 10,854.69 | 28,182.15 | 13,862.93 | 14,319.22 |
| | <u>\$ 4,737,521.60</u> | <u>\$ 1,335,846.23</u> | <u>\$ 6,073,367.83</u> | <u>\$ 5,087,075.68</u> | <u>\$ 986,292.15</u> |
| <u>Ref.</u> | A | A-21 | | A-4 | A-1 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF PREPAID TAXES

| | <u>Ref.</u> | | |
|-----------------------------|-------------|------------------|------------------------|
| Balance, December 31, 2012 | A | | \$ 1,118,095.62 |
| Increased by: | | | |
| Collections, 2014 Taxes | A-4 | \$ 3,004,563.73 | |
| Overpayments Applied | A-14 | <u>16,901.20</u> | |
| | | | <u>3,021,464.93</u> |
| | | | 4,139,560.55 |
| Decreased by: | | | |
| Applied to Taxes Receivable | A-6 | | <u>1,118,095.62</u> |
| Balance, December 31, 2013 | A | | \$ <u>3,021,464.93</u> |

SCHEDULE OF TAX OVERPAYMENTS

| | <u>Ref.</u> | | |
|-----------------------------|-------------|-------------------|----------------------|
| Balance, December 31, 2012 | A | | \$ 201,904.19 |
| Increased by: | | | |
| Prior Year Revenue Refunded | A-1 | \$ 1,078,418.38 | |
| Receipts | A-4 | <u>507,258.66</u> | |
| | | | <u>1,585,677.04</u> |
| | | | 1,787,581.23 |
| Decreased by: | | | |
| Refunds | A-4 | 1,318,653.64 | |
| Canceled | A-1 | 73.90 | |
| Applied to Taxes Receivable | A-6 | 197,347.13 | |
| Applied to Prepaid Taxes | A-13 | <u>16,901.20</u> | |
| | | | <u>1,532,975.87</u> |
| Balance, December 31, 2013 | A | | \$ <u>254,605.36</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF COUNTY TAXES PAYABLE

| | <u>Ref.</u> | | |
|--|-------------|----|-------------------------|
| Balance, December 31, 2012 | A | \$ | 53,991.94 |
| Increased by: | | | |
| County Tax | A-6 | \$ | 35,401,721.79 |
| County Library Tax | A-6 | | 4,062,973.59 |
| County Health Tax | A-6 | | 1,470,127.28 |
| County Open Space Preservation Tax | A-6 | | 1,305,216.93 |
| Due County for Added and Omitted Taxes | A-6 | | <u>48,770.99</u> |
| | A-1 | | 42,288,810.58 |
| | | | <u>42,342,802.52</u> |
| Decreased by: | | | |
| Payments | A-4 | | <u>42,294,031.53</u> |
| Balance, December 31, 2013 | A | \$ | <u><u>48,770.99</u></u> |

Exhibit A-16

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

| | <u>Ref.</u> | | |
|---|-------------|----|-----------------------------|
| Balance December 31, 2012 | | | |
| School Tax Payable | A | \$ | 5,064.07 |
| School Tax Deferred | | | <u>48,719,726.50</u> |
| | | \$ | 48,724,790.57 |
| Increased by: | | | |
| Levy - School Year July 1, 2013 to June 30, 2014 | A-6 | | 98,307,548.00 |
| | | | <u>147,032,338.57</u> |
| Decreased by: | | | |
| Payments | A-4 | | <u>98,930,573.00</u> |
| Balance December 31, 2013 | | | |
| School Tax Payable | A | | |
| School Tax Deferred | | | <u>48,101,765.57</u> |
| | | \$ | <u><u>48,101,765.57</u></u> |
| <u>2013 Liability for Local District School Tax</u> | | | |
| Tax Paid | A-4 | \$ | 98,930,573.00 |
| School Tax Payable, December 31, 2013 | A | | <u>98,930,573.00</u> |
| | | | 5,064.07 |
| School Tax Payable, December 31, 2012 | A | | <u>5,064.07</u> |
| Amount Charged to 2013 Operations | A-1 | \$ | <u><u>98,925,508.93</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
SCHEDULE OF SPECIAL DISTRICT TAXES PAYABLE

| | <u>Ref.</u> | |
|---------------------|-------------|------------------------|
| Increased by: | | |
| Fire Districts Levy | A-1/A-6 | \$ 4,730,630.00 |
| Decreased by: | | |
| Cash Disbursed | A-4 | <u>\$ 4,730,630.00</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF DUE TO STATE OF NEW JERSEY
 MARRIAGE LICENSE FEES

| | <u>Ref.</u> | |
|----------------------------|-------------|--------------------|
| Balance, December 31, 2012 | A | \$ 1,300.00 |
| Increased by: | | |
| Receipts | A-4 | 9,125.00 |
| | | <u>10,425.00</u> |
| Decreased by: | | |
| Disbursed | A-4 | 8,750.00 |
| | | <u>8,750.00</u> |
| Balance, December 31, 2013 | A | \$ <u>1,675.00</u> |

SCHEDULE OF DUE TO STATE OF NEW JERSEY - DCA SURCHARGE

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------|
| Balance, December 31, 2012 | A | \$ 6,060.00 |
| Increased by: | | |
| Receipts | A-4 | 81,090.00 |
| | | <u>87,150.00</u> |
| Decreased by: | | |
| Disbursed | A-4 | 70,947.00 |
| | | <u>70,947.00</u> |
| Balance, December 31, 2013 | A | \$ <u>16,203.00</u> |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF INTERFUNDS - OTHER FUNDS

| Ref. | Total | General Capital Fund | Federal and State Grant Fund | Trust Other Fund | Open Space Trust Fund |
|--------------------------------------|--------------------|----------------------------|------------------------------------|------------------------|-----------------------------|
| A | \$ | | | | |
| A | \$ (11,189,622.38) | \$ (10,880,462.79) | \$ (55,111.02) | \$ (46,115.53) | \$ (207,933.04) |
| (Interfunds Payable) | | | | | |
| Increased by: | | | | | |
| A-4 | 9,091,578.89 | 5,450,419.37 | 2,611,382.83 | | 1,029,776.69 |
| A-1 | 1,439,663.12 | | 1,439,663.12 | | |
| A-2 | 3,710,339.12 | | 3,710,339.12 | | |
| | 14,241,581.13 | 5,450,419.37 | 7,761,385.07 | | 1,029,776.69 |
| Sub - Total | 3,051,958.75 | (5,430,043.42) | 7,706,274.05 | (46,115.53) | 821,843.65 |
| Decreased by: | | | | | |
| A-1/A-6 | 1,021,437.85 | | | | 1,021,437.85 |
| Collections - Treasurer: | | | | | |
| A-4 | 52.21 | | | 52.21 | |
| A-4 | 1,981,780.04 | | 1,981,780.04 | | |
| A-4 | 178,227.73 | | 178,227.73 | | |
| A-1 | 1,440,116.62 | | 1,440,116.62 | | |
| | 4,621,614.45 | | 3,600,124.39 | 52.21 | 1,021,437.85 |
| A-3 | 3,710,339.12 | | 3,710,339.12 | | |
| | 8,331,953.57 | | 7,310,463.51 | 52.21 | 1,021,437.85 |
| Grant Appropriations | | | | | |
| A | \$ 395,810.54 | \$ 395,810.54 | | | |
| A | \$ (5,675,805.36) | \$ (5,430,043.42) | | \$ (46,167.74) | \$ (199,594.20) |
| (Interfunds Payable) | | | | | |
| Balance, December 31, 2013 | | | | | |
| Interfunds Receivable | | | | | |
| Interfunds Receivable | | | | | |
| (Interfunds Payable) | | | | | |
| Analysis of Net Charge to Operations | | | | | |
| Interfunds Receivable: | | | | | |
| Above | \$ 395,810.54 | | | | |
| Above | | | | | |
| A-1 | \$ 395,810.54 | | | | |
| Net Charge to Operations | | | | | |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

| | <u>Ref.</u> | |
|---------------------------------------|-------------|-------------------------------------|
| Balance, December 31, 2012 | A | \$ 1,335,846.23 |
| Increased by: | | |
| Current Appropriations Charged | A-3 | <u>3,720,636.99</u> 5,056,483.22 |
| Decreased by: | | |
| Transferred to Appropriation Reserves | A-12 | <u>1,335,846.23</u> |
| Balance, December 31, 2013 | A | \$ <u><u>3,720,636.99</u></u> |

Exhibit A-22

SCHEDULE OF ACCOUNTS PAYABLE

| | <u>Ref.</u> | |
|----------------------------|-------------|-----------------------------|
| Balance, December 31, 2012 | A | \$ 137,402.25 |
| Decreased by: | | |
| Cash Disbursements | A-4 | <u>10,361.25</u> |
| Balance, December 31, 2013 | A | \$ <u><u>127,041.00</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF DUE FROM/(TO) CURRENT FUND

| | <u>Ref.</u> | | |
|---------------------------------------|-------------|---------------------|------------------------|
| Balance, December 31, 2012 - Due From | A | | \$ 55,111.02 |
| Increased by: | | | |
| Deposited in Current Fund: | | | |
| Grants Receivable | A-24 | \$ 1,981,780.04 | |
| Grants Unappropriated | A-26 | 178,227.73 | |
| Grants Receivable Canceled | A-24 | 1,440,116.62 | |
| 2013 Budget Appropriations | A-25 | <u>3,710,339.12</u> | |
| | | | <u>7,310,463.51</u> |
| | | | 7,365,574.53 |
| Decreased by: | | | |
| Disbursed by Current Fund: | | | |
| Appropriated Reserves | A-25 | 1,454,782.46 | |
| Interfund - General Capital Fund | A-28 | 1,156,600.37 | |
| Grants Appropriated Canceled | A-25 | 1,439,663.12 | |
| 2013 Anticipated Revenue | A-24 | <u>3,710,339.12</u> | |
| | | | <u>7,761,385.07</u> |
| Balance, December 31, 2013 - Due To | A | | \$ <u>(395,810.54)</u> |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
 SCHEDULE OF GRANTS RECEIVABLE

| Grant | Balance | 2013 | Cash | Canceled | Balance |
|---|---------------|---------------------|---------------|--------------|---------------|
| | Dec. 31, 2012 | Anticipated Revenue | | | |
| NJ Department of Transportation: Safe Routes to School-2012 | \$ | \$ 450,000.00 | | | \$ 450,000.00 |
| 2010 Roadway and Drainage Improvements - Laurleton Road | \$ | 57,171.25 | | | 57,171.25 |
| Seawood Harbor Bicycle Trails Grant | | 190,000.00 | \$ 126,467.25 | | 63,532.75 |
| I Boat Traders Cove | | 157,234.00 | | | 157,234.00 |
| Route 70 Improvements | | 308,600.00 | | | 308,600.00 |
| Traders Cove Marina National Boating Infrastructure Grant | | 807,051.00 | | \$ 32,000.00 | 807,051.00 |
| Youth Corps Urban Gateway Enhancement Program | | | | | |
| NJ Department of Environmental Protection: Federal Recreation Trails Program | | 11,200.00 | 11,200.00 | | 711,900.00 |
| No Net Loss Reforestation Grant | | | 1,000,000.00 | | 900,000.00 |
| Green Acres Program - Traders Cove Marina Park | | 1,900,000.00 | 150,038.55 | | 3,000.00 |
| Clean Communities Program | | 3,000.00 | | | |
| Green Communities Grant-2013 | | | | | |
| NJ Department of Law and Public Safety: Safe and Secure Communities Program | | 60,000.00 | 60,000.00 | | 30,000.00 |
| Emergency Management Performance Grant | | 5,000.00 | | | 5,000.00 |
| Pass Through County of Ocean Homeland Security Grant | | 12,930.00 | 12,376.80 | 553.20 | 5,552.00 |
| COPS in Shops | | 8,770.40 | 8,770.40 | | 3,248.33 |
| Alcohol Education and Rehabilitation | | | 2,058.21 | | |
| Body Armor Replacement Fund | | 15,341.46 | 15,341.46 | | |
| Drunk Driving Enforcement Fund | | 20,649.23 | 20,649.23 | | |
| Federal Highway Safety Grant | | 19,525.47 | 59,998.46 | 2,667.16 | 43,259.85 |
| FEMA-Hurricane Sandy | | | | 1,404,402.76 | |
| | | 1,404,402.76 | | | |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE

| Grant | Balance Dec. 31, 2012 | 2013 | | Cash Received | Canceled | Balance Dec. 31, 2013 |
|---|--------------------------|------------------------|---------|------------------|-----------------|--------------------------|
| | | Anticipated Revenue | Revenue | | | |
| US Department of Justice: | | | | | | |
| Bulletproof Vest Partnership Grant | \$ | \$ 26,207.58 | \$ | 3,241.88 | \$ | 22,965.70 |
| Secure our Schools | 1.00 | | | | | 1.00 |
| Pass Through Township of Lakewood: | | | | | | |
| Edward Byrne Memorial Justice Assistance Grant-2010 | 14,174.00 | | | | | 14,174.00 |
| Edward Byrne Memorial Justice Assistance Grant-2011 | | 13,708.00 | | | | 13,708.00 |
| Edward Byrne Memorial Justice Assistance Grant-2012 | 11,504.00 | | | | | 11,504.00 |
| Edward Byrne Memorial Justice Assistance Grant-2013 | | 10,943.00 | | | | 10,943.00 |
| US Department of Energy: | | | | | | |
| Office of Energy Efficiency - ARRA Block Grant | 151,616.30 | | | 151,616.30 | | |
| County of Ocean: | | | | | | |
| Ocean County Tourism Advisory | 1,150.00 | 1,100.00 | | 1,796.50 | 453.50 | |
| Local Arts Block Grant | 1,250.00 | 2,500.00 | | 3,125.00 | | 625.00 |
| Senior Citizens Grant | | 135,140.00 | | 135,100.00 | 40.00 | |
| Ocean County Pump Out Boat | | 40,000.00 | | 20,000.00 | | 20,000.00 |
| Ocean County Recycling Grant | | 31,150.00 | | | | 31,150.00 |
| Robin Hood Foundation Grant | | 500,000.00 | | 200,000.00 | | 300,000.00 |
| | \$ 3,682,177.42 | \$ 3,710,339.12 | \$ | 1,981,780.04 | \$ 1,440,116.62 | \$ 3,970,619.88 |
| Ref. | A | A-2/A-23 | | A-23 | A-23 | A |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

| Grant | Balance Dec. 31, 2012 | Transfer from Reserve for Encumbrances | Transfer from 2013 Budget Appropriation | Cash Expended | Transfer to Reserve for Encumbrances | Canceled | Balance Dec. 31, 2013 |
|---|--------------------------|--|---|------------------|--|--------------|--------------------------|
| NJ Department of Transportation: Safe Routes to School-2012 | \$ 154,130.00 | | \$ 450,000.00 | \$ 150,276.98 | \$ 3,853.02 | | \$ 450,000.00 |
| Seawood Harbor Bicycle Trails Grant | 157,234.00 | | | 157,234.00 | | | |
| I Boat Traders Cove Marina | 272,350.00 | \$ 36,250.00 | | 19,886.89 | 16,433.94 | | 272,279.17 |
| Route 70 Improvements | 807,051.00 | | 32,000.00 | 371,404.08 | 374,176.93 | \$ 32,000.00 | 61,469.99 |
| Traders Cove Marina National Boating Infrastructure Grant | | | | | | | |
| Youth Corps Urban Gateway Enhancement Program | | | | | | | |
| NJ Department of Environmental Protection: Barnegat Bay National Estuary Program | | 4,431.63 | | 4,431.63 | | | |
| Clean Communities Program | | 2,225.00 | 150,038.55 | 121,113.55 | 31,150.00 | | 703,400.00 |
| No Net Loss Reforestation Grant | | | 711,900.00 | | 8,500.00 | | |
| Green Communities Grant-2013 | | | 3,000.00 | | 3,000.00 | | |
| NJ Department of Law and Public Safety: Safe and Secure Communities Program | | | 60,000.00 | 60,000.00 | | | |
| Pass Through County of Ocean: Homeland Security Grant | 553.20 | | | | | 553.20 | 5,552.00 |
| Emergency Management Performance Grant | | | | | | | 5,000.00 |
| COPS in Shops | 7,116.35 | | | 7,116.35 | | | 3,248.33 |
| Alcohol Education and Rehabilitation | 1,857.17 | | | 1,800.00 | 750.00 | | 1,365.38 |
| Body Armor Replacement Fund | 16,399.32 | | | 6,483.75 | 9,915.57 | | 15,341.46 |
| EMPG Exercise Pass Thru | 634.00 | 9,254.00 | | 9,254.00 | | | 634.00 |
| Drunk Driving Enforcement Fund | 18,324.58 | | 20,649.23 | 20,604.13 | | | 18,369.68 |
| Cert Trailer - Citizen Corps Grant | 250.00 | 260.07 | | | 260.07 | | 250.00 |
| Federal Highway Safety Grant | 7,552.48 | | 86,400.00 | 49,100.62 | 3,000.00 | 2,667.16 | 39,184.70 |
| FEMA-Hurricane Sandy | | | 1,404,402.76 | | | 1,404,402.76 | |

TOWNSHIP OF BRICK

COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

| Grant | Balance Dec. 31, 2012 | Transfer from Reserve for Encumbrances | Transfer from 2013 Budget Appropriation | Cash Expended | Transfer to Reserve for Encumbrances | Canceled | Balance Dec. 31, 2013 |
|---|--------------------------|--|---|------------------------|--|------------------------|--------------------------|
| US Department of Justice: | | | | | | | |
| Bulletproof Vest Partnership Grant | | | | | | | |
| Secure our Schools | | | | | | | |
| Pass Through, Township of Lakewood: | | | | | | | |
| Edward Byrne Memorial Justice Assistance Grant-2009 | \$ 2,429.92 | | | 2,429.92 | | | |
| Edward Byrne Memorial Justice Assistance Grant-2010 | 639.00 | | 13,708.00 | 639.00 | 13,708.00 | | |
| Edward Byrne Memorial Justice Assistance Grant-2011 | | | | 6,839.08 | 4,664.92 | | |
| Edward Byrne Memorial Justice Assistance Grant-2012 | 11,504.00 | | 10,943.00 | | 10,943.00 | | |
| Edward Byrne Memorial Justice Assistance Grant-2013 | | | | | | | |
| US Department of Energy: | | | | | | | |
| Office of Energy Efficiency - ARRA Block Grant | 151,616.30 | | | 139,787.20 | 11,829.10 | | |
| County of Ocean: | | | | | | | |
| Ocean County Tourism Advisory | | | 1,100.00 | 1,000.00 | | | 100.00 |
| Local Arts Block Grant | 100.00 | | 2,500.00 | 2,600.00 | | | |
| Senior Citizens Grant | | 4,616.25 | 135,140.00 | 139,716.25 | | 40.00 | |
| Ocean County Pump Out Boat | | | 40,000.00 | 20,000.00 | | | 20,000.00 |
| Ocean County Recycling Grant | | | 31,150.00 | 12,913.95 | 13,590.00 | | 17,560.00 |
| Comcast Communications Grant | 113,851.01 | 11,206.00 | 500,000.00 | 82,653.86 | 42,298.75 | | 112,143.06 |
| Robin Hood Foundation Grant | | | | | | | 375,047.39 |
| | <u>\$ 1,723,592.33</u> | <u>\$ 131,572.17</u> | <u>\$ 3,710,339.12</u> | <u>\$ 1,454,782.46</u> | <u>\$ 563,283.30</u> | <u>\$ 1,439,663.12</u> | <u>\$ 2,107,774.74</u> |

Ref.

A

A-27

A-23

A-23

A-27

A-23

A

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

| <u>Grant</u> | <u>Cash Receipts</u> | <u>Balance Dec. 31, 2013</u> |
|-------------------------|-----------------------------|------------------------------|
| Recycling Tonnage Grant | \$ <u>178,227.73</u> | \$ <u>178,227.73</u> |
| | \$ <u><u>178,227.73</u></u> | \$ <u><u>178,227.73</u></u> |
| <u>Ref.</u> | A-23 | A |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

| | <u>Ref.</u> | |
|--|-------------|----------------------|
| Balance, December 31, 2012 | A | \$ 131,572.17 |
| Increased by: | | |
| Charged to Grant Appropriated Reserves | A-25 | 563,283.30 |
| | | <u>694,855.47</u> |
| Decreased by: | | |
| Transferred to Grant Appropriated Reserves | A-25 | 131,572.17 |
| Balance, December 31, 2013 | A | \$ <u>563,283.30</u> |

Exhibit A-28

SCHEDULE OF INTERFUND - GENERAL CAPITAL FUND

| | <u>Ref.</u> | |
|----------------------------|-------------|----------------------|
| Balance, December 31, 2012 | A | \$ 1,882,123.94 |
| Decreased by: | | |
| Disbursed by Current Fund | | \$ 156,600.37 |
| Deposit in Current Fund | | <u>1,000,000.00</u> |
| | A-23 | <u>1,156,600.37</u> |
| Balance, December 31, 2013 | A | \$ <u>725,523.57</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF SPECIAL EMERGENCY NOTE PAYABLE

| | <u>Ref.</u> | |
|----------------------------|-------------|-------------------------|
| Balance, December 31, 2012 | A | \$ 7,945,000.00 |
| Increased by: | | |
| Cash Receipts | A-4 | 13,650,000.00 |
| | | <u>21,595,000.00</u> |
| Decreased by: | | |
| Cash Disbursed | A-4 | <u>7,825,000.00</u> |
| Balance, December 31, 2013 | A | \$ <u>13,770,000.00</u> |

Exhibit A-30

SCHEDULE OF RESERVE FOR REVALUATION

| | <u>Ref.</u> | |
|-------------------------------------|-------------|--------------------|
| Balance, December 31, 2012 and 2013 | A | \$ <u>1,601.22</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF RESERVE FOR HURRICANE SANDY

| | <u>Ref.</u> | |
|----------------------------|-------------|------------------------|
| Balance, December 31, 2012 | A | \$ 1,196,666.58 |
| Increased by: | | |
| Appropriation Charged | A-3 | 4,975,337.16 |
| | | <u>6,172,003.74</u> |
| Decreased by: | | |
| Cash Disbursed | A-4 | 1,192,666.06 |
| | | <u>1,192,666.06</u> |
| Balance, December 31, 2013 | A | \$ <u>4,979,337.68</u> |

Exhibit A-32

SCHEDULE OF PAYROLL DEDUCTIONS PAYABLE

| | <u>Ref.</u> | |
|----------------------------|-------------|----------------------|
| Balance, December 31, 2012 | A | \$ 269,965.37 |
| Increased by: | | |
| Cash Receipts | A-4 | 44,289,394.82 |
| | | <u>44,559,360.19</u> |
| Decreased by: | | |
| Cash Disbursed | A-4 | 44,555,633.73 |
| | | <u>44,555,633.73</u> |
| Balance, December 31, 2013 | A | \$ <u>3,726.46</u> |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

CURRENT FUND
 SCHEDULE OF RESERVE FOR FEMA

| | <u>Ref.</u> | |
|----------------------------|-------------|------------------------|
| Increased by: | | |
| Cash Receipts | A-4 | \$ <u>3,021,403.84</u> |
| Balance, December 31, 2013 | A | \$ <u>3,021,403.84</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST FUND
SCHEDULE OF CASH - TREASURER

| | <u>Ref.</u> | <u>Animal Control Trust Fund</u> | <u>Trust Other Fund</u> |
|--|-------------|----------------------------------|-------------------------|
| Balance, December 31, 2012 | B | \$ 77,120.90 | \$ 6,494,927.02 |
| Increased by Receipts: | | | |
| Reserve for Animal Control | | | |
| Trust Fund Expenditures | B-4 | \$ 20,234.40 | |
| Community Development Block Grant Receivable | B-2 | | \$ 244,733.23 |
| Various Reserves | B-9 | | 12,114,398.05 |
| Prepaid License Fees | B-10 | 16,496.80 | |
| Due to State of New Jersey | B-5 | 5,641.80 | |
| | | <u>42,373.00</u> | <u>12,359,131.28</u> |
| | | 119,493.90 | 18,854,058.30 |
| Decreased by Disbursements: | | | |
| Due to State of New Jersey | B-5 | 5,680.20 | |
| Animal Control Trust Fund Expenditures (R.S. 4:19-15.11) | B-4 | 8,026.83 | |
| Reserve for Community Development Block Grant Expenditures | B-8 | | 245,156.96 |
| Various Reserves | B-9 | | 10,468,231.10 |
| Interfund - Current Fund | B-3 | | <u>52.21</u> |
| | | <u>13,707.03</u> | <u>10,713,440.27</u> |
| Balance, December 31, 2013 | B | <u>\$ 105,786.87</u> | <u>\$ 8,140,618.03</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF COMMUNITY DEVELOPMENT BLOCK GRANT RECEIVABLE

| | <u>Ref.</u> | |
|----------------------------|-------------|----------------------|
| Balance, December 31, 2012 | B | \$ 271,212.81 |
| Increased by: | | |
| Grant Award | B-8 | <u>294,377.00</u> |
| Decreased by: | | |
| Receipts | B-1 | <u>244,733.23</u> |
| Balance, December 31, 2013 | B | <u>\$ 320,856.58</u> |

Exhibit B-3

SCHEDULE OF INTERFUND CURRENT FUND

| | <u>Ref.</u> | |
|----------------------------|-------------|---------------------|
| Balance, December 31, 2012 | B | \$ 46,115.53 |
| Increased by: | | |
| Cash Disbursements | B-1 | <u>52.21</u> |
| Balance, December 31, 2013 | B | <u>\$ 46,167.74</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
 SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

| | <u>Ref.</u> | |
|------------------------------------|-------------|---------------------|
| Balance, December 31, 2012 | B | \$ 45,920.75 |
| Increased by: | | |
| Dog License Fees Collected | | \$ 15,307.73 |
| Cat License Fees Collected | | 2,347.67 |
| Late Fees | | 2,579.00 |
| | | <u>20,234.40</u> |
| Prepaid Licenses Applied | B-10 | 20,554.55 |
| | | <u>40,788.95</u> |
| | | <u>86,709.70</u> |
| Decreased by: | | |
| Expenditures Under R.S. 4:19-15.11 | B-1 | <u>8,026.83</u> |
| Balance, December 31, 2013 | B | <u>\$ 78,682.87</u> |

License and Penalty Fees Collected:

| <u>Year</u> | <u>Amount</u> |
|-------------|---------------------|
| 2012 | \$ 43,827.56 |
| 2011 | <u>45,754.75</u> |
| | <u>\$ 89,582.31</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY

| | <u>Ref.</u> | |
|----------------------------|-------------|-----------------------|
| Balance, December 31, 2012 | B | \$ 40.80 |
| Increased by: | | |
| Receipts | B-1 | <u>5,641.80</u> |
| | | 5,682.60 |
| Decreased by: | | |
| Disbursed | B-1 | <u>5,680.20</u> |
| Balance, December 31, 2013 | B | <u><u>\$ 2.40</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

OPEN SPACE TRUST FUND
SCHEDULE OF INTERFUND - CURRENT FUND

| | <u>Ref.</u> | | |
|-----------------------------|-------------|-----------------|----------------------|
| Balance, December, 31, 2012 | B | | \$ 207,933.04 |
| Increased by: | | | |
| Open Space Expenditures | B-7 | \$ 1,020,263.00 | |
| Added/Omitted Levy | B-7 | <u>1,174.85</u> | |
| | | | <u>1,021,437.85</u> |
| | | | 1,229,370.89 |
| Decreased by: | | | |
| Open Space Expenditures | B-7 | | <u>1,029,776.69</u> |
| Balance, December, 31, 2013 | B | | <u>\$ 199,594.20</u> |

Exhibit B-7

SCHEDULE OF RESERVE FOR OPEN SPACE EXPENDITURES

| | <u>Ref.</u> | | |
|-----------------------------|-------------|-----------------|----------------------|
| Balance, December, 31, 2012 | B | | \$ 207,933.04 |
| Increased by: | | | |
| Open Space Tax Levy | B-6 | \$ 1,020,263.00 | |
| Added/Omitted Levy | B-6 | <u>1,174.85</u> | |
| | | | <u>1,021,437.85</u> |
| | | | 1,229,370.89 |
| Decreased by: | | | |
| Open Space Expenditures | B-6 | | <u>1,029,776.69</u> |
| Balance, December, 31, 2013 | B | | <u>\$ 199,594.20</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF RESERVE FOR COMMUNITY DEVELOPMENT
BLOCK GRANT EXPENDITURES

| | <u>Ref.</u> | |
|----------------------------|-------------|-----------------------------|
| Balance, December 31, 2012 | B | \$ 270,914.93 |
| Increased by: | | |
| Grant Award | B-2 | <u>294,377.00</u> |
| | | 565,291.93 |
| Decreased by: | | |
| Cash Disbursements | B-1 | <u>245,156.96</u> |
| Balance, December 31, 2013 | B | \$ <u><u>320,134.97</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

TRUST OTHER FUND
SCHEDULE OF VARIOUS RESERVES

| | <u>Balance</u> <u>Dec. 31, 2012</u> | <u>Increased by:</u> <u>Cash</u> <u>Receipts</u> | <u>Decreased by:</u> <u>Cash</u> <u>Disbursed</u> | <u>Balance</u> <u>Dec. 31, 2013</u> |
|---|--|--|---|--|
| Developers Escrow and Performance Bonds | \$ 4,046,488.07 | \$ 2,034,373.97 | \$ 2,573,274.87 | \$ 3,507,587.17 |
| Tax Collector's Account | 1,077,129.17 | 6,115,742.28 | 5,770,147.16 | 1,422,724.29 |
| Cafeteria Plan | 13,329.08 | 22,899.60 | 13,891.43 | 22,337.25 |
| Forfeited Assets | 108,308.73 | 33,863.73 | 49,322.84 | 92,849.62 |
| Planning/Zoning Board Fees | 433,296.68 | 217,505.42 | 122,881.97 | 527,920.13 |
| Municipal Alliance Donations on Alcohol and Drug Abuse | 4,524.92 | 30,378.00 | 24,829.39 | 10,073.53 |
| Project D.A.R.E. | 35,923.52 | 6,975.00 | 37,523.41 | 5,375.11 |
| Elevator Safety | 63,423.65 | 22,426.00 | 20,851.11 | 64,998.54 |
| Affordable Housing | 77,982.46 | 141,633.85 | 117,205.79 | 102,410.52 |
| Recreation | 117,043.81 | 450,200.67 | 425,648.68 | 141,595.80 |
| Vest Fund | | 5,233.10 | | 5,233.10 |
| Public Defender | 14,181.26 | 33,084.50 | 17,340.00 | 29,925.76 |
| P.O.A.A. | 2,591.74 | 236.00 | | 2,827.74 |
| Snow Removal | 87,356.53 | 1,150,000.00 | 72,522.94 | 1,164,833.59 |
| Accumulated Leave | 250,000.00 | 500,000.00 | 612,586.04 | 137,413.96 |
| Unemployment Compensation | 38,213.73 | 817,127.58 | 78,170.59 | 777,170.72 |
| Road Job Rider | 87,663.82 | 499,154.25 | 529,135.00 | 57,683.07 |
| Historic Preservation | 3,176.05 | 2.78 | | 3,178.83 |
| Tourism Development Commission | 66,177.21 | 16,888.00 | 2,899.88 | 80,165.33 |
| Hurricane Sandy Donations | 14,530.00 | 16,673.32 | | 31,203.32 |
| | <u>\$ 6,541,340.43</u> | <u>\$ 12,114,398.05</u> | <u>\$ 10,468,231.10</u> | <u>\$ 8,187,507.38</u> |
| <u>Ref.</u> | B | B-1 | B-1 | B |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

ANIMAL CONTROL TRUST FUND
SCHEDULE OF PREPAID LICENSE FEES

| | <u>Ref.</u> | |
|--|-------------|----------------------------|
| Balance, December 31, 2012 | B | \$ 31,159.35 |
| Increased by: | | |
| Cash Receipts | B-1 | <u>16,496.80</u> |
| | | 47,656.15 |
| Decreased by: | | |
| Applied to Reserve for Animal Control Expenditures | B-4 | <u>20,554.55</u> |
| Balance, December 31, 2013 | B | \$ <u><u>27,101.60</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CASH

| | <u>Ref.</u> | |
|-----------------------------------|-------------|-------------------------|
| Balance, December 31, 2012 | C | \$ 28,764,442.13 |
| Increased by Receipts: | | |
| Reserve for Redevelopment Project | C-6 | \$ 135,862.52 |
| Interfund - Federal/Grant Fund | C-5 | <u>1,156,600.37</u> |
| | | <u>1,292,462.89</u> |
| | | 30,056,905.02 |
| Decreased by Disbursed: | | |
| Interfund - Current Fund | C-4 | <u>15,423,795.26</u> |
| Balance, December 31, 2013 | C | <u>\$ 14,633,109.76</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

| | Balance <u>Dec. 31, 2013</u> |
|--|---------------------------------|
| Interfund - Current Fund | \$ (5,430,043.42) |
| Interfund - Federal and State Grant Fund | (725,523.57) |
| Capital Improvement Fund | 6,186.20 |
| Reserve for Encumbrances | 16,956,248.39 |
| Reserve for Redevelopment Project | 135,862.52 |
| Reserve for Payment of Debt Service | 42,911.97 |
| Fund Balance | 1,829,547.00 |

| <u>Ordinance Number</u> | <u>Improvement Description</u> | |
|-----------------------------|--|--------------|
| 661-89/513-B-91/792-93 | Reconstruction and Drainage - Baywood Area | (227,962.76) |
| 858-96 | Construction of Five Single Family Affordable Housing Units | (29,362.84) |
| 1008-01/1008-A-01 | Various Capital Improvements and Other Related Expenses | 37.75 |
| 1055-02 | Various Capital Improvements | 448.17 |
| 1086-03 | Various Capital Improvements | 46,784.00 |
| 1094-03 | Acquisition of Land and Other Related Expenses | (3,585.94) |
| 1103-04 | Various Capital Improvements | 2,329.95 |
| 1111-04 | Various Capital Improvements | 18,227.29 |
| 1129-05 | Improvements to Various Curbs and Sidewalks | 41,244.76 |
| 1130-05 | Various Capital Improvements | 2,732.48 |
| 1152-05 | Acquisition of Certain Parcels of Land at Traders Cove, Hulse Tract, and Bill Frank Tract | 158,755.14 |
| 1156-05 | Various Capital Improvements | 65,197.77 |
| 1157-05 | Various Capital Improvements | 16.87 |
| 1158-05 | Expansion of Dottie's House | 9,689.18 |
| 08-06 | Various Capital Improvements | 198.89 |
| 39-06 | Various Capital Improvements | 214.88 |
| 38-06 | Various Capital Improvements | 2,246.89 |
| 40-06 | Acquisition of Land and Other Related Expenses | 7,484.20 |
| 03-07 | Various Capital Improvements | 124.26 |
| 04-07/43-07 | Various Capital Improvements | 38,341.64 |
| 19-08 | Various Capital Improvements | 1,058.97 |
| 22-08 | Various Capital Improvements | 284,170.79 |
| 22-09 | Various Capital Improvements & Other Related Expenses | 12,100.63 |
| 23-09 | Various Capital Improvements & Other Related Expenses | 184,909.29 |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 ANALYSIS OF GENERAL CAPITAL CASH

| <u>Ordinance Number</u> | <u>Improvement Description</u> | <u>Balance Dec. 31, 2013</u> |
|-----------------------------|--|----------------------------------|
| 10-10 | Various Capital Improvements and Other Related Expenses | \$ 57,403.06 |
| 12-10 | Various Capital Improvements and Other Related Expenses | 1,010.07 |
| 13-10 | Various Capital Improvements and Other Related Expenses | 818,671.16 |
| 43-10 | Closure of Landfill and Related Expenses | (607,918.64) |
| 23-11 | Various Capital Improvements and Other Related Expenses | 157,938.37 |
| 25-11 | Various Capital Improvements and Other Related Expenses | 190,749.41 |
| 26-11 | Various Capital Improvements and Other Related Expenses | 489,923.98 |
| 07-12 | Financing of Certain Improvements Within A Duly Designated Redevelopment Area | 131,818.83 |
| 11-12 | Various Capital Improvements and Other Related Expenses | (1,350,048.23) |
| 12-12 | Acquisition of Various Information Technology | (42,194.01) |
| 14-12 | Various Capital Improvements and Other Related Expenses | 68,958.26 |
| 19-12 | Acquisition of Various Equipment and Related Expenses | (1,130.93) |
| 01-13 | Various Township Improvements Resulting from Damage Caused by Hurricane Sandy | 250,000.00 |
| 06-13 | Acquisition of Refuse Containers | 6,654.75 |
| 08-13 | Various Township Wide Road Improvements and Other Related Expenses | 1,690,352.73 |
| 09-13 | Various Capital Improvements and Other Related Expenses | 407,557.08 |
| 21-13 | Providing for Various Township Wide Beach Improvements and Other Related Expenses | (251,847.89) |
| 27-13 | Various Capital Improvements and Other Related Expenses | (350,300.48) |
| 28-13 | Acquisition of Various Information Technology and Related Expenses | 8,300.00 |
| 29-13 | Various Capital Improvements and Other Related Expenses | (481,457.79) |
| 30-13 | Various Capital Improvements and Other Related Expenses | 8,078.68 |
| | | <u>\$ 14,633,109.76</u> |

Ref.

C

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF INTERFUND - CURRENT FUND

| | <u>Ref.</u> | | |
|-------------------------------------|-------------|----------------------|------------------------|
| Balance, December 31, 2012 | C | | \$ 10,880,462.79 |
| Increased by: | | | |
| Capital Improvement Fund | C-12 | \$ 825,000.00 | |
| Bond Anticipation Notes | C-10 | 10,884,925.00 | |
| Premium on Sale of Notes | C-1 | 154,745.00 | |
| Premium on Sale of Bonds | C-1 | 11,384.60 | |
| Cash Disbursements | C-2 | <u>15,423,795.26</u> | |
| | | | <u>27,299,849.86</u> |
| | | | 38,180,312.65 |
| Decreased by: | | | |
| Reserve for Payment of Debt Service | C-16 | 1,800,000.00 | |
| Improvement Authorizations | C-13 | <u>30,950,269.23</u> | |
| | | | <u>32,750,269.23</u> |
| Balance, December 31, 2013 | C | | <u>\$ 5,430,043.42</u> |

SCHEDULE OF INTERFUND - FEDERAL/STATE GRANT FUND

| | <u>Ref.</u> | | |
|----------------------------|-------------|--|----------------------|
| Balance, December 31, 2012 | C | | \$ 1,882,123.94 |
| Decreased by: | | | |
| Cash Receipts | C-2 | | <u>1,156,600.37</u> |
| Balance, December 31, 2013 | C | | <u>\$ 725,523.57</u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR REDEVELOPMENT PROJECT

| | <u>Ref.</u> | |
|----------------------------------|-------------|-----------------------------|
| Increased by: | | |
| Interest Earned on Debt Proceeds | C-2 | \$ <u>135,862.52</u> |
| Balance, December 31, 2013 | C | \$ <u><u>135,862.52</u></u> |

Exhibit C-7

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

| | <u>Ref.</u> | |
|--|-------------|--------------------------------|
| Balance, December 31, 2012 | C | \$ 105,131,501.01 |
| Increased by: | | |
| Refunding Bonds Issued | C-9 | <u>4,140,000.00</u> |
| | | 109,271,501.01 |
| Decreased by: | | |
| Principal Paid on Green Trust Loans | C-11 | \$ 298,415.30 |
| Principal Paid on N.J. Environmental Infrastructure Trust Fund Loan | C-15 | 131,006.52 |
| Principal Paid on Bonds | C-9 | 8,205,000.00 |
| Serial Bonds Refunded | C-9 | <u>3,945,000.00</u> |
| | | <u>12,579,421.82</u> |
| Balance, December 31, 2013 | C | \$ <u><u>96,692,079.19</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

| Purpose | Date of Issue | Original Issue | Maturities of Bonds Outstanding December 31, 2013 | Interest Rate | Balance Dec. 31, 2012 | Serial Bonds Issued | Paid by Budget Appropriation | Bonds Refunded | Balance Dec. 31, 2013 |
|--|---------------|-----------------|---|---------------|-----------------------|---------------------|------------------------------|-----------------|-----------------------|
| Pension Refunding Bonds - Series 2003 | 02/01/03 | \$ 4,650,000.00 | | | \$ 4,105,000.00 | | \$ 160,000.00 | \$ 3,945,000.00 | |
| General Improvement Bonds - Series 2004A | 02/01/04 | 9,505,000.00 | \$ 1,070,000.00 | 3.375% | 2,105,000.00 | | 1,035,000.00 | | \$ 1,070,000.00 |
| General Improvement Bonds - Series 2004B | 11/01/04 | 19,044,000.00 | | | 865,000.00 | | 865,000.00 | | |
| Refunding Bonds - Series 2008 | 09/30/08 | 6,385,000.00 | 1,315,000.00 | 5.000% | | | 1,255,000.00 | | 2,700,000.00 |
| | 05/01/15 | | 1,385,000.00 | 5.000% | 3,955,000.00 | | | | |
| General Improvement Bonds - Series 2009A | 11/20/09 | 32,881,000.00 | 1,420,000.00 | 2.250% | | | | | |
| | | | 1,465,000.00 | 3.000% | | | | | |
| | | | 1,510,000.00 | 3.000% | | | | | |
| | | | 1,560,000.00 | 3.250% | | | | | |
| | | | 1,610,000.00 | 3.250% | | | | | |
| | | | 1,675,000.00 | 3.500% | | | | | |
| | | | 1,735,000.00 | 3.750% | | | | | |
| | | | 1,805,000.00 | 4.000% | | | | | |
| | | | 1,875,000.00 | 4.000% | | | | | |
| | | | 1,950,000.00 | 4.000% | | | | | |
| | | | 2,035,000.00 | 4.000% | | | | | |
| | | | 2,115,000.00 | 4.000% | | | | | |
| | | | 2,205,000.00 | 4.000% | | | | | |
| | | | 2,300,000.00 | 4.000% | | | | | |
| | | | 2,400,000.00 | 4.000% | 29,040,000.00 | | 1,380,000.00 | | 27,660,000.00 |
| General Improvement Bonds - Series 2009B | 11/20/09 | 1,600,000.00 | 60,000.00 | 4.000% | | | | | |
| | | | 65,000.00 | 5.000% | | | | | |
| | | | 70,000.00 | 5.000% | | | | | |
| | | | 75,000.00 | 5.000% | | | | | |
| | | | 80,000.00 | 5.000% | | | | | |
| | | | 85,000.00 | 5.000% | | | | | |
| | | | 90,000.00 | 5.000% | | | | | |
| | | | 95,000.00 | 5.000% | | | | | |
| | | | 95,000.00 | 5.125% | | | | | |
| | | | 100,000.00 | 5.200% | | | | | |
| | | | 105,000.00 | 5.250% | | | | | |
| | | | 115,000.00 | 5.250% | | | | | |
| | | | 120,000.00 | 5.300% | 1,420,000.00 | | 60,000.00 | | 1,360,000.00 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

| Purpose | Date of Issue | Original Issue | Maturities of Bonds Outstanding December 31, 2013 | Interest Rate | Balance Dec. 31, 2012 | Serial Bonds Issued | Paid by Budget Appropriation | Bonds Refunded | Balance Dec. 31, 2013 |
|--|---------------|-----------------|---|---------------|-----------------------|---------------------|------------------------------|----------------|-----------------------|
| Refunding Bonds - Series 2010B | 05/04/10 | \$ 5,940,000.00 | \$ 1,175,000.00 | 2.00% | \$ 4,785,000.00 | | \$ 1,145,000.00 | | \$ 3,640,000.00 |
| | 05/01/15 | | 1,210,000.00 | 2.00% | | | | | |
| | 05/01/16 | | 1,255,000.00 | 2.00% | | | | | |
| General Improvement Bonds (Landfill Series - 2010) | 11/01/14 | 13,950,000.00 | 835,000.00 | 3.000% | 12,550,000.00 | | 815,000.00 | | 11,735,000.00 |
| | 11/01/15 | | 860,000.00 | 3.000% | | | | | |
| | 11/01/16 | | 880,000.00 | 3.000% | | | | | |
| | 11/01/17 | | 905,000.00 | 3.000% | | | | | |
| | 11/01/18 | | 930,000.00 | 4.000% | | | | | |
| | 11/01/19 | | 960,000.00 | 4.000% | | | | | |
| | 11/01/20 | | 990,000.00 | 4.000% | | | | | |
| | 11/01/21 | | 1,020,000.00 | 4.000% | | | | | |
| | 11/01/22 | | 1,050,000.00 | 4.000% | | | | | |
| | 11/01/23 | | 1,085,000.00 | 4.000% | | | | | |
| | 11/01/24 | | 1,125,000.00 | 4.125% | | | | | |
| 11/01/25 | | 1,095,000.00 | 4.250% | | | | | | |
| General Obligation Refunding Bonds, Series 2012 | 05/10/12 | 13,955,000.00 | 880,000.00 | 3.000% | 13,955,000.00 | | | | 13,955,000.00 |
| | 11/01/15 | | 200,000.00 | 3.000% | | | | | |
| | 11/01/15 | | 720,000.00 | 5.000% | | | | | |
| | 11/01/16 | | 125,000.00 | 3.000% | | | | | |
| | 11/01/16 | | 845,000.00 | 5.000% | | | | | |
| | 11/01/17 | | 1,025,000.00 | 3.000% | | | | | |
| | 11/01/18 | | 1,070,000.00 | 5.000% | | | | | |
| | 11/01/19 | | 1,135,000.00 | 3.000% | | | | | |
| | 11/01/20 | | 1,175,000.00 | 4.000% | | | | | |
| | 11/01/21 | | 750,000.00 | 4.000% | | | | | |
| | 11/01/21 | | 485,000.00 | 5.000% | | | | | |
| | 11/01/22 | | 1,300,000.00 | 4.000% | | | | | |
| | 11/01/23 | | 1,360,000.00 | 3.000% | | | | | |
| 11/01/24 | | 1,420,000.00 | 3.000% | | | | | | |
| 11/01/25 | | 1,465,000.00 | 3.000% | | | | | | |
| General Improvement Bonds, Series 2012 | 08/01/14 | 28,655,000.00 | 1,435,000.00 | 2.000% | 28,655,000.00 | | | | 27,220,000.00 |
| | 08/01/15 | | 2,010,000.00 | 2.000% | | | | | |
| | 08/01/16 | | 2,490,000.00 | 2.000% | | | | | |
| | 08/01/17 | | 2,545,000.00 | 2.500% | | | | | |
| | 08/01/18 | | 2,560,000.00 | 3.000% | | | | | |
| | 08/01/19 | | 2,560,000.00 | 4.000% | | | | | |
| | 08/01/20 | | 2,565,000.00 | 4.000% | | | | | |
| | 08/01/21 | | 2,665,000.00 | 3.000% | | | | | |
| 08/01/22 | | 2,745,000.00 | 2.125% | | | | | | |
| 08/01/23 | | 2,775,000.00 | 2.250% | | | | | | |
| 08/01/24 | | 2,870,000.00 | 3.000% | | | | | | |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

| Purpose | Date of Issue | Original Issue | Maturities of Bonds Outstanding December 31, 2013 | Interest Rate | Balance Dec. 31, 2012 | Serial Bonds Issued | Paid by Budget Appropriation | Bonds Refunded | Balance Dec. 31, 2013 |
|---------------------------------------|---------------|-----------------|---|--|-----------------------|---------------------|------------------------------|-----------------|-----------------------|
| Pension Refunding Bonds - Series 2013 | 07/30/13 | \$ 4,140,000.00 | 11/15/14 \$ 250,000.00 11/15/15 275,000.00 11/15/16 300,000.00 11/15/17 340,000.00 11/15/18 375,000.00 11/15/19 415,000.00 11/15/20 460,000.00 11/15/21 510,000.00 11/15/22 550,000.00 11/15/23 610,000.00 | 0.965% 1.267% 2.450% 2.450% 2.450% 3.076% 3.326% 4.000% 4.000% 4.000% | | | | | |
| | | | | | | \$ 4,140,000.00 | \$ 55,000.00 | \$ 4,085,000.00 | |
| | | | | | \$ 101,435,000.00 | \$ 4,140,000.00 | \$ 8,205,000.00 | \$ 3,945,000.00 | \$ 93,425,000.00 |

Ref.

C

C-7

C-7

C-7

C

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF BOND ANTICIPATION NOTES

| Ordinance Number | Improvement Description | Date of Original Note | Date of Issue | Date of Maturity | Interest Rate | Balance Dec. 31, 2012 | Increased | Decreased | Balance Dec. 31, 2013 |
|------------------|---|-----------------------|---------------|------------------|---------------|-------------------------|-------------------------|----------------------|-------------------------|
| 1094-03 | Acquisition of Land and Other Related Expenses | 09-30-10 | 09-28-12 | 09-27-13 | 1.250% | \$ 196,622.00 | \$ 559,030.00 | \$ 196,622.00 | \$ 559,030.00 |
| 23-11 | Various Capital Improvements and Other Related Expenses | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | | | |
| 07-12 | Financing of Certain Improvements Within a Duty Designated Redevelopment Area | 07-26-12 | 07-24-13 | 01-23-14 | 1.000% | 31,015,000.00 | 4,223,375.00 | | 31,015,000.00 |
| 11-12 | Various Capital Improvements and Other Related Expenses | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | 486,170.00 | | 4,223,375.00 |
| 12-12 | Acquisition of Various Information Technology | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | | | 486,170.00 |
| 13-12 | Acquisition of Various Equipment for the Township Police Department | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | 109,440.00 | | 109,440.00 |
| 14-12 | Various Capital Improvements and Other Related Expenses | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | 1,013,565.00 | | 1,013,565.00 |
| 19-12 | Acquisition of Various Equipment and Related Expenses | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | 26,095.00 | | 26,095.00 |
| 8-13 | Various Township wide Road Improvements and Other Related Expenses | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | 1,602,250.00 | | 1,602,250.00 |
| 9-13 | Various Capital Improvements and Other Related Expenses | 09-26-13 | 09-26-13 | 09-26-14 | 1.500% | | 2,865,000.00 | | 2,865,000.00 |
| | | | | | | <u>\$ 31,211,622.00</u> | <u>\$ 10,884,925.00</u> | <u>\$ 196,622.00</u> | <u>\$ 41,899,925.00</u> |

Ref. C C-4/C-17 C-8 C

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOANS PAYABLE

| Description | Year of Issue | Interest Rate | Balance Dec. 31, 2012 | Paid by Open Space Trust Fund | Balance Dec. 31, 2013 |
|---|---------------|---------------|--------------------------|-------------------------------------|--------------------------|
| Ocean Beach III Development and Recreational Site Improvements | 1996 | 2.00% | \$ 67,986.84 | \$ 18,944.05 | \$ 49,042.79 |
| Conservation Area | 2001 | 2.00% | 497,287.39 | 120,635.70 | 376,651.69 |
| Ocean Beach III Development | 1997 | 2.00% | 53,802.93 | 10,336.62 | 43,466.31 |
| Acquisition of Property - Dealman House (Haven's Farm) | 2002 | 2.00% | 235,731.42 | 29,435.50 | 206,295.92 |
| Acquisition of Property - Dealman House (Haven's Farm) | 2002 | 2.00% | 26,779.21 | 2,586.45 | 24,192.76 |
| Conservation Area, Phase II | 2001 | 2.00% | 135,961.48 | 15,835.25 | 120,126.23 |
| Drum Point Road Recreation Development | 2001 | 2.00% | 211,686.65 | 23,086.27 | 188,600.38 |
| Bayside Park Development Project | 2001 | 2.00% | 94,109.84 | 10,263.50 | 83,846.34 |
| Bambe Cross Cove Acquisition | 2004 | 2.00% | 171,403.88 | 16,554.88 | 154,849.00 |
| Drum Point Recreation Complex II | 2009 | 0.00% | 676,923.06 | 41,025.64 | 635,897.42 |
| Multi Park Development | 2011 | 0.00% | <u>179,661.64</u> | <u>9,711.44</u> | <u>169,950.20</u> |
| | | | <u>\$ 2,351,334.34</u> | <u>\$ 298,415.30</u> | <u>\$ 2,052,919.04</u> |
| Ref. | | | C | C-7 | C |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

| | <u>Ref.</u> | |
|---|-------------|---------------------------|
| Balance, December 31, 2012 | C | \$ 492,344.20 |
| Increased by: | | |
| 2013 Budget Appropriation | C-4 | 825,000.00 |
| | | <u>1,317,344.20</u> |
| Decreased by: | | |
| Appropriated to Finance Improvement Authorizations | C-13 | <u>1,311,158.00</u> |
| Balance, December 31, 2013 | C | \$ <u><u>6,186.20</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

| Ordinance Number | Improvement Description | Balance Dec. 31, 2012 | | 2013 | | Increased by | | Paid or Charged | Decreased by | | Balance Dec. 31, 2013 | |
|---------------------|--|-----------------------|--------------|----------------|-------------------------|--------------------------|----------|-----------------|--------------|--------------|-----------------------|------------|
| | | Funded | Unfunded | Authorizations | Prior Year Encumbrances | Reserve for Encumbrances | Canceled | | Funded | Unfunded | | |
| 726-92/732-93/635-8 | Road and Drainage Improvements | \$ | 400.31 | | | | | | | | | \$ 400.31 |
| 912-98/912-A-04 | Acquisition of a Parcel of Real Estate and Other Related Expenses | | 665,706.00 | | | | | | | | | 665,706.00 |
| 1008-01/1008-A-01 | Various Capital Improvements and Other Related Expenses | \$ | 37.75 | | | | | | | | | 37.75 |
| 1035-02 | Various Capital Improvements | | 448.17 | | | | | | | | | 448.17 |
| 1086-03 | Various Capital Improvements | | 46,784.00 | | | | | | | | | 46,784.00 |
| 1094-03 | Acquisition of Land and Other Related Expenses | | 2,901,108.06 | | | \$ 2,901,108.06 | | | | | | |
| 1095-03 | Various Capital Improvements | | 2,329.95 | | | | 194.59 | | | | | 2,329.95 |
| 1103-04 | Various Capital Improvements | | | | | | | | | | | 10.00 |
| 1109-04 | Various Capital Improvements | | 18,227.29 | | | | | | | | | 18,227.29 |
| 1111-04 | Various Capital Improvements | | 41,244.76 | | | | | | | | | 41,244.76 |
| 1129-05 | Improvements to Various Curbs and Sidewalks | | 2,732.48 | | | | | | | | | 2,732.48 |
| 1130-05 | Various Capital Improvements | | | | | | | | | | | 31,750.00 |
| 1152-05 | Acquisition of Certain Parcels of Land at Traders Cove, Hulise Tract, and Bill Frank Tract | | 158,755.14 | | | | | | | | | 158,755.14 |
| 1156-05 | Various Capital Improvements | | 65,197.77 | | | 5.00 | | | | | | 65,197.77 |
| 1157-05 | Various Capital Improvements | | 16.87 | | | | | | | | | 16.87 |
| 1158-05 | Expansion of Dotic's House | | 9,689.18 | | | | 2,752.71 | | | | | 9,689.18 |
| 08-06 | Various Capital Improvements | | 198.89 | | | | | | | | | 198.89 |
| 39-06 | Various Capital Improvements | | 214.88 | | | | | | | | | 214.88 |
| 38-06 | Various Capital Improvements | | 2,246.89 | | | | | | | | | 2,246.89 |
| 40-06 | Acquisition of Land and Other Related Expenses | | 7,484.20 | | | | | | | | | 7,484.20 |
| 03-07 | Various Capital Improvements | | 549.76 | | | | | 425.50 | | | | 124.26 |
| 04-07/43-07 | Various Capital Improvements | | 30,473.95 | | | | | 14,248.30 | | \$ 45,131.14 | | 38,341.64 |
| 45-07 | Acquisition of Various Equipment for the Police Department | | 6,483.23 | | | | | 8,869.05 | | | | 0.00 |
| 19-08 | Various Capital Improvements | | 1,022.81 | | | | | 810.18 | | | | 1,058.97 |
| 20-08 | Acquisition of Electronic & Computer Equipment | | 2,348.30 | | | | | 2,348.30 | | | | |
| 22-08 | Various Capital Improvements | | 182,379.14 | | | | | 4,137.65 | | | | 284,170.79 |
| 20-09 | Various Capital Improvements & Other Related Expenses | | 178.35 | | | | | | | | | 1,706.65 |
| 21-09 | Acquisition of Various Information Technology Equipment | | | | | | | 8,046.28 | | | | |
| 22-09 | Various Capital Improvements & Other Related Expenses | | 5,867.79 | | | | | 3,922.55 | | | | 12,100.63 |
| 23-09 | Various Capital Improvements & Other Related Expenses | | 191,445.37 | | | | | 18,904.27 | | | | 184,909.29 |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

| | <u>Ref.</u> | |
|---------------------------------------|-------------|---------------------------------------|
| Balance, December 31, 2012 | C | \$ 29,751,508.47 |
| Increased by: | | |
| Charged to Improvement Authorizations | C-13 | <u>16,956,248.39</u> 46,707,756.86 |
| Decreased by: | | |
| Applied to Improvement Authorizations | C-13 | <u>29,751,508.47</u> |
| Balance, December 31, 2013 | C | \$ <u><u>16,956,248.39</u></u> |

Exhibit C-15

SCHEDULE OF N.J. ENVIRONMENTAL INFRASTRUCTURE LOAN PAYABLE

| | <u>Ref.</u> | |
|-------------------------------|-------------|-------------------------------|
| Balance, December 31, 2012 | C | \$ 1,345,166.67 |
| Decreased by: | | |
| Paid by Open Space Trust Fund | C-7 | <u>131,006.52</u> |
| Balance, December 31, 2013 | C | \$ <u><u>1,214,160.15</u></u> |

TOWNSHIP OF BRICK
COUNTY OF OCEAN, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE

| | <u>Ref.</u> | |
|------------------------------------|-------------|---------------------|
| Balance, December 31, 2012 | C | \$ 1,842,911.97 |
| Decreased by: | | |
| Anticipated in Current Fund Budget | C-4 | <u>1,800,000.00</u> |
| Balance, December 31, 2013 | C | <u>\$ 42,911.97</u> |

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY
 GENERAL CAPITAL FUND
 SCHEDULE OF BONDS AND NOTES AUTHORIZED
 BUT NOT ISSUED

| Ordinance Number | Improvement Description | Balance Dec. 31, 2012 | 2013 Authorizations | Bond Anticipation Notes | Canceled | Balance Dec. 31, 2013 |
|------------------|--|--------------------------|------------------------|-------------------------------|-----------------|--------------------------|
| 694-90/752-93 | Road and Drainage Improvements | \$ 400.31 | | | | 400.31 |
| 792-93 | Baywood Avenue Reconstruction and Drainage Improvements | 227,962.76 | | | | 227,962.76 |
| 858-96 | Construction of Five Single Family Affordable Housing Units | 29,362.84 | | | | 29,362.84 |
| 912-98/912-A-04 | Acquisition of a Parcel of Real Estate and Other Related Expenses | 665,706.00 | | | | 665,706.00 |
| 1094-03 | Acquisition of Land and Other Related Expenses | 2,904,694.00 | | | \$ 2,901,108.06 | 3,585.94 |
| 1109-04 | Various Capital Improvements | 10.00 | | | | 10.00 |
| 1152-05 | Acquisition of Certain Parcels of Land at Traders Hulse Tract and Bill Frank Tract | 31,750.00 | | | | 31,750.00 |
| 1156-05 | Various Capital Improvements | 5.00 | | | | 5.00 |
| 08-06 | Various Capital Improvements | 324.00 | | | | 324.00 |
| 40-06 | Acquisition of Land and Other Related Expenses | 1,401.00 | | | | 1,401.00 |
| 43-10 | Closure of Landfill and Related Expenses | 1,070,000.00 | | | | 1,070,000.00 |
| 23-11 | Various Capital Improvements and Other Related Expenses | 1,732,975.00 | | \$ 559,030.00 | | 1,173,945.00 |
| 25-11 | Various Capital Improvements and Other Related Expenses | 158,750.00 | | | | 158,750.00 |
| 26-11 | Various Capital Improvements and Other Related Expenses | 344,350.00 | | | | 344,350.00 |
| 07-12 | Financing of Certain Improvements Within a Duty Designated Redevelopment Area | 2,985,000.00 | | | | 2,985,000.00 |
| 11-12 | Various Capital Improvements and Other Related Expenses | 5,814,285.00 | | 4,223,375.00 | | 1,590,910.00 |
| 12-12 | Acquisition of Various Information Technology | 533,425.00 | | 486,170.00 | | 47,255.00 |
| 13-12 | Acquisition of Various Equipment for the Township Police Department | 109,440.00 | | 109,440.00 | | 887,480.00 |
| 14-12 | Various Capital Improvements and Other Related Expenses | 1,901,045.00 | | 1,013,565.00 | | 19,505.00 |
| 19-12 | Acquisition of Various Equipment and Related Expenses | 45,600.00 | | 26,095.00 | | |
| 08-13 | Various Township Wide Road Improvements and Other Related Expenses | | \$ 3,942,500.00 | 1,602,250.00 | | 2,340,250.00 |
| 09-13 | Various Capital Improvements and Other Related Expenses | | 14,399,150.00 | 2,865,000.00 | | 11,534,150.00 |
| 21-13 | Providing for Various Township Wide Beach Improvements and Other Related Expenses | | 2,476,190.00 | | | 2,476,190.00 |
| 27-13 | Various Capital Improvements and Other Related Expenses | | 1,844,377.00 | | | 1,844,377.00 |
| 28-13 | Acquisition of Various Information Technology and Related Expenses | | 157,700.00 | | | 157,700.00 |
| 29-13 | Various Capital Improvements and Other Related Expenses | | 1,271,955.00 | | | 1,271,955.00 |
| 30-13 | Various Capital Improvements and Other Related Expenses | | 943,920.00 | | | 943,920.00 |
| | | \$ 18,556,485.91 | \$ 25,035,792.00 | \$ 10,884,925.00 | \$ 2,901,108.06 | \$ 29,806,244.85 |

Ref. C-8/C-13 C-10 C-8 (Footnote C)

TOWNSHIP OF BRICK
 COUNTY OF OCEAN, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP
 SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS

| | <u>Balance</u> Dec. 31, 2012 | <u>Additions</u> | <u>Disposals</u> | <u>Balance</u> Dec. 31, 2013 |
|-----------------------------------|---------------------------------|------------------------|------------------------|---------------------------------|
| General Fixed Assets: | | | | |
| Land | \$ 29,361,182.47 | | | \$ 29,361,182.47 |
| Buildings and Improvements | 17,750,479.34 | | | 17,750,479.34 |
| Furniture, Fixtures and Equipment | <u>22,509,775.38</u> | <u>\$ 2,417,063.38</u> | <u>\$ 1,578,214.00</u> | <u>23,348,624.76</u> |
| | <u>\$ 69,621,437.19</u> | <u>\$ 2,417,063.38</u> | <u>\$ 1,578,214.00</u> | <u>\$ 70,460,286.57</u> |

Ref.

D

D

TOWNSHIP OF BRICK
COUNTY OF OCEAN
SUPPLEMENTARY DATA
YEAR ENDED DECEMBER 31, 2013

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION (EXCLUDING FIRE DISTRICT TAXES)

| | | | |
|---------------------------|---------------------|---------------------|---------------------|
| Tax Rate | <u>2013</u> | <u>2012</u> | <u>2011</u> |
| | \$ <u>2.025</u> | \$ <u>1.946</u> | \$ <u>1.822</u> |
| Apportionment of Tax Rate | | | |
| Municipal | .636 | .635 | .636 |
| County | .416 | .400 | .382 |
| Local School | .963 | .917 | .918 |
| Municipal Open Space | .010 | .010 | .010 |
| Assessed Valuation | | | |
| 2013 | \$10,201,845,962.00 | | |
| 2012 | | \$10,624,568,973.00 | |
| 2011 | | | \$10,665,443,870.00 |

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

| <u>Year</u> | <u>Tax Levy</u> | <u>Currently</u> | |
|-------------|-------------------|------------------------|---------------------------------|
| | | <u>Cash Collection</u> | <u>Percentage of Collection</u> |
| 2013 | \$ 211,605,419.67 | \$ 207,720,650.94 | 98.16% |
| 2012 | 213,381,034.49 | 208,963,666.50 | 97.92% |
| 2011 | 212,438,704.48 | 207,897,276.95 | 97.86% |

DELINQUENT TAXES AND TAX TITLE LIENS

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

| <u>Year Ended December 31</u> | <u>Amount of Tax Title Liens</u> | <u>Amount of Delinquent Taxes</u> | <u>Total Delinquent</u> | <u>Percentage of Tax Levy</u> |
|-------------------------------|----------------------------------|-----------------------------------|-------------------------|-------------------------------|
| 2013 | \$ 486,119.31 | \$ 3,121,910.24 | \$ 3,608,029.55 | 1.71% |
| 2012 | 412,963.94 | 3,564,022.04 | 3,976,986.18 | 1.86% |
| 2011 | 379,699.45 | 3,386,360.99 | 3,766,060.44 | 1.78% |

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

| <u>Year</u> | <u>Amount</u> |
|-------------|-----------------|
| 2013 | \$ 7,204,800.00 |
| 2012 | 7,204,800.00 |
| 2011 | 7,725,000.00 |

COMPARATIVE SCHEDULE OF FUND BALANCES

| <u>Year</u> | <u>Balance December 31</u> | <u>Utilized In Budget of Succeeding Year</u> |
|---------------------|--------------------------------|--|
| <u>Current Fund</u> | | |
| 2013 | \$ 14,850,453.26 | \$ 7,077,650.00 |
| 2012 | 13,012,556.09 | 7,985,923.00 |
| 2011 | 8,373,524.85 | 4,910,922.70 |
| 2010 | 6,681,577.10 | 4,405,239.00 |
| 2009 | 8,390,958.30 | 8,231,163.00 |

SUMMARY OF MUNICIPAL DEBT

(Excluding Current and Operating Debt and Type II School Debt)

| | <u>2013</u> | <u>2012</u> | <u>2011</u> |
|---|--------------------------|--------------------------|--------------------------|
| <u>Issued and Outstanding</u> | | | |
| General Bonds, Notes, and Loans | \$ <u>138,592,004.19</u> | \$ <u>136,343,123.01</u> | \$ <u>114,604,592.64</u> |
| Total Debt Issued | <u>138,592,004.19</u> | <u>136,343,123.01</u> | <u>114,604,592.64</u> |
| Authorized but not Issued: | | | |
| General Bonds and Notes | <u>29,806,244.85</u> | <u>18,556,485.91</u> | <u>8,239,646.91</u> |
| Total Authorized but not Issued | <u>29,806,244.85</u> | <u>18,556,485.91</u> | <u>8,239,646.91</u> |
| Net Bonds and Notes Issued and Authorized but not Issued | \$ <u>168,398,249.04</u> | \$ <u>154,899,608.92</u> | \$ <u>122,844,239.55</u> |

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarization statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a Statutory Net Debt of 1.503%.

| | <u>Gross Debt</u> | <u>Deductions</u> | <u>Net Debt</u> |
|-----------------------|--------------------------|-------------------------|--------------------------|
| Local District School | \$ 18,514,000.00 | \$ 18,514,000.00 | \$ None |
| General Debt | <u>168,398,249.04</u> | <u>42,911.97</u> | <u>168,355,337.07</u> |
| | <u>\$ 186,912,249.04</u> | <u>\$ 18,556,911.97</u> | <u>\$ 168,355,337.07</u> |

Net Debt \$168,355,337.07 divided by Equalized Valuation basis per N.J.S.A. 40A:2-6 as amended
 $\$11,204,001,435.67 = 1.503\%$.

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

| | |
|-------------------------------------|--------------------------|
| 3 1/2% of Equalized Valuation Basis | \$ 392,140,050.25 |
| Net Debt | <u>168,355,337.07</u> |
| Remaining Borrowing Power | <u>\$ 223,784,713.18</u> |

The Annual Debt Statement as filed by the Chief Financial Officer is correct.

TOWNSHIP OF BRICK - COUNTY OF OCEAN
OFFICIALS IN OFFICE AND SURETY BONDS

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

| <u>Name</u> | <u>Title</u> |
|----------------------|--|
| Stephen C. Acropolis | Mayor |
| Bob Moore | Council President |
| Susan Lydecker | Councilman Vice President |
| Joseph Sangiovanni | Council Member |
| James Fozman | Council Member |
| Domenick Brando | Council Member |
| Dan Toth | Council Member |
| John Ducey | Council Member |
| Lynette Iannarone | Township Clerk/Municipal Improvement Search Officer |
| Scott M. Pezarras | Treasurer/Chief Financial Officer, Business Administrator |
| Maureen Laffey Berg | Supervisor of Accounts |
| Jo Anne R. Lambusta | Tax Collector |
| Albert Cerone | Tax Assessor |
| Robert Lepore | Judge |
| Michelle Edgin | Court Administrator |
| Donna Morra | Deputy Court Administrator |
| George Gilmore | Township Attorney |

All employees are covered by a Faithful Performance Blanket Position Bond in the amount of \$950,000.00 with the Ocean County Municipal Joint Insurance Fund.

There are blanket bonds for secondary coverage with the Municipal Excess Liability Joint Insurance Fund in the amount of \$50,000.00 for Public Employees. These bonds are subject to deductibles based upon other required coverages.

TOWNSHIP OF BRICK

COUNTY OF OCEAN

PART II

SINGLE AUDIT SECTION

FOR THE YEAR ENDED DECEMBER 31, 2013

FALLON & LARSEN LLP

Certified Public Accountants
Registered Municipal Accountants

1390 Route 36, Suite 102
Hazlet, New Jersey 07730-1716
Telephone: (732) 888-2070
FAX: (732) 888-6245

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY CIRCULAR A-133

To the Honorable Mayor
and Members of the Township Council
Township of Brick
County of Ocean
Brick, New Jersey

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

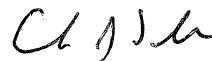
Report on Internal Control Over Compliance

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

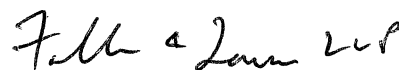
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant #506



Fallon & Larsen LLP

Hazlet, New Jersey
September 11, 2014

TOWNSHIP OF BRICK
 COUNTY OF OCEAN
 STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2013

| Federal Grantor/Pass-through Grantor/ Program or Cluster Title | Grant Number/ Pass through Grant Number | Federal CFDA Number | Grant Period | Grant/Loan Award | Cash Received | Program Expenditures | Cumulative Expenditures |
|---|--|---------------------------|---------------------|---------------------|------------------|-------------------------|----------------------------|
| U.S. Department of Housing and Urban Development: | | | | | | | |
| Direct Programs: | | | | | | | |
| Community Development Block Grants/Entitlements | B-13-MC-34-0122 | 14.218 | Open | \$ 294,377.00 | \$ 37,649.39 | \$ 37,649.39 | \$ 37,649.39 |
| Community Development Block Grants/Entitlements | B-12-MC-34-0122 | 14.218 | Open | 274,835.00 | 207,083.84 | 245,156.96 | 249,211.88 |
| Total U.S. Department of Housing and Urban Development | | | | 569,212.00 | 244,733.23 | 282,806.35 | 286,861.27 |
| U.S. Department of the Interior: | | | | | | | |
| Pass-through programs from: | | | | | | | |
| New Jersey Department of Transportation: | | | | | | | |
| Traders Cove Marina National Boating Infrastructure Grant | NBIG Y-12-D-1 | 15.622 | 08/06/12 - 12/31/15 | 807,051.00 | | 371,404.08 | 371,404.08 |
| Total U.S. Department of the Interior: | | | | 807,051.00 | | 371,404.08 | 371,404.08 |
| U.S. Department of Transportation: | | | | | | | |
| Pass-through programs from: | | | | | | | |
| New Jersey Department of Transportation: | | | | | | | |
| Seawood Harbor Bicycle Trails Grant | 0786300480FEQ | 20.205 | Open | 190,000.00 | 126,467.25 | 150,276.98 | 186,146.98 |
| New Jersey Department of Law and Public Safety: | | | | | | | |
| State and Community Highway Safety | 0661160100036 | 20.600 | Not Available | 28,100.00 | 16,858.31 | 4,885.32 | 25,432.84 |
| State and Community Highway Safety | 0661160100036 | 20.600 | Not Available | 43,500.00 | 43,140.15 | 43,409.00 | 43,409.00 |
| State and Community Highway Safety | 0661160100036 | 20.600 | Not Available | 42,900.00 | | 806.30 | 806.30 |
| New Jersey Department of Environmental Protection: | | | | | | | |
| Recreational Trails Program | 0424875100205 | 20.219 | 09/28/10-08/31/13 | 11,200.00 | 11,200.00 | 199,377.60 | 11,200.00 |
| Total Department of Transportation | | | | 315,700.00 | 197,665.71 | 199,377.60 | 266,995.12 |

See accompanying notes to the schedule of expenditures of federal awards.

TOWNSHIP OF BRICK
COUNTY OF OCEAN
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2013

| Federal Grantor/Pass-through Grantor/ Program or Cluster Title | Grant Number/ Pass through Grant Number | Federal CFDA Number | Grant Period | Grant/Loan Award | Cash Received | Program Expenditures | Cumulative Expenditures |
|---|--|---------------------------|---------------------|---------------------|-------------------|-------------------------|----------------------------|
| U.S. Department of Justice: Direct Programs: Secure Our Schools | 2008CKWX0729 | 16.710 | Not Available | \$ 208,000.00 | \$ | \$ 63,329.22 | \$ 208,000.00 |
| Pass-through programs from: State of New Jersey Department of Law and Public Safety: COPS in Shops - Enforce Underage Drinking | 0661400100014 | 16.727 | 06/01/12-05/31/13 | 17,008.33 | \$ 8,770.40 | 7,116.35 | 13,760.00 |
| Township of Lakewood: Edward Byrne Memorial Justice Assistance Grant - 2009 | 2009-DJ-BX-0645 | 16.730 | Not Available | 48,650.00 | | 2,429.92 | 48,650.00 |
| Edward Byrne Memorial Justice Assistance Grant - 2010 | 2010-H5183-NJ-DJ | 16.730 | 10/01/09 - 09/30/13 | 14,174.00 | | 639.00 | 14,174.00 |
| Edward Byrne Memorial Justice Assistance Grant - 2011 | 2011-H4880-NJ-DJ | 16.730 | 10/01/11 - 09/30/15 | 13,708.00 | | | |
| Edward Byrne Memorial Justice Assistance Grant - 2012 | 2012-H3414-NJ-DJ | 16.730 | 06/30/12 - 07/01/15 | 11,504.00 | | 6,839.08 | 6,839.08 |
| Edward Byrne Memorial Justice Assistance Grant - 2013 | 2013-H3829-NJ-DJ | 16.730 | 06/30/13 - 07/01/16 | 10,943.00 | | | |
| Total U.S. Department of Justice | | | | <u>323,987.33</u> | <u>8,770.40</u> | <u>80,353.57</u> | <u>291,423.08</u> |
| U.S. Environmental Protection Agency: Pass-through programs from: State of New Jersey Department of Environmental Protection: Green Communities Grant | 1000424870038 | 66.UNK | 02/12/13 - 10/31/14 | 3,000.00 | | | |
| Pass-through programs from: Ocean County College: Barnegat Bay National Estuary Program | FFY2007 | 66.456 | 07/13/11-09/01/12 | 6,959.00 | | 4,431.63 | 6,959.00 |
| Total U.S. Environmental Protection Agency | | | | <u>9,959.00</u> | | <u>4,431.63</u> | <u>6,959.00</u> |
| U.S. Department of Energy: Direct Programs: ARRA - Energy Efficiency and Conservation Block Grant | DE-SC0001723 | 81.128 | 09/14/09-09/13/12 | 695,800.00 | | 139,787.20 | 683,970.90 |
| Total U.S. Department of Energy | | | | <u>695,800.00</u> | <u>151,616.30</u> | <u>139,787.20</u> | <u>683,970.90</u> |

See accompanying notes to the schedules of expenditures of federal awards.

TOWNSHIP OF BRICK
COUNTY OF OCEAN
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For The Year Ended December 31, 2013

| Federal Grantor/Pass-through Program or Cluster Title | Grant Number/Pass through Grant Number | Federal CFDA Number | Grant Period | Grant/Loan Award | Cash Received | Program Expenditures | Cumulative Expenditures |
|---|---|--------------------------------------|--|--|-------------------------------------|---|--|
| U.S. Department of Health and Human Services: Pass-through programs from: Ocean County Office of Senior Services Title III-B and Title III-E- Brick Senior & Outreach Title III-B and Title III-E- Brick Senior & Outreach Total U.S. Department of Health and Human Services | 15060 15060 | 93.UNK 93.UNK | 01/01/13-12/31/13 01/01/12-12/31/12 | \$ 135,100.00 141,100.00 <u>276,200.00</u> | \$ 135,100.00 <u>135,100.00</u> | \$ 135,100.00 4,616.25 <u>139,716.25</u> | \$ 135,100.00 141,100.00 <u>276,200.00</u> |
| U.S. Department of Homeland Security: Pass-through programs from: New Jersey Department of Law and Public Safety: Disaster Grants - Public Assistance (Presidentially Declared Disasters): Various Projects Emergency Management Performance Grant EMPG Exercise Pass Thru Grant Citizen Corps Grant Total U.S. Department of Homeland Security | 0661200100A32 120010072612 2009-EMPG-P150-3 120010099413 | 97.036 97.042 97.042 97.053 | Various 01/01/13 - 12/31/13 Not Available Not Available | 12,400,723.43 5,000.00 15,000.00 <u>1,000.00</u> 12,421,723.43 | 6,021,403.84 <u>6,021,403.84</u> | 12,400,723.43 9,254.00 <u>12,409,977.43</u> | 12,400,723.43 14,366.00 489.93 <u>12,415,579.36</u> |
| Total Federal Expenditures | | | | \$ 15,419,632.76 | \$ 6,759,289.48 | \$ 13,627,854.11 | \$ 14,599,392.81 |

See accompanying notes to the schedules of expenditures of federal awards.

TOWNSHIP OF BRICK
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 1 ORGANIZATION AND BASIS OF PRESENTATION

A. Organization

The Township of Brick is the prime sponsor and recipient of various federal and state grant funds. The Township has delegated the administration of grant programs and the reporting function to various departments within the Township. Substantially all grant and program cash funds are commingled with the Township's other funds, although each grant is accounted for separately within the Township's financial records. The Township's Department of Finance performs the accounting functions for all grants.

B. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Township of Brick. The schedule is presented on the cash basis of accounting other than the Disaster Grants received from the United States Department of Homeland Security.

The Disaster Grants presented in the accompanying schedule of federal awards are presented based on obligated expenditures from the U.S. Department of Homeland Security. These expenditures include cash disbursements and commitments for future disbursements. The eligible expenditures will be adjusted in future years based on insurance proceeds and increases or decreases in project scope.

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*.

NOTE 2 CONTINGENCIES

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

NOTE 3 TITLE III B AND III E CITIZEN GRANTS

During the year ended December 31, 2013, funds totaling \$135,100.00 were received from the Ocean County Office of Senior Services. While the grant agreement indicates that the source of funds includes both federal (CFDA 93.044 and 93.UNK) and state awards, the allocation cannot be determined in preparing the schedule of expenditures of federal awards. Because the federal portion of the expenditures is unknown, the full amount is included in the accompanying schedule of expenditures of federal awards.

TOWNSHIP OF BRICK
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 4 LOANS OUTSTANDING

During the year ended December 31, 2013 the Township received a Community Disaster Loan in the amount of \$5,000,000.00. This loan is funded by the United States Department of Homeland Security. In accordance with the regulatory basis of accounting followed by municipalities in New Jersey this loan was realized as revenue during the year ended December 31, 2013. In accordance with federal guidelines this loan may be forgiven if certain revenue criteria are met in future years. The potential liability of the Current Fund is \$5,000,000.00.

**TOWNSHIP OF BRICK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Section I - Summary of Auditors' Results

Financial Statements Section

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weakness identified? Yes X No

Reportable condition identified not considered to be material weaknesses? Yes X None reported

Noncompliance material to financial statements noted? Yes X No

a) Federal Awards

Internal Control over major programs:

Material weakness identified? Yes X No

Reportable condition identified not considered to be material weakness? Yes X None reported

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

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)? Yes X No

Identification of major federal programs:

| <u>CFDA Number(s)</u> | <u>Name of Federal Program or Cluster</u> | <u>Pass-Through Grantor's Number/ Federal Grant Number</u> |
|-----------------------|---|--|
| 97.036 | Disaster Grants | 0661200100A32 |

Dollar threshold to distinguish between Type A and Type B programs: \$408,836.00

Auditee qualified as low risk auditee? Yes X No

**TOWNSHIP OF BRICK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Section II - Financial Statement Findings

None reported.

**TOWNSHIP OF BRICK
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Section III

a) Federal Award Findings and Questioned Costs

There were no findings or questioned costs related to federal programs.

**TOWNSHIP OF BRICK
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2013**

a) Schedule of Federal Prior Year Audit Findings

Finding 2012-1

Condition: The single audit reporting package required by OMB Circular A-133 for the year ended December 31, 2011 was not filed with the Federal Audit Clearing House.

Recommendation: That procedures be implemented to determine that the reporting package required by OMB Circular A-133 is filed by the required deadline.

Current Status: The Township filed the reporting package. No similar findings were noted in the 2013 audit.

TOWNSHIP OF BRICK

COUNTY OF OCEAN

PART III

COMMENTS AND RECOMMENDATIONS

FOR THE YEAR ENDED DECEMBER 31, 2013

GENERAL COMMENTS

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

N.J.S. 40A:11-4 states, "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, the bid threshold shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law".

The Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the Township Counsel's opinion should be sought before a commitment is made.

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

| | |
|--|---|
| Janitorial Services | Computer and Printer Supplies |
| (2) 4-Wheel Drive Ambulances | Purchase and Delivery of Aggregates and Asphalt |
| Bed Bug Preventive Maintenance and Service | E-Ticketing Software System |
| Drainage Improvements to Lanes Mill Road | Seawood Harbor Tract-Bicycle Trail |
| Rental of Trailer Type Restroom Facility | Electrical Services |
| Rental of Office Trailers and Storage Containers | Reconstruction of Trader's Cove Marina-Floating |
| The Boulevard Improvements-Greenbriar | Docks and Break-water |
| Truck, Bus, Trailer and Equipment Spring Repair | Rental and Laundry of Work Uniforms, Purchase |
| Printing of Tax Bills | of T-shirts and Rental of Floor Mats, Rags and |
| Purchase and Delivery of Snow/Dune Fence | Fender Covers |
| Recreation Uniforms | Demolition, Removal, Recycling and/or Disposal |
| Rental of Equipment and Operators | FEMA Eligible Debris on Public and Private |
| Traders Cove Marina Park Improvements-Transient | Property |
| Floating Docks | Ambulance Repairs |
| Brick Beach I-Boardwalk and Shower Platform | Vehicle Collision and Body Repairs |
| Reconstruction | Hendrickson/Harrison Avenue Roadway |
| Lake Rivera Roadway and Drainage Improvements | Improvements |
| Environmentally Friendly Mobile Truck Wash Service | Purchase and Delivery of Liquid Deicing Agent |
| Beach Restoration and Dune Reconstruction Activities | Brick Beach I-Parking Lot Improvements |
| Tree Trimming, Removal and Disposal Service | Traders Cove Marina-Floating Docks B, C and D |
| Purchase and Delivery of 1 Grapple Truck | Sign Materials |

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violations existed.

GENERAL COMMENTS (continued)

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

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

Our examination of expenditures did not reveal individual payments in excess of the bid threshold "for the provision or performance of any goods or services" other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S. 40A:11-6.

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, "For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered".

Collection of Interest on Delinquent Taxes and Assessments

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

The Governing Body, on January 8, 2013, adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

IT IS HEREBY RESOLVED by the Township Council of the Township of Brick, in accordance with N.J.S.A. 54:4-67, to permit the fixing of the interest to be charged on taxes and assessments at 8% per annum on the first \$1,500.00 and allows 18% on any amount in excess of \$1,500.00 to be calculated from statutory due date until actual payment. Additional penalty of 6% to be collected against a delinquency in excess of \$10,000.00 on properties that remain unpaid at the end of the calendar year. There will be allowed the maximum ten (10) day grace period on quarterly tax payments.

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

Delinquent Taxes and Tax Title Liens

The detail of all unpaid taxes for 2013 and prior years and tax title liens is being properly carried in the Tax Collector's records. An abstract taken from these records as of December 31, 2013, covering all unpaid charges on that date, was verified with the accounting control figures shown in this report.

The last tax sale was held on March 19, 2013 and it was complete.

GENERAL COMMENTS (continued)

Delinquent Taxes and Tax Title Liens (continued)

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

The number of tax title liens receivable as of December 31st of the last three (3) years:

| <u>Year</u> | <u>Number of Liens</u> |
|-------------|------------------------|
| 2013 | 34 |
| 2012 | 10 |
| 2011 | 10 |

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis. Certain liens have been in existence for greater than two years.

Verification of Delinquent Taxes

Verification of delinquent charges and current payments was done for the period under audit in accordance with the regulations of the Division of Local Government Services, on December 31, 2012 and consisted of verification notices as follows:

| <u>Type</u> | <u>Number Mailed</u> | <u>Number Returned</u> |
|----------------------------|----------------------|------------------------|
| Dates of Payments of Taxes | 25 | 8 |
| Delinquent Taxes | 18 | 3 |

Through examination of those notices that were returned, and by alternative procedures for notices unreturned, no irregularities were noted.

OTHER COMMENTS

Cash Balances

The cash balances in all funds were verified by independent certifications obtained from the depositories as of December 31, 2013.

Cash counts were made at various dates in all departments of the Township and bank balances were independently reconciled to the book records or to such schedules of receipts and disbursements provided for audit.

The change funds and petty cash funds were counted.

OTHER COMMENTS (continued)

Revenues

Receipts from licenses, fees, fines and costs, etc., for all departments, including the Municipal Court, were checked to the records maintained to the extent deemed necessary.

Financial Administration

Comment: Interfunds receivable and payable are reflected on the various balance sheets of the funds at December 31, 2013.

Recommendation: That all interfunds be liquidated prior to year end.

Payroll Authorization

Comment: There are several salary ordinances that authorize a range of salaries for unclassified employees. During testing of individual salaries against the ordinances we noted that some individual salaries exceeded the top of the range set by the ordinances.

Recommendation: None. The Township is currently obtaining an opinion from State regulators as to whether salary ordinances are required under the Township's form of government.

Expenditures

The vouchers for all funds were examined to the extent deemed necessary to determine that they carried the properly executed certifications as required by statute.

Payroll

An examination was made of the employee's compensation records for the year 2013 to determine that salaries were paid in conformity with the amounts of salaries and wages authorized by ordinance. Vouchers for overtime and part-time wages were checked.

Appreciation

I desire to express my appreciation for the cooperation received from the Township Officials and Employees and the courtesies extended during the course of the audit.

RECOMMENDATIONS

It is recommended:

13-1. That all interfunds be liquidated prior to year end.

Of the above recommendation, number 13-1 is repeated from the 2012 audit.

Should any questions arise as to my comments or recommendations, or should you desire assistance in implementing my recommendations, please do not hesitate to contact me.

Very truly yours,



Charles J. Fallon
Certified Public Accountant
Registered Municipal Accountant # 506

For the Firm
FALLON & LARSEN LLP