

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AND
INDEPENDENT AUDITOR'S REPORTS

YEAR ENDED

DECEMBER 31, 2013

Oliwa & Company
Certified Public Accountants

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AND
INDEPENDENT AUDITOR'S REPORTS

Year Ended December 31, 2013

Table of Contents

Part I

	<u>Pages</u>
Independent Auditor's Report	1-3
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	4-5
<u>Financial Statements</u>	<u>Exhibit</u>
<u>Current Fund</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
Comparative Statement of Fund Balance - Regulatory Basis	C-1
<u>General Fixed Assets Account Group</u>	
Comparative Balance Sheet - Regulatory Basis	D
<u>Payroll Fund</u>	
Comparative Balance Sheet - Regulatory Basis	E

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AND
INDEPENDENT AUDITOR'S REPORTS

Year Ended December 31, 2013

Table of Contents

Part I
(Continued)

<u>Financial Statements</u>	<u>Exhibit</u>
<u>Public Assistance Fund</u>	
Comparative Balance Sheet - Regulatory Basis	F
<u>Notes to Financial Statements</u>	<u>Pages</u> 6-24

Part II

<u>Supplementary Schedules</u>	<u>Schedule</u>
<u>Current Fund</u>	
Schedule of Cash	A-4
Schedule of Taxes Receivable and Analysis of Property Tax Levy	A-5
Schedule of Tax Title Liens	A-6
Schedule of Revenue Accounts Receivable	A-7
Schedule of Property Acquired for Taxes at Assessed Valuation	A-8
Schedule of Due from State of New Jersey (P.L. 1971, C.20)	A-9
Schedule of Appropriation Reserves	A-10
Schedule of Reserve for Encumbrances	A-11
Schedule of Code Official Security Deposit	A-12
Schedule of Prepaid Taxes	A-13
Schedule of Tax Overpayments	A-14
Schedule of County Taxes Payable	A-15
Schedule of Local School District Tax Payable	A-16
Schedule of Regional High School Tax Payable	A-17
Schedule of Various Reserves	A-18
Schedule of Due to Federal and State Grant Fund	A-19
Schedule of Due from Current Fund - Federal and State Grant Fund	A-20
Schedule of Grants Receivable - Federal and State Grant Fund	A-21
Schedule of Appropriated Reserves - Federal and State Grant Fund	A-22

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AND
INDEPENDENT AUDITOR'S REPORTS

Year Ended December 31, 2013

Table of Contents

Part II
(Continued)

Supplementary Schedules

Schedule

Trust Fund

Schedule of Cash	B-1
Schedule of Reserve for Animal Control Fund Expenditures	B-2
Schedule of Due to State of New Jersey - Animal Control Fund	B-3
Schedule of Reserve for Open Space	B-4
Schedule of Interfund - Open Space Fund	B-5
Schedule of Various Reserves - Other Trust Fund	B-6
Schedule of Length of Service Award Program Fund Investments	B-7
Schedule of Reserve for Length of Service Award Program Fund	B-8
Schedule of Assessments Receivable - Assessment Fund	B-9
Schedule of New Jersey Environmental Infrastructure Trust	
Loan - Assessment Fund	B-10
Schedule of New Jersey Department of Environmental Protection Fund	
Loan - Assessment Fund	B-11

General Capital Fund

Schedule of Cash	C-2
Analysis of General Capital Fund Cash	C-3
Schedule of Deferred Charges to Future Taxation - Funded	C-4
Schedule of Deferred Charges to Future Taxation - Unfunded	C-5
Schedule of Grants Receivable	C-6
Schedule of Reserve for Payment of Bonds	C-7
Schedule of Reserve for Encumbrances	C-8
Schedule of Accrued Interest on Bonds	C-9
Schedule of Improvement Authorizations	C-10
Schedule of General Serial Bonds	C-11
Schedule of Capital Improvement Fund	C-12
Schedule of Green Trust Loans Payable	C-13
Schedule of Bonds and Notes Authorized but Not Issued	C-14
Schedule of Due from New Jersey Environmental Infrastructure Financing Program	C-15

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AND
INDEPENDENT AUDITOR'S REPORTS

Year Ended December 31, 2013

Table of Contents

Part II
(Continued)

General Fixed Assets Account Group **Schedule**

Schedule of Investment in General Fixed Assets D-1

Part III

Comments Section **Pages**
25-30

Part IV

Single Audit Section **Page(s)**

Independent Auditor's Report on Compliance for Each Major Program and
on Internal Control Over Compliance Required by Federal OMB Circular
A-133 31-32

Schedule of Expenditures of Federal Awards 33

Notes to Schedule of Expenditures of Federal Awards 34

Schedule of Findings and Questioned Costs 35-36

Part V

Comments and Recommendations **Page**
37

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART I

INDEPENDENT AUDITOR'S REPORTS

FINANCIAL STATEMENTS

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2013

Oliwa & Company

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members
of the Borough Council
Borough of Oceanport
County of Monmouth
Oceanport, New Jersey

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various funds and the account group of the Borough of Oceanport, County of Monmouth, State of New Jersey (the "Borough") as of December 31, 2013 and 2012, the related statement of operations and change in fund balance - regulatory basis for the years then ended, the related statement of fund balance - regulatory basis for the years then ended, the statement of revenues - regulatory basis and the statement of expenditures - regulatory basis for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements listed as financial statement exhibits 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; this includes 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 1, the Borough prepares its financial statements in accordance with 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. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Borough as of December 31, 2013 and 2012, or changes in its financial position for the years then ended.

Basis for Qualified Opinion on Regulatory Basis of Accounting

The financial statements of the Length of Service Award Program (“LOSAP”) Fund have not been audited, and we were not required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to audit, and were not engaged to audit the LOSAP Fund financial statements as part of our audit of the Borough’s financial statements. The LOSAP Fund financial activities are included in the Borough’s Trust Fund, and represent 2.54% and 1.87% of the assets and liabilities, reserves and fund balance of the Borough’s Trust Fund as of December 31, 2013 and 2012, respectively.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the possible effects of such adjustments, if any, of the matter discussed in the “Basis for Qualified Opinion on Regulatory Basis of Accounting” paragraph, the financial statements referred to above present fairly, in all material respects, the balance sheets - regulatory basis of the various funds and the account group of the Borough as of December 31, 2013 and 2012, the statement of operations and change in fund balance - regulatory basis for the years then ended, the statement of fund balance - regulatory basis for the years then ended, the statement of revenues - regulatory basis and the statement of expenditures - regulatory basis for the year ended December 31, 2013 in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Other Matters

In our report dated October 25, 2013, we expressed an opinion that the 2012 financial statements did not fairly present the General Fixed Assets Account Group - Regulatory Basis in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey because the Borough did not record fixed asset additions and dispositions occurring in 2012. As described in Note 3, the Borough has updated its fixed assets activity and restated its 2012 financial statements to conform with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Accordingly, our present opinion on the restated 2012 financial statements, as presented herein, is different from that expressed in our previous report.

Other Matters (Continued)

Our audits were conducted for the purpose of forming opinions on the financial statements, which collectively comprise the Borough's financial statements. The supplementary schedules and comments section as listed in the table of contents are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and are not a part of the financial statements. The schedule of expenditures of federal awards is also 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, and is also not a required part of the financial statements.

The supplementary schedules, comments section 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. Except for the LOSAP Fund supplementary schedules, 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the possible effects of such adjustments, if any, had the LOSAP Fund supplementary schedules been audited, the supplementary schedules, comments section and the schedule of expenditures of federal awards are fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 19, 2014 on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Borough's internal control over financial reporting and compliance.



Robert S. Oliwa
Certified Public Accountant
Registered Municipal Accountant #414

Oliwa & Company

Freehold, New Jersey
September 19, 2014

Oliwa & Company

Certified Public Accountants

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

To the Honorable Mayor and Members
of the Borough Council
Borough of Oceanport
County of Monmouth
Oceanport, 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 regulatory basis financial statements of the Borough of Oceanport, County of Monmouth, State of New Jersey (the "Borough") as of and for the year ended December 31, 2013, and the related notes to the regulatory basis financial statements, which collectively comprise the Borough's basic financial statements and have issued our report thereon dated September 19, 2014, in which we expressed an adverse opinion on the conformity of the regulatory basis financial statements with accounting principles generally accepted in the United States of America, due to the differences between those principles and the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. In addition, we expressed a qualified opinion on the regulatory basis financial statements since the Division of Local Government Services, Department of Community Affairs, State of New Jersey does not require the Length of Service Award Program Fund to be audited.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or 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.

Internal Control Over Financial Reporting (Continued)

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

Compliance and Other Matters

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

Purpose of this Report

This 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.



Robert S. Oliwa
Certified Public Accountant
Registered Municipal Accountant #414

Oliwa & Company

Freehold, New Jersey
September 19, 2014

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

<u>Assets</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
Cash and Cash Equivalents:			
Cash	A-4	\$4,786,128.01	\$4,897,766.61
Change Funds		300.00	300.00
Due from State of New Jersey (P.L. 1971, C. 20)	A-9	11,173.38	10,733.53
Investments - Note Receivable			1,400,000.00
		<u>4,797,601.39</u>	<u>6,308,800.14</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-5	253,566.30	264,459.48
Tax Title Liens Receivable	A-6	32,927.28	26,488.42
Revenue Accounts Receivable	A-7	13,067.60	7,057.38
Property Acquired for Taxes at Assessed Valuation	A-8	3,300.00	3,300.00
Delinquent Penalties Receivable		3,683.29	4,735.97
Code Official Security Deposit	A-12	1,000.00	1,000.00
	A	<u>307,544.47</u>	<u>307,041.25</u>
		<u>5,105,145.86</u>	<u>6,615,841.39</u>
Deferred Charge:			
Special Emergency Authorization (40A:4-54)			1,400,000.00
Emergency Authorization (40A:4-47)		<u>130,000.00</u>	
		<u>130,000.00</u>	<u>1,400,000.00</u>
		<u>5,235,145.86</u>	<u>8,015,841.39</u>
Federal and State Grant Fund:			
Due from Current Fund	A-20	77,745.14	78,631.10
Grants Receivable	A-21	<u>38,575.70</u>	<u>25,242.00</u>
		<u>116,320.84</u>	<u>103,873.10</u>
		<u>\$5,351,466.70</u>	<u>\$8,119,714.49</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Appropriation Reserves	A-3,A-10	\$282,409.57	\$246,419.40
Reserve for Encumbrances	A-11	181,083.83	271,937.49
Prepaid Taxes	A-13	95,875.29	306,382.53
Tax Overpayments	A-14	10,641.67	5,288.86
County Taxes Payable	A-15	574.24	20,597.37
Local School District Tax Payable	A-16	1,573,952.26	1,570,197.22
Regional High School Tax Payable	A-17	1,162,688.37	1,312,628.37
Various Reserves	A-18	287,212.10	148,532.91
Special Emergency Note Payable			1,400,000.00
Emergency Note Payable		130,000.00	
Due to Federal and State Grant Fund	A-19	77,745.14	78,631.10
		3,802,182.47	5,360,615.25
Reserves for Receivables and Other Assets	A	307,544.47	307,041.25
Fund Balance	A-1	1,125,418.92	2,348,184.89
		5,235,145.86	8,015,841.39
Federal and State Grant Fund:			
Appropriated Reserves	A-22	116,320.84	103,873.10
		\$5,351,466.70	\$8,119,714.49

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS
Years Ended December 31, 2013 and 2012

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized	A-2	\$2,145,000.00	\$495,000.00
Miscellaneous Revenue Anticipated	A-2	2,165,333.72	1,130,494.36
Receipts from Delinquent Taxes	A-2	262,806.23	197,480.17
Receipts from Current Taxes	A-2	20,755,420.50	21,315,979.08
Non-Budget Revenues	A-2	232,772.86	1,630,537.00
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-10	233,025.12	177,481.80
Accounts Payable Cancelled			5,473.99
Total Revenue		<u>25,794,358.43</u>	<u>24,952,446.40</u>
<u>Expenditures</u>			
Budget Appropriations Within CAPS:			
Operations:			
Salaries and Wages	A-3	2,243,104.00	2,316,620.00
Other Expenses	A-3	2,812,532.00	4,015,271.00
Deferred Charges and Statutory Expenditures	A-3	625,653.00	603,444.00
Budget Appropriations Excluded from CAPS:			
Operations:			
Salaries and Wages	A-3	218,000.00	215,000.00
Other Expenses	A-3	815,341.52	146,197.42
Capital Improvements	A-3	56,000.00	25,000.00
Municipal Debt Service	A-3	972,342.91	710,476.60
Deferred Charges	A-3	1,400,000.00	
County Taxes	A-15	3,527,449.01	3,570,140.29
Local District School Tax	A-16	8,001,324.00	7,988,802.86
Regional High School Tax	A-17	4,126,318.00	4,426,020.25
Local Open Space Tax		204,059.96	211,260.02
Total Expenditures		<u>25,002,124.40</u>	<u>24,228,232.44</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS
Years Ended December 31, 2013 and 2012

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
Excess in Revenue		\$792,234.03	\$724,213.96
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which Are by Statute			
Deferred Charges to Budget of Succeeding Year		<u>130,000.00</u>	<u>1,400,000.00</u>
Statutory Excess to Fund Balance		922,234.03	2,124,213.96
Fund Balance January 1	A	<u>2,348,184.89</u>	<u>718,970.93</u>
		<u>3,270,418.92</u>	<u>2,843,184.89</u>
Decreased by:			
Utilized as Anticipated Revenue	A-1,A-2	<u>2,145,000.00</u>	<u>495,000.00</u>
Fund Balance December 31	A	<u><u>\$1,125,418.92</u></u>	<u><u>\$2,348,184.89</u></u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-2
Sheet 1 of 3

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>Ref.</u>	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
		<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>		
Fund Balance Anticipated	A-1	\$2,145,000.00		\$2,145,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverage	A-7	800.00		850.00	\$50.00
Other	A-7	2,800.00		4,179.00	1,379.00
Fees and Permits	A-7	15,000.00		9,602.00	(5,398.00)
Municipal Court Fines and Costs	A-7	125,000.00		163,463.40	38,463.40
Interest and Costs on Taxes	A-7	52,000.00		61,002.33	9,002.33
Interest on Investments and Deposits	A-7	2,000.00		2,614.22	614.22
Energy Receipts Tax	A-7	542,848.00		542,848.00	
Uniform Construction Code Fees	A-7	70,000.00		264,145.00	194,145.00
Municipal Court - Sea Bright	A-7	65,000.00		78,040.08	13,040.08
Drunk Driving Enforcement	A-21	6,187.01	\$2,538.60	8,725.61	
N.J. State Police - Emergency Management					
Exercise Improvement	A-21	25,000.00		25,000.00	
Clean Communities Program	A-21		12,188.93	12,188.93	
Alcohol Education and Rehabilitation Fund	A-21		474.97	474.97	
Over the Limit Under Arrest	A-21		3,300.00	3,300.00	
County of Monmouth - Automated License Plate					
Reader	A-21		13,333.70	13,333.70	
Body Armor Fund	A-21		2,098.31	2,098.31	
NJSEA - Amounts Paid and Receivable for Interest					
Due on Assessment Fund Loans	A-7	264,888.00		264,887.50	(0.50)
NJSEA - Payment for Environmental Infrastructure					
Trust Fees	A-7	75,078.00		75,077.52	(0.48)
Senior Citizen Housing - In Lieu of Taxes	A-7	52,000.00		42,935.20	(9,064.80)

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-2
Sheet 2 of 3

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>Ref.</u>	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
		<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>		
Miscellaneous Revenues (continued):					
Community Disaster Loan Proceeds	A-7	\$300,000.00		\$300,000.00	
Insurance Recovery Proceeds	A-7	250,000.00		290,567.95	\$40,567.95
Total Miscellaneous Revenues	A-1	<u>1,848,601.01</u>	<u>\$33,934.51</u>	<u>2,165,333.72</u>	<u>282,798.20</u>
Receipts from Delinquent Taxes	A-1,A-2	<u>213,162.00</u>		<u>262,806.23</u>	<u>49,644.23</u>
Subtotal General Revenues		<u>4,206,763.01</u>	<u>33,934.51</u>	<u>4,573,139.95</u>	<u>332,442.43</u>
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes	A-2, A-5	<u>5,182,280.00</u>		<u>5,306,269.53</u>	<u>\$123,989.53</u>
Non-Budget Revenues	A-2			<u>232,772.86</u>	
Total		<u>\$9,389,043.01</u>	<u>\$33,934.51</u>	<u>\$10,112,182.34</u>	
	<u>Ref.</u>	A-3	A-3		

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>Ref.</u>	
<u>Analysis of Realized Revenues</u>		
Allocation of Current Tax Collections:		
Revenue from Collections	A-1,A-5	\$20,755,420.50
Allocated to School, County and Open Space Taxes		<u>15,859,150.97</u>
Balance for Support of Municipal Budget Appropriations		4,896,269.53
Add:		
Appropriation "Reserve for Uncollected Taxes"	A-3	<u>410,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u><u>\$5,306,269.53</u></u>
<u>Receipts from Delinquent Taxes:</u>		
Delinquent Tax Collections	A-2,A-5	<u><u>\$262,806.23</u></u>
<u>Analysis of Non-Budget Revenues:</u>		
FEMA Reimbursements		\$89,107.86
Cable Franchise Fees		78,150.63
Lawn Service for Board of Education		17,000.00
Insurance Refund		14,107.41
Off Duty Police Administrative Fee		11,323.66
Tax Collector		7,607.17
Non-Vested LOSAP Funds		5,036.78
Board of Health		4,124.00
DMV Inspection Fines		3,048.67
Photocopies		1,373.99
State of NJ - Senior Citizen Administrative Fee		1,294.49
Miscellaneous		598.20
	A-1,A-2,A-4	<u><u>\$232,772.86</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 1 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Operations Within "CAPS"</u>					
General Government Functions:					
Administrative and Executive					
Salaries and Wages	\$141,138.00	\$151,738.00	\$149,715.44	\$2,022.56	
Other Expenses	78,840.00	78,840.00	74,242.16	4,597.84	
Financial Administration					
Salaries and Wages	63,378.00	64,678.00	64,616.00	62.00	
Other Expenses	58,950.00	58,950.00	45,353.87	13,596.13	
Collection of Taxes					
Salaries and Wages	56,060.00	48,060.00	46,887.44	1,172.56	
Other Expenses	4,215.00	4,215.00	2,179.74	2,035.26	
Liquidation of Tax Title Liens					
Other Expenses	100.00	100.00		100.00	
Tax Sale					
Other Expenses	300.00	300.00		300.00	
Assessment of Taxes					
Salaries and Wages	32,000.00	27,500.00	27,299.58	200.42	
Other Expenses	5,000.00	11,500.00	8,121.68	3,378.32	
Legal Services and Costs					
Other Expenses (Emergency \$100,000.00)	90,000.00	190,000.00	160,141.38	29,858.62	

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 2 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Operations Within "CAPS"</u>					
Engineering Services and Costs					
Other Expenses	\$53,000.00	\$63,000.00	\$56,876.13	\$6,123.87	
Land Use Administration:					
Planning Board and Board of Adjustment					
Salaries and Wages	6,000.00	6,000.00	6,000.00		
Other Expenses	2,200.00	2,200.00	1,024.05	1,175.95	
Planning Fees - Land Development					
Other Expenses (Emergency \$30,000.00)	45,000.00	85,000.00	78,248.45	6,751.55	
Environmental Commission					
Other Expenses	600.00	600.00		600.00	
Public Safety Functions:					
Municipal Court					
Salaries and Wages	63,245.00	57,245.00	56,066.99	1,178.01	
Other Expenses	7,600.00	12,100.00	6,664.55	5,435.45	
Public Defender					
Salaries and Wages	3,000.00	3,000.00	1,800.00	1,200.00	

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 3 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Operations Within "CAPS"</u>					
Police Department					
Salaries and Wages	\$1,479,703.00	\$1,449,703.00	\$1,432,600.43	\$17,102.57	
Other Expenses	117,370.00	125,370.00	119,071.37	6,298.63	
Other Expenses - Police Car	67,000.00	67,000.00	64,687.00	2,313.00	
Emergency Management Services					
Salaries and Wages	3,000.00	4,000.00	4,000.00		
Other Expenses	11,000.00	13,000.00	12,904.22	95.78	
First Aid Organization - Contribution	40,000.00	40,000.00	39,789.55	210.45	
Fire					
Other Expenses					
Miscellaneous	55,360.00	55,360.00	55,254.15	105.85	
Fire Hydrant Service	66,000.00	64,000.00	63,307.20	692.80	
Municipal Prosecutor					
Salaries and Wages	9,000.00	14,300.00	12,540.00	1,760.00	
Public Works Functions:					
Road Repairs and Maintenance					
Salaries and Wages	298,832.00	288,832.00	269,939.76	18,892.24	
Other Expenses	100,600.00	106,600.00	104,643.29	1,956.71	
Garbage and Trash Removal					
Other Expenses	134,000.00	133,500.00	133,250.02	249.98	

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 4 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Operations Within "CAPS"</u>					
Public Buildings and Grounds					
Other Expenses	\$52,100.00	\$56,100.00	\$46,516.55	\$9,583.45	
Shade Tree Commission					
Other Expenses	8,500.00	8,500.00	5,100.00	3,400.00	
Recycling					
Other Expenses	30,000.00	30,000.00	29,086.27	913.73	
Health and Human Services:					
Board of Health					
Salaries and Wages	2,063.00	2,063.00	2,059.00	4.00	
Other Expenses	400.00	400.00	50.00	350.00	
Bloodborne Pathogens					
Other Expenses	500.00				
Water Watch Committee					
Other Expenses	2,500.00	2,500.00	1,801.90	698.10	
Parks and Recreation Functions:					
Recreation and Education					
Salaries and Wages	12,000.00	12,000.00	12,000.00		
Other Expenses	21,160.00	21,160.00	15,256.19	5,903.81	
Senior Citizen Committee					
Other Expenses	2,000.00	2,000.00	2,000.00		

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 5 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Operations Within "CAPS"</u>					
Insurance Functions:					
Insurance					
General Liability	\$105,086.00	\$117,186.00	\$116,205.71	\$980.29	
Worker Compensation	111,093.00	111,093.00	111,093.00		
Employee Group Health	722,280.00	709,780.00	704,890.61	4,889.39	
Health Benefits Waiver	11,500.00	12,500.00	12,250.00	250.00	
Dental	41,000.00	45,000.00	44,387.95	612.05	
Education:					
Expenses in Participation in Free County Library					
Salaries and Wages	1,700.00	1,700.00	641.63	1,058.37	
Other Expenses	3,600.00	3,600.00	3,055.03	544.97	
Transportation of High School Students					
Other Expenses	15,000.00	15,000.00	14,498.38	501.62	
Other Common Operating Functions:					
Salary Adjustment Account	30,000.00	20,000.00		20,000.00	
Celebration of Public Events					
Other Expenses	1,500.00	2,500.00	1,447.50	1,052.50	
State Uniform Construction Code					
Salaries and Wages	79,475.00	86,475.00	85,940.91	534.09	
Other Expenses	6,000.00	6,000.00	3,400.51	2,599.49	
Code Enforcement					
Salaries and Wages	5,810.00	5,810.00	5,810.00		
Other Expenses	3,300.00	2,500.00	1,875.00	625.00	

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 6 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Operations Within "CAPS"</u>					
Utility Expenses and Bulk Purchases:					
Street Lighting	\$80,000.00	\$80,000.00	\$64,127.58	\$15,872.42	
Gasoline	70,000.00	75,000.00	69,955.64	5,044.36	
Electricity	55,000.00	42,000.00	34,260.58	7,739.42	
Telephone	20,000.00	22,000.00	20,711.63	1,288.37	
Water and Sewer	14,500.00	14,500.00	11,070.15	3,429.85	
Natural Gas	20,000.00	24,000.00	21,419.60	2,580.40	
Landfill/Solid Waste Disposal Costs:					
Tipping Fees	230,000.00	222,500.00	221,986.63	513.37	
NJ Environmental Infrastructure Trust:					
Administrative Fees	75,078.00	75,078.00	75,077.50	0.50	
Total Operations - Within "CAPS"	4,925,636.00	5,055,636.00	4,835,199.90	220,436.10	
Detail:					
Salaries and Wages	2,286,404.00	2,243,104.00	2,177,917.18	65,186.82	
Other Expenses (including Contingent)	2,639,232.00	2,812,532.00	2,655,480.82	155,249.28	

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 7 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget after</u>	<u>Paid or</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>		<u>Canceled</u>
<u>Deferred Charges and Statutory</u>					
<u>Expenditures Within "CAPS"</u>					
Statutory Expenditures:					
Contribution To:					
Public Employees' Retirement System of N.J.	\$104,749.00	\$104,749.00	\$104,749.00		
Social Security System (O.A.S.I.)	145,000.00	145,000.00	142,731.70	\$2,268.30	
Police and Firemen's Retirement System of N.J.	375,804.00	375,804.00	375,804.00		
Defined Contribution Retirement Program	100.00	100.00		100.00	
Deferred Charges and Statutory Expenditures					
Within "CAPS"	625,653.00	625,653.00	623,284.70	2,368.30	
Total General Appropriations for Municipal Purposes					
Within "CAPS"	5,551,289.00	5,681,289.00	5,458,484.60	222,804.40	
<u>Operations Excluded from "CAPS"</u>					
Monmouth County 911 Program	14,000.00	14,000.00	13,563.00	437.00	
Hurricane Sandy	650,000.00	650,000.00	616,331.83	33,668.17	
Length of Service Awards Program	70,000.00	70,000.00	70,000.00		
Employee Group Health	16,220.00	16,220.00	16,220.00		
Total Other Operations - Excluded from "CAPS"	750,220.00	750,220.00	716,114.83	34,105.17	

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 8 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget after Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
<u>Operations Excluded from "CAPS"</u>					
Interlocal Municipal Service Agreements					
Municipal Court - Sea Bright					
Salaries and Wages	\$65,000.00	\$65,000.00	\$65,000.00		
Police Dispatch - West Long Branch					
Salaries and Wages	153,000.00	153,000.00	127,500.00	\$25,500.00	
Total Interlocal Municipal Service Agreements	218,000.00	218,000.00	192,500.00	25,500.00	
Public and Private Programs Offset by Revenues					
Clean Communities Program (40A:4-87, \$12,188.93+)		12,188.93	12,188.93		
Municipal Alcohol Education and Rehabilitation Fund (40A:4-87, \$474.97+)		474.97	474.97		
Body Armor Fund (40A:4-87, \$2,098.31+)		2,098.31	2,098.31		
N.J. State Police - Emergency Management Exercise Improvement	25,000.00	25,000.00	25,000.00		
Drunk Driving Enforcement (40A:4-87, \$2,538.60+)	6,187.01	8,725.61	8,725.61		
Over the Limit Under Arrest (40A:4-87, \$3,300.00+)		3,300.00	3,300.00		
County of Monmouth - Automated License Plate Reader (40A:4-87, \$13,333.70+)		13,333.70	13,333.70		
Total Public and Private Programs Offset by Revenues	31,187.01	65,121.52	65,121.52		
Total Operations - Excluded from "CAPS"	999,407.01	1,033,341.52	973,736.35	59,605.17	
Detail:					
Salaries and Wages	218,000.00	218,000.00	192,500.00		
Other Expenses	781,407.01	815,341.52	781,236.35	59,605.17	

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 9 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		<u>Unexpended</u>
	<u>Budget</u>	<u>Budget after</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Reserved</u>	<u>Balance</u> <u>Canceled</u>
<u>Capital Improvements - Excluded from "CAPS"</u>					
Capital Improvement Fund	\$25,000.00	\$25,000.00	\$25,000.00		
Acquisition of Pickup Truck	31,000.00	31,000.00	31,000.00		
	<u>56,000.00</u>	<u>56,000.00</u>	<u>56,000.00</u>		
<u>Municipal Debt Service Excluded from "CAPS"</u>					
Payment of Bond Principal	534,000.00	534,000.00	534,000.00		
Interest on Bonds	411,375.00	411,375.00	411,370.95		\$4.05
Green Trust Loan Program - Loan Repayments for Principal and Interest	26,972.00	26,972.00	26,971.96		0.04
Total Municipal Debt Service Excluded from "CAPS"	<u>972,347.00</u>	<u>972,347.00</u>	<u>972,342.91</u>		<u>4.09</u>
<u>Deferred Charges Excluded from "CAPS"</u>					
Deferred Charges:					
Special Emergency Authorizations	<u>1,400,000.00</u>	<u>1,400,000.00</u>	<u>1,400,000.00</u>		
Total General Appropriations Excluded from "CAPS"	<u>3,427,754.01</u>	<u>3,461,688.52</u>	<u>3,402,079.26</u>	<u>\$59,605.17</u>	<u>4.09</u>
Subtotal General Appropriations	8,979,043.01	9,142,977.52	8,860,563.86	282,409.57	4.09
Reserve for Uncollected Taxes	<u>410,000.00</u>	<u>410,000.00</u>	<u>410,000.00</u>		
Total General Appropriations	<u><u>\$9,389,043.01</u></u>	<u><u>\$9,552,977.52</u></u>	<u><u>\$9,270,563.86</u></u>	<u><u>\$282,409.57</u></u>	<u><u>\$4.09</u></u>

Ref.

A-2

A-1

A, A-1

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-3
Sheet 10 of 10

CURRENT FUND
STATEMENT OF EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2013

	<u>Ref.</u>	<u>Budget after Modification</u>
Budget	A-3	\$9,389,043.01
Appropriation by 40A:4-87	A-2	33,934.51
Emergency Appropriation 40A:4-47		130,000.00
		<u>\$9,552,977.52</u>
		<u>Paid or Charged</u>
Disbursements	A-4	\$7,214,358.51
Reserve for Encumbrances	A-11	181,083.83
Appropriated Reserves for Federal and State Grants	A-20,A-22	65,121.52
Special Emergency Authorization (40A:4-53)		1,400,000.00
Reserve for Uncollected Taxes	A-2	410,000.00
		<u>\$9,270,563.86</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

<u>Assets</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
Assessment Fund:			
Cash and Cash Equivalents	B-1	\$165,537.05	165,537.05
Assessments Receivable	B-9	<u>21,736,019.67</u>	<u>22,984,241.95</u>
		<u>21,901,556.72</u>	<u>23,149,779.00</u>
Animal Control Fund:			
Cash and Cash Equivalents	B-1	<u>6,090.77</u>	<u>5,977.66</u>
Open Space Fund:			
Cash and Cash Equivalents	B-1	352,168.76	445,175.78
Investments - Note Receivable		<u>130,000.00</u>	
		<u>482,168.76</u>	<u>445,175.78</u>
Other Trust Fund:			
Cash and Cash Equivalents	B-1	<u>792,637.05</u>	<u>694,978.93</u>
Length of Service Award Program Fund (LOSAP) - Unaudited:			
Investments	B-7	<u>603,519.08</u>	<u>462,405.28</u>
		<u>\$23,785,972.38</u>	<u>\$24,758,316.65</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

<u>Liabilities, Reserves and Fund Balance</u>	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
Assessment Fund:			
New Jersey Environmental Infrastructure Trust Loan	B-10	\$6,010,000.00	\$6,265,000.00
New Jersey Department of Environmental Protection Fund Loan	B-11	15,891,556.72	16,884,779.00
		<u>21,901,556.72</u>	<u>23,149,779.00</u>
Animal Control Fund:			
Reserve for Animal Control Fund Expenditures	B-2	6,072.77	5,977.66
Due to the State of New Jersey	B-3	18.00	
		<u>6,090.77</u>	<u>5,977.66</u>
Open Space Fund:			
Reserve for Open Space	B-4	482,168.76	445,175.78
Other Trust Fund:			
Various Reserves	B-6	792,637.05	694,978.93
Length of Service Award Program Fund (LOSAP) - Unaudited:			
Reserve for Length of Service Award Program Fund	B-8	603,519.08	462,405.28
		<u>\$23,785,972.38</u>	<u>\$24,758,316.65</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

C

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
<u>Assets</u>			
Cash and Cash Equivalents	C-2	\$293,782.08	\$306,094.28
Due from New Jersey Environmental Infrastructure Financing Program	C-15	1,658,641.00	1,990,653.00
Deferred Charges to Future Taxation:			
Funded	C-4	4,224,986.32	4,231,007.68
Unfunded	C-5	2,515,221.00	2,072,221.00
Grants Receivable	C-6	617,881.24	457,881.24
		<u>\$9,310,511.64</u>	<u>\$9,057,857.20</u>
 <u>Liabilities, Reserves and Fund Balance</u>			
Serial Bonds	C-11	\$3,994,000.00	\$3,978,000.00
Green Trust Loans Payable	C-13	230,986.32	253,007.68
Improvement Authorizations:			
Funded	C-10	2,536,085.96	2,698,720.09
Unfunded	C-10	2,515,221.00	2,072,221.00
Capital Improvement Fund	C-12	6,630.50	4,630.50
Accrued Interest on Bonds	C-9	3,478.24	3,478.24
Reserve for:			
Encumbrances	C-8,C-10	6,660.47	31,348.20
Payment of Bonds	C-7	6,801.49	6,801.49
Fund Balance	C-1	10,647.66	9,650.00
		<u>\$9,310,511.64</u>	<u>\$9,057,857.20</u>

There were bonds and notes authorized but not issued on December 31, 2013 of \$2,515,221.00 and \$2,072,221.00 on December 31, 2012 (Schedule C-14).

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE STATEMENT OF FUND BALANCE
REGULATORY BASIS
Years Ended December 31, 2013 and 2012

	<u>Ref.</u>	<u>2013</u>	<u>2012</u>
Balance, January 1	C	\$9,650.00	\$9,521.79
Increased by:			
Premium on Serial Bonds Issued	C-2	<u>997.66</u>	<u>128.21</u>
Balance, December 31	C	<u><u>\$10,647.66</u></u>	<u><u>\$9,650.00</u></u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

	<u>Ref.</u>	<u>2013</u>	<u>(as restated) 2012</u>
<u>Assets</u>			
General Fixed Assets:			
Land and Buildings		\$4,623,741.00	\$4,623,741.00
Machinery and Equipment		3,527,452.25	3,110,099.00
		<u>\$8,151,193.25</u>	<u>\$7,733,840.00</u>
<u>Liabilities and Reserves</u>			
Investment in General Fixed Assets	D-1	<u>\$8,151,193.25</u>	<u>\$7,733,840.00</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PAYROLL FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

	<u>2013</u>	<u>2012</u>
<u>Assets</u>		
Cash and Cash Equivalents	<u>\$26,595.48</u>	<u>\$31,123.45</u>
<u>Liabilities</u>		
Reserve for Expenditures	<u>\$26,595.48</u>	<u>\$31,123.45</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PUBLIC ASSISTANCE FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
December 31, 2013 and 2012

	<u>2013</u>	<u>2012</u>
<u>Assets</u>		
Cash and Cash Equivalents	<u>\$5,000.00</u>	<u>\$5,000.00</u>
<u>Liabilities and Reserves</u>		
Reserve for Public Assistance	<u>\$5,000.00</u>	<u>\$5,000.00</u>

See Accompanying Notes

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2013

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The financial statements of the Borough of Oceanport, County of Monmouth, State of New Jersey (the "Borough"), include every board, body, office or commission supported and maintained wholly or in part by funds appropriated by the Borough as required by N.J.S. 40A:5-5. The financial statements of the Borough do not include the operations of the school boards, first aid squad or volunteer fire department, which are subject to separate audits.

The Governmental Accounting Standards Board ("GASB") established criteria to be used to determine if component units should be included in the financial statements of the oversight entity. These criteria differ from the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") requirements where certain boards, commissions, and agencies of a local governmental entity, by statute or other directive, report separately on their financial statements. The Borough had no component units during 2013.

B. Descriptions of Funds

The GASB is the recognized standard setting body for establishing governmental accounting and financial reporting principles generally accepted in the United States of America. The GASB codification establishes certain fund types to be used by general purpose governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America ("GAAP").

The accounting policies of the Borough conform to the accounting principles and practices prescribed by the 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 Borough accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP.

Current Fund - used to record revenues and expenditures for governmental operations of a general nature, including federal and state grant funds.

Animal Control Fund - used to record animal license revenues and expenditures.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Descriptions of Funds (continued)

Assessment Fund - used to record transactions relative to the financing of local improvements deemed to benefit the properties against which assessments are levied.

Other Trust Fund - used to record assets held by the Borough in a trustee capacity or as an agent for individuals and other governmental agencies.

Length of Service Award Program Fund - used to record Borough contributions, changes in market value and administrative charges for program-eligible volunteers.

Open Space Fund - used to record receipts and disbursements relative to open space acquisition and maintenance.

General Capital Fund - used to record resources, including Federal and State Grants in aid of construction, and expenditures for the acquisition of general capital facilities, other than those acquired through the Current Fund, including the status of bonds and notes authorized for said purposes.

Public Assistance Fund - used to record receipt and disbursement of funds that provide assistance to certain residents of the Borough pursuant to Title 44 of New Jersey statutes.

Payroll Fund - used to record payroll related transactions.

General Fixed Assets Account Group - used to record fixed assets utilized in general government operations.

C. 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. A modified accrual basis of accounting is followed with minor exceptions. The more significant differences are as follows:

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 Borough'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.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Accounting (continued)

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 - Until lapsed at the close of the succeeding year, appropriation reserves are available 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.

Deferred Charges - The regulatory basis of accounting utilized by the Borough 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 sheets. 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.

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 Current Fund and the remaining obligations be recorded as a long-term obligation.

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

Interfunds - Advances in the Current Fund are reported as interfund receivables with offsetting reserves, which are created by charges to operations. Income is recognized in the year the receivables are liquidated. GAAP does not require the establishment of an offsetting reserve.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of Accounting (continued)

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

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

General Fixed Assets - In accordance with N.J.A.C. 5:30-5.6, issued by the Local Finance Board, Department of Community Affairs, State of New Jersey, which differs in certain respects from GAAP, the Borough is required to develop a fixed assets accounting and reporting system.

Fixed assets used in governmental operations (general fixed assets) are required to be 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.

For fixed assets acquired through December 31, 1985, valuation is required at historical cost or estimated historical cost if actual historical cost is not available. For assets acquired beginning on January 1, 1986, the required basis for valuation is historical cost. Depreciation is not required. GAAP requires fixed assets to be valued at cost and be depreciated.

D. 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 Borough presents its financial statements, as listed in the table of contents, as required by the Division, which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements to be referenced to the supplementary schedules. This practice differs from GAAP.

E. Budgets and Budgetary Accounting

An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Borough and approved by the Division in accordance with applicable statutes.

F. Reclassification

Certain prior period amounts have been reclassified to conform to the current year financial statement presentation.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include cash on hand, change funds, amounts on deposit and short-term investments with original maturities of three months or less.

Deposits

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

The Governmental Unit Deposit Protection Act ("GUDPA") requires public depositories to maintain collateral for deposit of public funds that exceed insurance limits. GUDPA requires that the market value of the collateral must equal five percent of the average daily balance of public funds; or if the public funds deposited exceed seventy five percent of the capital funds of the depository, the depository must provide collateral having a market value equal to one hundred percent of the amount exceeding seventy five percent. All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

Custodial Credit Risk - The custodial credit risk for deposits is the risk that in the event of a bank failure, the Borough's deposits may not be returned to it. Although the Borough does not have a formal deposit policy for 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 GUDPA. 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 withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. As of December 31, 2013 and 2012 the Borough's bank balances were exposed to custodial credit risk as follows:

	<u>December 31, 2013</u>	<u>December 31, 2012</u>
Uninsured and Uncollateralized	\$295,751.14	\$146,629.71
Uninsured and Collateralized with Securities Held by Pledging Financial Institutions	<u>4,905,110.17</u>	<u>5,221,444.37</u>
	<u>\$5,200,861.31</u>	<u>\$5,368,074.08</u>

In addition, as of December 31, 2013 and 2012, the Borough had \$639,362.55 and \$639,003.67, respectively, on deposit in the New Jersey Cash Management Fund (the "Fund"). These deposits are subject to custodial credit risk as described in this section. The operations of this Fund are governed by the provisions of the State Investment Council Regulations for the purpose of determining authorized investments for the Fund.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Investments

a. When authorized by a cash management plan approved pursuant to N.J.S. 40A:5-14, and as further regulated and restricted in accordance with N. J. S. 40A: 5-15.1, the Borough may use available funds for the purchase of the following types of securities, which, if suitable for registry, may be registered, in the name of the Borough:

- (1) Bonds or other obligations of the United States or obligations guaranteed by the United States.
- (2) Government money market mutual funds.
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor.
- (4) Bonds or other obligations of the Borough, or bonds or other obligations of school districts of which the Borough is a part or within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investments, New Jersey Department of the Treasury.
- (6) Local Government investment pools, subject to certain requirements.
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P. L. 1977, c. 281; or
- (8) Agreements for the repurchase of fully collateralized securities, if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this section;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a GUDPA bank;
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

b. Any investment instruments in which the security is not physically held by the Borough shall be covered by a third party custodial agreement, which shall provide for the designation of such investments in the name of the Borough and prevent unauthorized use of such investments.

Credit Risk - State law limits investments as described in prior sections of this note to the financial statements and during the years ended December 31, 2013 and 2012 the Borough had none of its idle funds invested in repurchase agreements collateralized by eligible securities.

Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Borough does not have a formal investment policy for interest rate risk.

NOTE 2. CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)**Investments (continued)**

Custodial Credit Risk - The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The Borough does not have a formal investment policy for custodial credit risk. Length of Service Award Program investments were exposed to custodial credit risk and are invested at the discretion of each individual participant and not the Borough. The fair value and book value of the Borough's Length of Service Award Program investments as reported on December 31, 2013 and 2012 were \$603,519.08 and \$462,405.28, respectively.

As of December 31, 2013 the Borough's investments were comprised of a note receivable consisting of a loan by the Borough's open space fund to the Borough's current fund for \$130,000.00. As of December 31, 2012 the Borough's investments were comprised of a note receivable consisting of a loan by the Borough's current Fund to the Borough's current fund for \$1,400,000.00. The fair value and book value of the Borough's investments on December 31, 2013 and 2012 were \$130,000.00 and \$1,400,000.00, respectively.

NOTE 3. FIXED ASSETS

Fixed assets activity for the years ended December 31, 2013 and 2012 was as follows:

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
Land and Buildings	\$4,623,741.00			\$4,623,741.00
Machinery and Equipment	<u>3,110,099.00</u>	<u>\$536,270.25</u>	<u>\$118,917.00</u>	<u>3,527,452.25</u>
	<u>\$7,733,840.00</u>	<u>\$536,270.25</u>	<u>\$118,917.00</u>	<u>\$8,151,193.25</u>
	<u>Balance</u> <u>Dec. 31, 2011</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance</u> <u>Dec. 31, 2012</u>
Land and Buildings	\$4,623,741.00			\$4,623,741.00
Machinery and Equipment	<u>3,094,899.00</u>	<u>\$15,200.00</u>		<u>3,110,099.00</u>
	<u>\$7,718,640.00</u>	<u>\$15,200.00</u>	<u>-</u>	<u>\$7,733,840.00</u>

The Borough has updated its fixed assets activity for additions and dispositions occurring in 2012 and in prior years, and has restated the fixed assets balances as of December 31, 2012 and 2011.

NOTE 4. 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 regulatory period of usefulness. Bonds issued by the Borough are general obligation bonds, backed by the full faith and credit of the Borough. Bond anticipation notes (the "notes") are issued to temporarily finance capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes. No notes shall be renewed beyond the third anniversary date of the original notes unless an amount of such notes, at least equal to the first legally payable installment of the bonds in anticipation of which the notes are issued, is paid and retired on or before each subsequent anniversary date beyond which such notes are renewed from funds other than the proceeds of obligations. 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.

A. Long -Term Debt

The Borough's long-term bonded debt is summarized as follows:

Purpose	Date of Issue	Original Issue	Interest Rate	Balance Dec. 31, 2013
General Improvements	09/01/05	\$2,849,000.00	3.625%-3.75%	\$1,250,000.00
General Improvements	12/13/07	803,000.00	5.00%	309,000.00
General Improvements	12/04/08	1,043,000.00	4.00%-5.00%	440,000.00
General Improvements	01/24/11	795,000.00	2.50%-5.00%	660,000.00
General Improvements	12/29/11	395,000.00	4.00%-5.00%	315,000.00
General Improvements	04/24/12	470,000.00	4.00%	415,000.00
General Improvements	12/10/13	605,000.00	2.00%-5.00%	605,000.00
				<u>\$3,994,000.00</u>

Long-term bonded debt service requirements are as follows:

General Capital Fund			
Year	Principal	Interest	Total
2014	\$651,000.00	\$165,228.33	\$816,228.33
2015	673,000.00	140,948.75	813,948.75
2016	630,000.00	113,380.00	743,380.00
2017	535,000.00	87,387.50	622,387.50
2018	470,000.00	65,137.50	535,137.50
2019-2023	965,000.00	102,075.00	1,067,075.00
2024	70,000.00	3,500.00	73,500.00
	<u>\$3,994,000.00</u>	<u>\$677,657.08</u>	<u>\$4,671,657.08</u>

NOTE 4. DEBT (continued)**A. Long -Term Debt (continued)****Green Trust Loans**

The Borough's Green Trust loans are summarized as follows:

<u>Purpose</u>	<u>Year of Issue</u>	<u>Original Loan</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>
Horseneck Point Acquisition	1999	\$151,250.00	2.00%	\$48,754.85
Multi-Parks Development	2005	247,299.54	2.00%	157,283.52
Multi-Parks Development	2006	35,200.46	2.00%	24,947.95
				<u>\$230,986.32</u>

Green Trust Loans debt service requirements are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$22,464.00	\$4,507.96	\$26,971.96
2015	22,915.53	4,056.43	26,971.96
2016	23,376.12	3,595.84	26,971.96
2017	23,845.99	3,125.98	26,971.97
2018	24,325.28	2,646.68	26,971.96
2019-2023	85,103.57	7,432.81	92,536.38
2024-2025	28,955.83	677.60	29,633.43
	<u>\$230,986.32</u>	<u>\$26,043.30</u>	<u>\$257,029.62</u>

New Jersey Environmental Infrastructure Trust and New Jersey Department of Environmental Protection Fund Loans

In 2009 the Borough issued special assessment bonds to evidence the payment obligations of the Borough in consideration of loans made to the Borough by the New Jersey Environmental Infrastructure Trust (\$6,265,000.00) and the New Jersey Department of Environmental Protection (\$16,884,779.00). A special assessment agreement has been executed between the Borough and New Jersey Sports and Exposition Authority (the "NJSEA"). At the request of the NJSEA, and agreed to by the Borough, certain public improvements to Monmouth Park Racetrack will be funded solely from loans (the "Loans") made to the Borough from the New Jersey Environmental Infrastructure Trust and the New Jersey Department of Environmental Protection. In order to further secure the Loans and the special assessment bonds, and to recover costs incurred by the Borough in connection with the issuance of the special assessment bonds and the undertaking of the public improvements, the Borough has imposed a special assessment, to be paid by the NJSEA, to be used by the Borough to repay the Loans. The Borough is ultimately responsible for the repayment of these Loans.

NOTE 4. DEBT (continued)

A. Long -Term Debt (continued)

New Jersey Environmental Infrastructure Trust and New Jersey Department of Environmental Protection Fund Loans (continued)

The Loans are summarized as follows:

<u>Issuer</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2013</u>
New Jersey Environmental Infrastructure Trust Loan	12/02/09	\$6,265,000.00	3.50%-5.00%	\$6,010,000.00
New Jersey Department of Environmental Protection Fund Loan	12/02/09	16,884,779.00	0.00%	15,891,556.72
				<u>\$21,901,556.72</u>

Debt service requirements on the Loans are as follows:

<u>Year</u>	<u>Assessment Fund</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$1,258,222.28	\$252,137.50	\$1,510,359.78
2015	1,273,222.28	238,887.50	1,512,109.78
2016	1,288,222.28	224,887.50	1,513,109.78
2017	1,298,222.28	210,137.50	1,508,359.78
2018	1,318,222.28	194,887.50	1,513,109.78
2019-2023	6,796,111.40	754,287.50	7,550,398.90
2024-2028	7,181,111.40	369,675.00	7,550,786.40
2029	1,488,222.52	19,800.00	1,508,022.52
	<u>\$21,901,556.72</u>	<u>\$2,264,700.00</u>	<u>\$24,166,256.72</u>

NOTE 4. DEBT (continued)**A. Long -Term Debt (continued)**

Long-term debt transactions for the years ended December 31, 2013 and 2012 are summarized as follows:

	Balance Dec. 31, 2012	Additions	Deductions	Balance Dec. 31, 2013
General Capital Fund:				
General Serial Bonds	\$3,978,000.00	\$605,000.00	\$589,000.00	\$3,994,000.00
Green Trust Loans	253,007.68		22,021.36	230,986.32
Assessment Fund:				
New Jersey Environmental Infrastructure Trust Loan	6,265,000.00		255,000.00	6,010,000.00
New Jersey Department of Environmental Protection Fund Loan	16,884,779.00		993,222.28	15,891,556.72
	<u>\$27,380,786.68</u>	<u>\$605,000.00</u>	<u>\$1,859,243.64</u>	<u>\$26,126,543.04</u>

	Balance Dec. 31, 2011	Additions	Deductions	Balance Dec. 31, 2012
General Capital Fund:				
General Serial Bonds	\$4,591,000.00	\$470,000.00	\$1,083,000.00	\$3,978,000.00
Green Trust Loans	274,595.14		21,587.46	253,007.68
Assessment Fund:				
New Jersey Environmental Infrastructure Trust Loan	6,265,000.00			6,265,000.00
New Jersey Department of Environmental Protection Fund Loan	16,884,779.00			16,884,779.00
	<u>\$28,015,374.14</u>	<u>\$470,000.00</u>	<u>\$1,104,587.46</u>	<u>\$27,380,786.68</u>

B. Short -Term Debt**Emergency Note**

On November 30, 2013 the Borough's open space fund issued an emergency note in the amount of \$130,000.00 to the Borough's current fund to fund emergency appropriations. The emergency note matures on December 1, 2014 and was funded in the 2014 current fund budget.

NOTE 4. DEBT (continued)**B. Short -Term Debt (continued)****Special Emergency Note**

In 2012 a \$1,400,000.00 special emergency note was issued by the Borough's current fund to fund the special emergency authorization for Hurricane Sandy. The special emergency note matured on December 20, 2013 and was funded in the 2013 current fund budget.

Short-term debt transactions for the years ended December 31, 2013 and 2012 are summarized as follows:

	Balance Dec. 31, 2012	Additions	Deductions	Balance Dec. 31, 2013
Current Fund:				
Special Emergency Note	\$1,400,000.00		\$1,400,000.00	
Emergency Note		\$130,000.00		\$130,000.00
	<u>\$1,400,000.00</u>	<u>\$130,000.00</u>	<u>\$1,400,000.00</u>	<u>\$130,000.00</u>
	Balance Dec. 31, 2011	Additions	Deductions	Balance Dec. 31, 2012
Current Fund:				
Special Emergency Note		\$1,400,000.00		\$1,400,000.00

C. Bonds and Notes Authorized but not Issued

At December 31, 2013 and 2012 the Borough had authorized but not issued bonds and notes as follows:

	Balance Dec. 31, 2013	Balance Dec. 31, 2012
General Capital Fund	\$2,515,221.00	\$2,072,221.00

NOTE 5. TAXES COLLECTED IN ADVANCE

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

	Balance December 31,	
	2013	2012
Prepaid Taxes	\$95,875.29	\$306,382.53

NOTE 6. DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED

Upon the authorization of capital projects, the Borough 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. In accordance with New Jersey Statutes the Borough may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Borough raises the debt requirements for the particular year in the current budget. As funds are raised, the deferred charges are reduced.

NOTE 7. FUND BALANCES APPROPRIATED

Fund balances at December 31, 2013 and 2012, which were appropriated and included as anticipated revenue in the current fund budget for the years ending December 31, 2014 and 2013 were as follows:

For the year ended December 31, 2014,

Current Fund	\$1,064,000.00
--------------	----------------

For the year ended December 31, 2013,

Current Fund	\$2,145,000.00
--------------	----------------

NOTE 8. ASSESSMENT AND COLLECTION OF PROPERTY TAXES

New Jersey statutes require that taxable valuation of real property be prepared by the local unit tax assessor in each year and filed with the County Board of Taxation. Upon the filing of certified adopted budgets by the Borough, Local School District, Regional School District and County, the tax rate is struck by the County Tax Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. New Jersey statutes require that each local unit provide for sufficient anticipated cash receipts equal to the "lawful yearly expenditure" which includes the total amount of property taxes to be raised by the local unit.

Taxes are levied on an annual basis and are due quarterly on February 1, May 1, August 1, and November 1. Any taxes not paid as of December 31 are subject to tax sale and lien in the subsequent year, with the exception of bankruptcies. The date of tax sale is at the discretion of the tax collector.

The Borough is responsible for remitting one hundred percent of the school and county to the respective agency. The loss for delinquent or uncollectible accounts is borne by the Borough and not the school districts or county.

NOTE 9. PENSION PLANS

Description of Systems

The Borough 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 and Benefits in the Department of the Treasury, State of New Jersey. The plans provide retirement, death, disability benefits and medical benefits to certain qualifying members and beneficiaries. PERS was established on January 1, 1955 under the provisions of N.J.S.A. 43:15A. PFRS was established on July 1, 1944, under the provisions of N.J.S.A. 43:16A. PERS and PFRS 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 and Benefits.

Funding Policy

PERS employee contributions were 6.64% of base wages through June 30, 2013. Effective July 1, 2013 PERS employee contributions were 6.78% of base wages. PERS prosecutor employee contributions were 10.00% of base wages. PFRS employee contributions were 10.00% of base wages. The Division of Pensions actuarially determines employer's contributions annually. Contributions to the plans for the past three years were as follows:

<u>PERS</u>		<u>PFRS</u>	
<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2013	\$104,749.00	2013	\$375,804.00
2012	116,989.00	2012	348,855.00
2011	106,141.00	2011	409,777.00

All contributions by the Borough were equal to the required contributions for each of the three years. In 2009, in accordance with P.L. 2009, c.19, the Borough opted to pay an amount that represented a 50% reduction of the normal and accrued liability amount of its required contribution to PERS and PFRS. In 2009 the amount of the required PERS and PFRS contribution payment deferred by the Borough was \$34,991.00 and \$154,768.50, respectively. The amount deferred is to be repaid with interest over a fifteen-year period beginning in April 2012. In addition, the Borough has the option of paying off the obligation at any time.

Defined Contribution Retirement Program

The Defined Contribution Retirement Program ("DCRP") is a cost-sharing multiple employer defined contribution pension fund which was established in 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007. DCRP provides eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage.

Employee contributions to DCRP are five and one-half percent (5.50%) of base wages. Member contributions are matched by a three percent (3.00%) employer contribution.

NOTE 10. SCHOOL TAXES

Regulations provide for deferral of not more than fifty percent of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district.

The Borough raises its share of local and regional school taxes on a school year basis and has elected to defer these taxes at December 31, 2013 and 2012 as follows:

	<u>Local District School Tax</u>		<u>Regional High School Tax</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Balance of tax	\$3,159,074.23	\$3,155,319.19	\$2,063,160.00	\$2,213,100.00
Deferred	1,585,121.97	1,585,121.97	900,471.63	900,471.63
Tax Payable	<u>\$1,573,952.26</u>	<u>\$1,570,197.22</u>	<u>\$1,162,688.37</u>	<u>\$1,312,628.37</u>

NOTE 11. 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 Borough has elected to fund 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 reserves for unemployment compensation insurance at December 31, 2013, 2012 and 2011 were \$25,034.61, \$26,646.33 and \$29,151.62, respectively.

NOTE 12. INTERFUND BALANCES

The balances of interfund receivables and payables at December 31, 2013 and 2012 are presented below:

	<u>December 31, 2013</u>	<u>December 31, 2012</u>
<u>Receivables</u>		
Federal and State Grant Fund	<u>\$77,745.14</u>	<u>\$78,631.10</u>
<u>Payables</u>		
Current Fund	<u>\$77,745.14</u>	<u>\$78,631.10</u>

NOTE 13. ACCRUED UNPAID SICK PAY BENEFITS - UNAUDITED

As discussed in Note 1 and in accordance with accounting principles prescribed by the Division, the cash basis of accounting is followed for recording the Borough's liability related to unused sick pay. The Borough permits its employees to accumulate unused sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. The estimated current costs of such unpaid compensation at December 31, 2013 and 2012 were \$164,771.00 and \$151,131.00, respectively. In accordance with accounting principles and practices prescribed by the Division, this amount is not reported as an expenditure or liability in the accompanying financial statements.

NOTE 14. RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts, theft and damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Borough is a member of the Monmouth Municipal Joint Insurance Fund (the "Fund"). The Fund 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, and is sustained through member premiums. In addition, the Fund participates in the Municipal Excess Liability Program Joint Insurance Fund which has a contract for excess liability insurance for property. There were no settlements in excess of insurance coverage in the past three years.

NOTE 15. DEFERRED COMPENSATION

The Borough has adopted a Deferred Compensation Plan (the "Plan") in accordance with Section 457 of the Internal Revenue Code and P.L. 1977, C.381; P.L. 1978, C.39; P.L. 1980, C.78; and P.L. 1997, C.116 of the statutes of the State of New Jersey.

The Plan enables the Borough's employees to voluntarily authorize a portion of their salary to be withheld and invested in certain investments permitted under applicable regulations.

NOTE 16. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

At December 31, 2013 the following deferred charge was reflected on the balance sheet of the current fund:

	Balance Dec. 31, 2013	2014 Budget Appropriation	Balance to Succeeding Budgets
Emergency Authorization (40A:4-47)	\$130,000.00	\$130,000.00	-

The appropriation in the 2014 budget is not less than required by statute.

NOTE 17. POSTEMPLOYMENT RETIREMENT BENEFITS

In addition to the pension benefits described in Note 9, the Borough provides postemployment retirement health and dental coverage for employees who meet certain service requirements. Benefits consist of full medical and dental coverage and costs are reported as they are paid.

Plan Description

The Borough has a single-employer defined benefit healthcare plan with Horizon Blue Cross and Blue Shield of New Jersey (the "Fund"). The Borough provides medical, prescription and dental benefits to retirees and their spouses that meet certain eligibility requirements.

Funding Policy

The Borough's funding policy is to pay as you go.

Annual OPEB Cost and Net OPEB Obligation

The Borough's annual other post employment benefits ("OPEB") cost is calculated based on the annual required contribution ("ARC") of the employer, 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 thirty years. The following summarizes the Borough's annual OPEB cost for the year, the amount actually contributed, and changes in the Borough's net OPEB obligation:

January 1, 2013 Net OPEB Obligation	\$2,354,087.00
Plus: Annual OPEB Cost	<u>850,087.00</u>
	3,204,174.00
Less: Borough contributions	<u>(271,000.00)</u>
December 31, 2013 Net OPEB Obligation	<u><u>\$2,933,174.00</u></u> *

* In accordance with accounting principles and practices prescribed by the Division, the net OPEB obligation amount is not reported as an expenditure or liability in the accompanying financial statements.

Funding Status and Funding Progress

The funded status of the Fund was as follows:

Actuarial accrued liability**	\$9,461,059.00
Actuarial value of plan assets	<u>-</u>
Unfunded actuarial accrued liability	<u><u>\$9,461,059.00</u></u>
Funded ratio	0%

** represents accrued liability at December 31, 2012; In accordance with GASB Statement 45, the accrued liability is to be actuarially recalculated at least triennially.

NOTE 17. POSTEMPLOYMENT RETIREMENT BENEFITS (continued)

Funding Status and Funding Progress (continued)

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 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 plan members) and include 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 and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial valuation utilized the projected unit credit cost method. The actuarial assumptions included an initial annual medical cost trend rate of 8.50%, reduced by decrements to an ultimate rate of 5.00% in 2020. The trend rate for dental benefits is 5.00%. The amortization cost for the unfunded actuarial accrued liability is on a straight line basis, for a period of thirty years.

NOTE 18. LENGTH OF SERVICE AWARD PROGRAM

The Borough has established a Length of Service Award Program to reward the members of the Borough's volunteer fire department, volunteer fire police and volunteer first aid squad for their loyal diligent and devoted service to the residents of the Borough. The Length of Service Award Program has been established under the laws of the State of New Jersey with the intent that it meets requirements under Section 457(e)(11)(B) of the Internal Revenue Code.

Annual Contributions - The annual contribution to be made by the Borough for each active volunteer member shall not exceed \$1,150.00 annually.

Appropriations - Appropriations for the purpose of funding the Borough's Length of Service Award Program are included as a separate line item in the Borough's budget.

Periodic Increases - Notwithstanding the provisions above, the annual contribution to be made by the Borough for each active member shall be subject to periodic increases based upon the "consumer price index factor" pursuant to subsection f. of section 3 of P.L. 1997, c. 388 (N.J.S.A. 40A:14-185).

NOTE 19. COMMITMENTS AND CONTINGENCIES

Grant Financial Assistance

The Borough receives certain financial assistance in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the financial assistance 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 repayment to the grantor agency. The Borough's administration anticipates that no material liabilities will result from such audits.

Legal Proceedings

The Borough is party to certain legal proceedings, the resolution and impact of which, individually or in the aggregate, in the opinion of the Borough's administration, are not likely to have a material adverse impact on the Borough's financial position or adversely affect the Borough's ability to levy, collect, and enforce the collection of taxes or other revenue for the repayment of its bonds or other obligations.

NOTE 20. COMMUNITY DISASTER LOAN

On April 4, 2013 the Borough approved a resolution authorizing the execution of a promissory note for a Community Disaster Loan (the "Loan") in the amount of \$1,154,931.00 with the United States Department of Homeland Security, Federal Emergency Management Agency. Loan proceeds of \$300,000.00 were utilized as an item of revenue in the Borough's 2013 current fund budget.

As of December 31, 2013, the Loan principal balance and related accrued interest were \$300,000.00 and \$934.94, respectively. The full principal amount of the Loan and all accumulated accrued interest is due on May 1, 2018, and the interest rate on the loan is 0.625% per annum. The term of the loan is five years, but may be extended. When applicable, the Assistance Administrator of the Disaster Assistance Directorate may cancel repayment of all or part of the loan if the revenues of the Borough in the three fiscal years following the financial year of the disaster are insufficient to meet the operating budget because of disaster related revenue losses and un-reimbursed disaster related operating expenses.

NOTE 21. SUBSEQUENT EVENTS

On March 20, 2014 the Borough adopted an ordinance authorizing the issuance of bonds and notes of \$209,000.00 for the acquisition of computers and radios for the Borough police department.

On May 1, 2014 the Borough adopted an ordinance authorizing the issuance of bonds and notes of \$859,750.00 for various capital improvements and related expenses.

On September 18, 2014 the Borough adopted an ordinance authorizing the issuance of bonds and notes of \$285,000.00 for completion of the Borough's affordable housing plan and related expenses.

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART II

SUPPLEMENTARY SCHEDULES

YEAR ENDED DECEMBER 31, 2013

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

A-4

CURRENT FUND
SCHEDULE OF CASH
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	A		\$4,897,766.61
Increased by Receipts:			
State of New Jersey (P.L. 1971, C. 20)	A-9	\$64,724.66	
Taxes Receivable	A-5	20,646,679.69	
Revenue Accounts Receivable	A-7	2,097,024.70	
Non-Budget Revenues	A-2	232,772.86	
Prepaid Taxes	A-13	95,875.29	
Tax Overpayments	A-14	20,448.08	
Various Reserves	A-18	291,800.67	
Grants Receivable	A-21	51,787.82	
Emergency Note Payable		130,000.00	
Sewer Liens		<u>4,333.45</u>	
			<u>23,635,447.22</u>
			28,533,213.83
Decreased by Disbursements:			
Budget Appropriations	A-3	7,214,358.51	
Appropriation Reserves	A-10	189,476.06	
Encumbrances Payable	A-11	95,855.71	
Tax Overpayments	A-14	15,095.27	
County Taxes Payable	A-15	3,547,472.14	
Local School District Tax	A-16	7,997,568.96	
Regional High School Tax	A-17	4,276,258.00	
Various Reserves	A-18	149,933.98	
Appropriated Reserves	A-22	52,673.78	
Local Municipal Open Space Taxes		204,059.96	
Sewer Liens		<u>4,333.45</u>	
			<u>23,747,085.82</u>
Balance, December 31, 2013	A		<u><u>\$4,786,128.01</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
Year Ended December 31, 2013

Year	Balance Dec. 31, 2012	2013 Levy	Collections by Cash		Transferred to Tax Title Liens	Senior Citizens and Veterans Deductions	Canceled, Remitted or Abated	Balance Dec. 31, 2013
			2012	2013				
2012	\$264,459.48			\$262,806.23	\$1,004.93		\$648.32	
2013		\$21,048,785.61	\$306,382.53	20,383,873.46	5,433.93	\$65,164.51	34,364.88	\$253,566.30
	<u>\$264,459.48</u>	<u>\$21,048,785.61</u>	<u>\$306,382.53</u>	<u>\$20,646,679.69</u>	<u>\$6,438.86</u>	<u>\$65,164.51</u>	<u>\$35,013.20</u>	<u>\$253,566.30</u>
Ref.	A		A-13	A-4	A-6	A-9		A

Analysis of 2013 Property Tax Levy

Tax Yield:

General Purpose Tax	\$21,045,361.71
Added Taxes (54:4-63.1 Et Seq.)	<u>3,423.90</u>
	<u><u>\$21,048,785.61</u></u>

Tax Levy:

	Ref.	
Regional High School Tax	A-17	\$4,126,318.00
Local School District Tax	A-16	8,001,324.00
County Taxes:		
County Tax	A-15	\$3,094,850.16
County Library Tax	A-15	198,486.41
County Health Tax	A-15	61,721.95
County Open Space Tax	A-15	171,816.25
Due County for Added and Omitted Taxes	A-15	<u>574.24</u>
Total County Taxes		3,527,449.01
Local Municipal Open Space Tax		204,026.76
Due Municipal Open Space Tax for Added and Omitted Taxes		<u>33.20</u>
Total Local Municipal Open Space Taxes		204,059.96
Local Tax for Municipal Purposes	A-2	5,182,280.00
Add: Additional Tax Levied		<u>7,354.64</u>
Local Tax for Municipal Purposes Levied		<u>5,189,634.64</u>
		<u><u>\$21,048,785.61</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$26,488.42
Increased by:		
Transfers from Taxes Receivable	A-5	<u>6,438.86</u>
Balance, December 31, 2013	A	<u><u>\$32,927.28</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
Year Ended December 31, 2013

	<u>Ref.</u>	<u>Balance Dec. 31, 2012</u>	<u>Accrued in 2013</u>	<u>Collected/ Realized</u>	<u>Balance Dec. 31, 2013</u>
Alcoholic Beverage Licenses	A-2		\$850.00	\$850.00	
Other Licenses	A-2		4,179.00	4,179.00	
Fees and Permits	A-2		9,602.00	9,602.00	
Municipal Court Fines and Costs	A-2	\$7,057.38	169,473.62	163,463.40	\$13,067.60
Interest and Costs on Taxes	A-2		61,002.33	61,002.33	
Interest on Investments and Deposits	A-2		2,614.22	2,614.22	
Energy Receipts Tax	A-2		542,848.00	542,848.00	
Uniform Construction Code Fees	A-2		264,145.00	264,145.00	
Municipal Court - Sea Bright	A-2		78,040.08	78,040.08	
NJSEA - Payment for Environmental Infrastructure Trust Fees	A-2		75,077.52	75,077.52	
NJSEA - Amounts Paid and Receivable for Interest on Assessment Fund Loans	A-2		264,887.50	264,887.50	
Senior Citizen Housing - In Lieu of Taxes	A-2		42,935.20	42,935.20	
Community Disaster Loan Proceeds	A-2		300,000.00	300,000.00	
Insurance Recovery Proceeds	A-2		290,567.95	290,567.95	
		<u>\$7,057.38</u>	<u>\$2,106,222.42</u>	<u>\$2,100,212.20</u>	<u>\$13,067.60</u>

	<u>Ref.</u>		
	A		
Cash Receipts	A-4	\$2,097,024.70	
Revenue Realized	A-18	3,187.50	
		<u>\$2,100,212.20</u>	

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
AT ASSESSED VALUATION
December 31, 2013 and 2012

Ref.

Balance, December 31, 2013 and 2012

A

\$3,300.00

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE FROM STATE OF NEW JERSEY (P.L. 1971, C.20)
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	A		\$10,733.53
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens		\$5,750.00	
Veterans		59,250.00	
Deductions Allowed by Collector		<u>250.00</u>	
	A-5		<u>65,250.00</u>
			75,983.53
Decreased by:			
Deductions Disallowed by Collector	A-5	85.49	
Received from State of New Jersey	A-4	<u>64,724.66</u>	
			<u>64,810.15</u>
Balance, December 31, 2013	A		<u><u>\$11,173.38</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2013

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>after Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Administrative and Executive					
Salaries and Wages	\$0.09		\$0.09		\$0.09
Other Expenses	3,648.58	\$1,704.61	5,353.19	\$3,464.47	1,888.72
Financial Administration					
Salaries and Wages	207.03		207.03		207.03
Other Expenses	4,417.86	60.15	4,478.01	60.15	4,417.86
Collection of Taxes					
Other Expenses	551.62	438.91	990.53	438.91	551.62
Liquidation of Tax Title Liens					
Other Expenses	100.00		100.00		100.00
Tax Sale					
Other Expenses	3.24		3.24		3.24
Assessment of Taxes					
Salaries and Wages	1,803.30		803.30		803.30
Other Expenses	688.10	109.90	2,798.00	2,159.90	638.10
Legal Services and Costs					
Other Expenses	8,709.57	2,322.17	11,031.74	7,977.94	3,053.80
Engineering Services and Costs					
Other Expenses	14,788.19	1,237.50	14,025.69	5,862.50	8,163.19
Planning Board and Board of Adjustment					
Salaries and Wages		500.00	500.00	500.00	
Other Expenses	1,444.64	16.00	1,460.64	46.29	1,414.35
Planning Fees - Land Development					
Other Expenses	11,269.29	551.90	11,821.19	1,836.90	9,984.29

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2013

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>after Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Municipal Court					
Salaries and Wages	\$3,655.62		\$3,655.62		\$3,655.62
Other Expenses	38.08	\$500.89	1,538.97	\$500.89	1,038.08
Public Defender					
Salaries and Wages	2,800.00	400.00	3,200.00	400.00	2,800.00
Police Department					
Salaries and Wages	29,054.22		9,054.22	6,314.68	2,739.54
Other Expenses	783.67	6,042.22	26,825.89	12,693.70	14,132.19
Other Expenses - Police Car	1,218.84	737.00	1,955.84	737.00	1,218.84
Emergency Management Services					
Other Expenses	109.03	855.00	964.03	750.00	214.03
First Aid Organization - Contribution	3,270.68	2,187.96	5,458.64	2,168.90	3,289.74
Fire					
Miscellaneous	932.66	8,057.12	8,989.78	7,299.77	1,690.01
Fire Hydrant Service	2,909.59	5,275.60	8,185.19	5,275.60	2,909.59
Municipal Prosecutor					
Salaries and Wages	1,690.00		2,190.00	2,185.00	5.00
Road Repairs and Maintenance					
Salaries and Wages	16,309.09		16,309.09	103.68	16,205.41
Other Expenses	38,266.44	12,851.53	51,117.97	10,081.40	41,036.57
Garbage and Trash Removal					
Other Expenses	99.95	10,416.67	10,516.62	10,416.67	99.95
Public Buildings and Grounds					
Other Expenses	11,723.36	7,703.29	19,426.65	7,523.45	11,903.20
Shade Tree					
Other Expenses	750.00		750.00		750.00

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2013

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>after Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Recycling					
Other Expenses	\$1,532.71	\$2,416.67	\$3,949.38	\$2,416.67	\$1,532.71
Board of Health					
Salaries and Wages	4.00		4.00		4.00
Other Expenses	156.00	125.00	281.00	125.00	156.00
Bloodborne Pathogens					
Other Expenses	500.00		500.00		500.00
Water Watch Committee					
Other Expenses	500.00		500.00		500.00
Recreation and Education					
Other Expenses	89.77	4,050.00	4,139.77	4,050.00	89.77
Insurance					
General Liability	737.18		737.18		737.18
Worker Compensation	168.86		168.86		168.86
Employee Group Health	8,864.91		8,364.91		8,364.91
Health Benefits Waiver	208.00		208.00		208.00
Dental	2,166.61		2,166.61		2,166.61
Expenses in Participation in Free County Library					
Salaries and Wages	490.79		490.79		490.79
Other Expenses	2,270.77		2,270.77		2,270.77
Transportation of High School Students					
Other Expenses	473.87		473.87		473.87
Celebration of Public Events					
Other Expenses	95.00		95.00		95.00

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF APPROPRIATION RESERVES
Year Ended December 31, 2013

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Reserve for</u> <u>Encumbrances</u>	<u>Balance</u> <u>after Transfers</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
State Uniform Construction Code					
Salaries and Wages	\$1,797.31		\$1,797.31		\$1,797.31
Other Expenses	828.08	\$1,543.50	2,371.58	\$1,543.50	828.08
Code Enforcement					
Other Expenses	118.13		118.13		118.13
Utility Expenses and Bulk Purchases					
Street Lighting	21,123.80	4,984.74	26,108.54	6,861.64	19,246.90
Gasoline	3,000.00	9,283.15	12,283.15	7,410.48	4,872.67
Electricity	19,520.30	2,846.62	22,366.92	4,857.92	17,509.00
Telephone	2,999.53	276.18	3,275.71	276.18	2,999.53
Water and Sewer	3,812.46		3,812.46	525.19	3,287.27
Natural Gas	9,904.95		9,904.95	2,274.18	7,630.77
Landfill/Solid Waste Disposal Costs					
Tipping Fees	350.00	18,587.50	18,937.50	18,587.50	350.00
NJ Environmental Infrastructure Trust:					
Administrative Fees	0.50		0.50		0.50
Social Security System (O.A.S.I.)	2,925.78		2,925.78		2,925.78
Defined Contribution Retirement Program	100.00		100.00		100.00
Monmouth County 911 Program	437.35		437.35		437.35
LOSAP		70,000.00	70,000.00	51,750.00	18,250.00
	<u>\$246,419.40</u>	<u>\$176,081.78</u>	<u>\$418,551.80</u>	<u>\$189,476.06</u>	<u>\$233,025.12</u>
<u>Ref.</u>	A	A-11		A-4	A-1

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	A		\$271,937.49
Increased by:			
Current Appropriations Charged	A-3		181,083.83
			<u>453,021.32</u>
Decreased by:			
Disbursements	A-4	\$95,855.71	
Transferred to Appropriation Reserves	A-10	<u>176,081.78</u>	
			<u>271,937.49</u>
Balance, December 31, 2013	A		<u><u>\$181,083.83</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF CODE OFFICIAL SECURITY DEPOSIT
December 31, 2013 and 2012

Ref.

Balance, December 31, 2013 and 2012

A

\$1,000.00

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF PREPAID TAXES
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	A	\$306,382.53
Increased by:		
Collection of 2014 Taxes	A-4	<u>95,875.29</u> 402,257.82
Decreased by:		
Applied to Taxes Receivable	A-5	<u>306,382.53</u>
Balance, December 31, 2013	A	<u><u>\$95,875.29</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS
Year Ended December 31, 2013

Balance, December 31, 2012	<u>Ref.</u> A	\$5,288.86
Increased by:		
Receipts	A-4	<u>20,448.08</u>
		25,736.94
Decreased by:		
Disbursements	A-4	<u>15,095.27</u>
Balance, December 31, 2013	A	<u><u>\$10,641.67</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	A		\$20,597.37
Increased by:			
County Tax	A-5	\$3,094,850.16	
County Library Tax	A-5	198,486.41	
County Health Tax	A-5	61,721.95	
County Open Space Tax	A-5	171,816.25	
Due County for Added and Omitted Taxes	A-5	<u>574.24</u>	
	A-1		<u>3,527,449.01</u>
			3,548,046.38
Decreased by:			
Payments	A-4		<u>3,547,472.14</u>
Balance, December 31, 2013	A		<u><u>\$574.24</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF LOCAL SCHOOL DISTRICT TAX PAYABLE
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012:			
School Tax Payable	A	\$1,570,197.22	
School Tax Deferred		<u>1,585,121.97</u>	
			\$3,155,319.19
Increased by:			
Levy - School Year July 1, 2013 to June 30, 2014	A-5	<u>8,001,324.00</u>	
			11,156,643.19
Decreased by:			
Payments	A-4	<u>7,997,568.96</u>	
Balance, December 31, 2013:			
School Tax Payable	A	1,573,952.26	
School Tax Deferred		<u>1,585,121.97</u>	
			<u>\$3,159,074.23</u>
<u>2013 Liability for Local District School Tax:</u>			
Tax Paid	A-16	\$7,997,568.96	
School Tax Payable, December 31, 2013	A-16	<u>1,573,952.26</u>	
		9,571,521.22	
Less: School Tax Payable, December 31, 2012	A-16	<u>1,570,197.22</u>	
Amount Charged to 2013 Operations	A-1	<u>\$8,001,324.00</u>	

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF REGIONAL HIGH SCHOOL TAX PAYABLE
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012:			
School Tax Payable	A	\$1,312,628.37	
School Tax Deferred		<u>900,471.63</u>	
			\$2,213,100.00
Increased by:			
Levy - School Year July 1, 2013 to June 30, 2014	A-5	<u>4,126,318.00</u>	
			6,339,418.00
Decreased by:			
Payments	A-4	<u>4,276,258.00</u>	
Balance, December 31, 2013:			
School Tax Payable	A	1,162,688.37	
School Tax Deferred		<u>900,471.63</u>	
			<u>\$2,063,160.00</u>
<u>2013 Liability for Regional High School Tax:</u>			
Tax Paid	A-17	\$4,276,258.00	
School Tax Payable, December 31, 2013	A-17	<u>1,162,688.37</u>	
		5,438,946.37	
Less: School Tax Payable, December 31, 2012	A-17	<u>1,312,628.37</u>	
Amount Charged to 2013 Operations	A-1	<u>\$4,126,318.00</u>	

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF VARIOUS RESERVES
Year Ended December 31, 2013

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Increased by</u>	<u>Decreased by</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
Reserve for:				
Maintenance of Free Public Library	\$1,376.80			\$1,376.80
Outside Liens	337.00	\$83,930.28	\$84,267.28	
Prepaid Revenue - NJSEA Environmental				
Infrastructure Trust Fees and Interest Payments	84,991.25		3,187.50	81,803.75
Hurricane Sandy	50,584.63		50,584.63	
FEMA		190,932.39		190,932.39
Due to State of New Jersey:				
Training Fees	10,893.23	16,488.00	14,607.07	12,774.16
Marriage License Fees	350.00	450.00	475.00	325.00
	<u>\$148,532.91</u>	<u>\$291,800.67</u>	<u>\$153,121.48</u>	<u>\$287,212.10</u>

Ref.

A

A-4

A

Ref.

Cash Disbursed
Revenue Realized

A-4

A-7

\$149,933.98

3,187.50

\$153,121.48

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DUE TO FEDERAL AND STATE GRANT FUND
December 31, 2013 and 2012

	<u>Ref.</u>	<u>Balance</u> <u>Dec. 31, 2013</u>	<u>Balance</u> <u>Dec. 31, 2012</u>
Due to Federal and State Grant Fund	A	<u>\$77,745.14</u>	<u>\$78,631.10</u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

FEDERAL AND STATE GRANT FUND
SCHEDULE OF DUE FROM CURRENT FUND
Year Ended December 31, 2013

Balance, December 31, 2012	<u>Ref.</u> A		\$78,631.10
Increased by:			
Deposited in Other Funds:			
Grants Receivable	A-21	\$51,787.82	
2013 Budget Appropriations	A-3,A-22	<u>65,121.52</u>	
			<u>116,909.34</u>
			195,540.44
Decreased by:			
Disbursed by Other Funds:			
Appropriated Reserves	A-22	52,673.78	
Anticipated Revenue	A-21	<u>65,121.52</u>	
			<u>117,795.30</u>
Balance, December 31, 2013	A		<u><u>\$77,745.14</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY
FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE
Year Ended December 31, 2013

<u>Grant</u>	<u>Ref.</u>	<u>Balance Dec. 31, 2012</u>	<u>2013 Anticipated Revenue</u>	<u>Cash Received</u>	<u>Balance Dec. 31, 2013</u>
State Homeland Security Grant Program		\$20,000.00			\$20,000.00
Over the Limit Under Arrest	A-2	950.00	\$3,300.00	\$3,300.00	950.00
Clean Communities Program	A-2		12,188.93	12,188.93	
Alcohol Education and Rehabilitation Fund	A-2		474.97	474.97	
Secure Our Schools Grant		792.00			792.00
Sustainable Jersey Land Use Planning Grant		3,500.00			3,500.00
N.J. State Police - Emergency Management Exercise Improvement	A-2		25,000.00	25,000.00	
County of Monmouth - Automated License Plate Reader	A-2		13,333.70		13,333.70
Drunk Driving Enforcement	A-2		8,725.61	8,725.61	
Body Armor Fund	A-2		2,098.31	2,098.31	
		<u>\$25,242.00</u>	<u>\$65,121.52</u>	<u>\$51,787.82</u>	<u>\$38,575.70</u>
<u>Ref.</u>		A	A-20	A-4,A-20	A

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY
FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES
Year Ended December 31, 2013

Grant	Balance Dec. 31, 2012	2013 Budget Appropriations	Expended	Balance Dec. 31, 2013
Body Armor Fund	\$1,924.46	\$2,098.31	\$1,900.00	\$2,122.77
Drunk Driving Enforcement Fund	2,311.71	8,725.61	2,283.33	8,753.99
Clean Communities Program	32,647.32	12,188.93	900.00	43,936.25
Secure Our Schools Grant	792.00			792.00
Municipal Alcohol Education and Rehabilitation Fund	1,019.22	474.97		1,494.19
Municipal Alliance Grant - Local Match	1,096.50			1,096.50
Cooperative Marketing Grant - Breeder's Cup	3,291.52			3,291.52
State Homeland Security Grant Program	20,000.00			20,000.00
N.J. State Police - Emergency Management				
Exercise Improvement	14,866.48	25,000.00	27,246.00	12,620.48
NJDCA - SHARE Grant	15,500.00			15,500.00
Comcast Technology Grant	179.09			179.09
Oceanport Drug Awareness	2,939.80			2,939.80
County of Monmouth - Automated License Plate Reader		13,333.70	13,333.70	
U.S. Department of Homeland Security	855.00			855.00
Over the Limit Under Arrest	950.00	3,300.00	4,200.00	50.00
Sustainable Jersey Small Grants Program	2,000.00		2,000.00	
Sustainable Jersey Land Use Planning Grant	3,500.00		810.75	2,689.25
	<u>\$103,873.10</u>	<u>\$65,121.52</u>	<u>\$52,673.78</u>	<u>\$116,320.84</u>
<u>Ref.</u>	A	A-3,A-20	A-4,A-20	A

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF CASH
Year Ended December 31, 2013

	<u>Ref.</u>	<u>Animal Control Fund</u>	<u>Other Trust Fund</u>	<u>Open Space Fund</u>	<u>Assessment Fund</u>
Balance, December 31, 2012	B	\$5,977.66	\$694,978.93	\$445,175.78	\$165,537.05
Increased by Receipts:					
Reserve for Animal Control					
Fund Expenditures	B-2	\$6,353.40			
Due from Current Fund	B-5			\$204,059.96	
Various Reserves	B-6		\$435,807.42		
Due to State of New Jersey	B-3	834.60			
Assessments Receivable	B-9				\$1,248,222.28
Reserve for Open Space	B-4			252,351.57	
		<u>7,188.00</u>	<u>435,807.42</u>	<u>456,411.53</u>	<u>1,248,222.28</u>
		13,165.66	1,130,786.35	901,587.31	1,413,759.33
Decreased by Disbursements:					
Due to State of New Jersey	B-3	816.60			
Animal Control Fund					
Expenditures (R.S. 4:19-15.11)	B-2	6,258.29			
Various Reserves	B-6		338,149.30		
Due to Current Fund	B-5			204,059.96	
New Jersey Environmental					
Infrastructure Trust Loan	B-10				255,000.00
New Jersey Department of					
Environmental Protection Fund					
Loan	B-11				993,222.28
Notes Receivable				130,000.00	
Reserve for Open Space	B-4			215,358.59	
		<u>7,074.89</u>	<u>338,149.30</u>	<u>549,418.55</u>	<u>1,248,222.28</u>
Balance, December 31, 2013	B	<u>\$6,090.77</u>	<u>\$792,637.05</u>	<u>\$352,168.76</u>	<u>\$165,537.05</u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$5,977.66
Increased by:		
Dog License Fees Collected	B-1	<u>6,353.40</u> 12,331.06
Decreased by:		
Expenditures Under R.S. 4:19-15.11:		
Cash	B-1	<u>6,258.29</u>
Balance, December 31, 2012	B	<u><u>\$6,072.77</u></u>

License and Penalty Fees Collected:

<u>Year</u>	<u>Amount</u>
2012	\$7,043.60
2011	<u>7,311.60</u> <u>\$14,355.20</u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY - ANIMAL CONTROL FUND
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$0.00
Increased by:		
Receipts	B-1	<u>834.60</u>
		834.60
Decreased by:		
Disbursed	B-1	<u>816.60</u>
Balance, December 31, 2013	B	<u><u>\$18.00</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF RESERVE FOR OPEN SPACE
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	B	\$445,175.78
Increased by:		
Open Space Tax Levy		\$204,026.76
Open Space Added and Omitted Levy		33.20
Insurance Proceeds		27,391.61
Recreational and Other Fees		<u>20,900.00</u>
	B-1	<u>252,351.57</u>
		<u>697,527.35</u>
Decreased by:		
Cash Disbursed	B-1	<u>215,358.59</u>
Balance, December 31, 2013	B	<u><u>\$482,168.76</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF INTERFUND - OPEN SPACE FUND
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012		\$0.00
Increased by:		
Due from Current Fund for Local Municipal		
Open Space Taxes	B-1	<div style="display: flex; justify-content: flex-end;"> <div style="border-bottom: 1px solid black; width: 100px; text-align: right;">204,059.96</div> <div style="width: 10px;"></div> <div style="text-align: right;">204,059.96</div> </div>
Decreased by:		
Cash Receipts	B-1	<div style="display: flex; justify-content: flex-end;"> <div style="border-bottom: 1px solid black; width: 100px; text-align: right;">204,059.96</div> <div style="width: 10px;"></div> <div style="text-align: right;">204,059.96</div> </div>
Balance, December 31, 2013		<div style="display: flex; justify-content: flex-end;"> <div style="border-bottom: 3px double black; width: 100px; text-align: right;">\$0.00</div> <div style="width: 10px;"></div> <div style="text-align: right;">\$0.00</div> </div>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF VARIOUS RESERVES - OTHER TRUST FUND
Year Ended December 31, 2013

	<u>Balance</u> <u>Dec. 31, 2012</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u> <u>Dec. 31, 2013</u>
<u>Reserve for:</u>				
Recreation	\$5,337.09	\$28,787.50	\$28,296.08	\$5,828.51
Fireworks	12,528.03	19,597.00	14,829.31	17,295.72
Water Watch	821.29		804.21	17.08
Shade Tree	121.88			121.88
Law Enforcement	190.77			190.77
Historical Society	938.32			938.32
Old Wharf Senior Center	7,140.31	6,890.00	4,012.19	10,018.12
Parking Offense Adjudication Act	376.71	22.00		398.71
Wedding Trust	910.00			910.00
Unemployment Trust	26,646.33	21,805.86	23,417.58	25,034.61
Outside Off-Duty Police				
Employment	16,388.68	130,616.59	128,939.69	18,065.58
Snow Removal	3,705.00			3,705.00
Developer's Escrow	449,803.59	62,039.85	128,864.20	382,979.24
Recycling	64,291.75	14,835.12	6,315.00	72,811.87
Public Defender	713.50	948.50	1,000.00	662.00
Community Center	1,817.91	1,250.00	461.18	2,606.73
Firehouse Donations	568.25			568.25
Donations	1,170.00			1,170.00
Memorial Benches	1,834.59			1,834.59
Tax Sale Premiums	98,000.00	148,400.00		246,400.00
Volunteer Emergency Services	168.83			168.83
Emergency Police Services				
Donations	597.21			597.21
Community Enhancement and Beautification	908.89	615.00	1,209.86	314.03
	<u>\$694,978.93</u>	<u>\$435,807.42</u>	<u>\$338,149.30</u>	<u>\$792,637.05</u>
<u>Ref.</u>	B	B-1	B-1	B

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF LENGTH OF SERVICE AWARD
PROGRAM FUND INVESTMENTS
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	B		\$462,405.28
Increased by:			
Change in Market Value	B-8	\$98,796.14	
Borough Contributions	B-8	<u>51,750.00</u>	
			<u>150,546.14</u>
			612,951.42
Decreased by:			
Return of Non-Vested Funds	B-8	5,036.78	
Distributions	B-8	2,545.47	
Administrative Charges	B-8	<u>1,850.09</u>	
			<u>9,432.34</u>
Balance, December 31, 2013	B		<u><u>\$603,519.08</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF RESERVE FOR LENGTH OF SERVICE AWARD
PROGRAM FUND
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	B		\$462,405.28
Increased by:			
Change in Market Value	B-7	\$98,796.14	
Borough Contributions	B-7	<u>51,750.00</u>	
			<u>150,546.14</u>
			612,951.42
Decreased by:			
Return of Non-Vested Funds	B-7	5,036.78	
Distributions	B-7	2,545.47	
Administrative Charges	B-7	<u>1,850.09</u>	
			<u>9,432.34</u>
Balance, December 31, 2013	B		<u><u>\$603,519.08</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF ASSESSMENTS RECEIVABLE - ASSESSMENT FUND
December 31, 2013

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Quarterly Installments</u>	<u>Due Dates</u>	<u>Balance Dec. 31, 2012</u>	<u>Collected</u>	<u>Balance Dec. 31, 2013</u>	<u>Balance Pledged to Loans</u>
866	Construction, Repair, Rehabilitation, Maintenance and Reconstruction of Stormwater Basins at Monmouth Park Racetrack	68	10/1/13-7/1/29	<u>\$22,984,241.95</u>	<u>\$1,248,222.28</u>	<u>\$21,736,019.67</u>	<u>\$21,736,019.67</u>
			<u>Ref.</u>	B	B-1	B	
					<u>Ref.</u>		
					B-10		\$6,010,000.00
					B-11		<u>15,726,019.67</u>
							<u>\$21,736,019.67</u>

* All assessments receivable are due from the New Jersey Sports and Exposition Authority (the "NJSEA"). The amounts paid by the NJSEA will be used by the Borough of Oceanport to repay the above referenced loans.

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND

SCHEDULE OF NEW JERSEY ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN - ASSESSMENT FUND

Year Ended December 31, 2013

Purpose	Date of Issue	Original Issue	Loan Maturities		Interest Rate	Balance		Balance
			Outstanding Dec. 31, 2013			Dec. 31, 2012	Decreased	Dec. 31, 2013
			Date	Amount				
Construction, Repair, Rehabilitation, Maintenance and Reconstruction of Stormwater Basins at Monmouth Park Racetrack	12/02/09	\$6,265,000.00	08/01/14	\$265,000.00	5.00%	\$6,265,000.00	\$255,000.00	\$6,010,000.00
			08/01/15	280,000.00	5.00%			
			08/01/16	295,000.00	5.00%			
			08/01/17	305,000.00	5.00%			
			08/01/18	325,000.00	5.00%			
			08/01/19	340,000.00	4.00%			
			08/01/20	350,000.00	4.00%			
			08/01/21	365,000.00	4.00%			
			08/01/22	380,000.00	3.50%			
			08/01/23	395,000.00	4.00%			
			08/01/24	410,000.00	4.00%			
			08/01/25	425,000.00	3.75%			
			08/01/26	440,000.00	4.00%			
			08/01/27	460,000.00	4.00%			
			08/01/28	480,000.00	4.00%			
			08/01/29	495,000.00	4.00%			
					</			

Ref.

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF NEW JERSEY DEPARTMENT OF ENVIRONMENTAL
PROTECTION FUND LOAN - ASSESSMENT FUND
Year Ended December 31, 2013

Purpose	Date of Issue	Original Issue	Loan Maturities		Interest Rate	Balance Dec. 31, 2012	Decreased	Balance Dec. 31, 2013
			Outstanding Dec. 31, 2013	Interest				
			Date	Amount				
Construction, Repair, Rehabilitation, Maintenance and Reconstruction of Stormwater Basins at Monmouth Park Racetrack	12/02/09	\$16,884,779.00	02/01/14	\$331,074.09	0.00%	\$16,884,779.00	\$993,222.28	\$15,891,556.72
			08/01/14	662,148.19	0.00%			
			02/01/15	331,074.09	0.00%			
			08/01/15	662,148.19	0.00%			
			02/01/16	331,074.09	0.00%			
			08/01/16	662,148.19	0.00%			
			02/01/17	331,074.09	0.00%			
			08/01/17	662,148.19	0.00%			
			02/01/18	331,074.09	0.00%			
			08/01/18	662,148.19	0.00%			
			02/01/19	331,074.09	0.00%			
			08/01/19	662,148.19	0.00%			
			02/01/20	331,074.09	0.00%			
			08/01/20	662,148.19	0.00%			
			02/01/21	331,074.09	0.00%			
			08/01/21	662,148.19	0.00%			

TRUST FUND
SCHEDULE OF NEW JERSEY DEPARTMENT OF ENVIRONMENTAL
PROTECTION FUND LOAN - ASSESSMENT FUND
Year Ended December 31, 2013

[illegible]

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CASH
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	C		\$306,094.28
Increased by Receipts:			
Budget Appropriation:			
Capital Improvement Fund	C-12	\$25,000.00	
Premium on Serial Bonds Issued:			
Fund Balance	C-1	997.66	
Deferred Charges to Future			
Taxation Unfunded	C-5	50,000.00	
Down Payment Funded from the Borough's			
Open Space Fund	C-10	35,000.00	
General Serial Bonds	C-11	<u>605,000.00</u>	
			715,997.66
			<u>1,022,091.94</u>
Decreased by Disbursements:			
Improvement Authorizations	C-10		<u>728,309.86</u>
Balance, December 31, 2013	C		<u><u>\$293,782.08</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL FUND CASH
Year Ended December 31, 2013

	<u>Balance</u> <u>Dec. 31, 2013</u>
Fund Balance	\$10,647.66
Grants Receivable	(617,881.24)
Capital Improvement Fund	6,630.50
Reserve for Encumbrances	6,660.47
Accrued Interest on Bonds	3,478.24
Reserve for Payment of Bonds	6,801.49

Improvement Authorizations:

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	
792	Improvements to Old Wharf Park	9,704.00
810	Various Improvements	1,366.41
823/832	Various General Improvements	1,919.69
842	Various Improvements	30,057.81
863	Various Improvements	56,391.25
874	Roadway Repairs and Drainage Improvements	2,592.00
878	Improvements to Certain Borough Buildings	2,044.08
882	2010 Road and Sidewalk Improvement Program and Related Expenses	34,643.33
884	Various Security Improvements and Related Expenses	825.00
895	Various Capital Improvements and Related Expenses	4,625.35
903	Various Capital Improvements and Related Expenses	152,507.50
904	Various Capital Improvements	2,587.11
917	Various Capital Improvements and Related Expenses	543,181.43
922	Construction of a Building in Blackberry Bay Park and Related Expenses	35,000.00
		<u>\$293,782.08</u>

Ref.

C

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
Year Ended December 31, 2013

	<u>Ref.</u>		
Balance, December 31, 2012	C		\$4,231,007.68
Increased by:			
Improvement Costs Funded by:			
Serial Bonds Issued	C-5,C-14	605,000.00	<u>4,836,007.68</u>
Decreased by:			
Budget Appropriation to Pay Bonds	C-11	\$549,000.00	
Bonds Paid by Open Space Fund	C-11	40,000.00	
Budget Appropriation to Pay Green Trust Loans	C-13	<u>22,021.36</u>	<u>611,021.36</u>
Balance, December 31, 2013	C		<u><u>\$4,224,986.32</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
Year Ended December 31, 2013

Ordinance Number	Improvement Description	Balance Dec. 31, 2012	2013 Authorizations	Transferred to Deferred Charges To Future Taxation - Funded	Funded by Premium on Sale of Bonds	Balance Dec. 31, 2013
General Improvements:						
903	Various Capital Improvements and Related Expenses	\$222,000.00		\$207,785.12	\$14,214.88	
917	Various Capital Improvements and Related Expenses		\$433,000.00	397,214.88	35,785.12	
922	Construction of a Building in Blackberry Bay Park and Related Expenses		665,000.00			\$665,000.00
Local Improvements:						
866	Construction, Repair, Rehabilitation, Maintenance and Reconstruction of Stormwater Basins at Monmouth Park Racetrack	1,850,221.00				1,850,221.00
		<u>\$2,072,221.00</u>	<u>\$1,098,000.00</u>	<u>\$605,000.00</u>	<u>\$50,000.00</u>	<u>\$2,515,221.00</u>
<u>Ref.</u>		C	C-10	C-4	C-2,C-14	C

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$457,881.24
Increased by:		
Grants Awarded	C-10	<u>160,000.00</u>
Balance, December 31, 2013	C	<u><u>\$617,881.24</u></u>

Detail:

<u>Ordinance Number</u>	<u>Description</u>	
792	County of Monmouth - Old Wharf Park	\$11,000.00
810	N.J.D.O.T. Road Improvements - Crescent Place	1,366.41
823	County of Monmouth	4,000.00
842	N.J.D.O.T. Various Capital Improvements	27,731.97
863	N.J.D.O.T. Various Capital Improvements	56,502.33
882	N.J.D.O.T. Road and Sidewalk Improvement Program	34,643.33
895	N.J.D.O.T. Various Capital Improvements and Related Expenses	1,637.20
903	N.J.D.O.T. Various Capital Improvements and Related Expenses	200,000.00
903	CDBG Various Capital Improvements and Related Expenses	121,000.00
917	N.J.D.O.T. Various Capital Improvements and Related Expenses	<u>160,000.00</u>
		<u><u>\$617,881.24</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR PAYMENT OF BONDS
December 31, 2013 and 2012

	<u>Ref.</u>	
Balance, December 31, 2013 and 2012	C	<u><u>\$6,801.49</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$31,348.20
Increased by:		
Charged to Improvement Authorizations	C-10	6,660.47
		<u>38,008.67</u>
Decreased by:		
Transferred to Improvement Authorizations	C-10	31,348.20
		<u>31,348.20</u>
Balance, December 31, 2013	C	<u><u>\$6,660.47</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS
December 31, 2013 and 2012

Ref.

Balance, December 31, 2013 and 2012	C	<u>\$3,478.24</u>
-------------------------------------	---	-------------------

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2013

Ordinance Number	Improvement Description	Ordinance Date	Balance December 31, 2012			2013 Authorizations	Paid or Charged	Balance December 31, 2013	
			Encumbered	Funded	Unfunded			Funded	Unfunded
General Improvements:									
792(6)	Improvements to Old Wharf Park	05/19/05	\$9,704.00					\$9,704.00	
810(3)	Road Improvements - Crescent	05/20/06		\$21,758.32			\$20,391.91	1,366.41	
823/832(4)	Street Signage	06/21-12/20/07		1,919.69				1,919.69	
842(1)	Road Program	05/01/08		57,301.50			29,569.53	27,731.97	
842(2)	Acquisition of Police Department Equipment	05/01/08		2,325.84				2,325.84	
863(1)	Building Improvement and Tank Removal	05/07/09		154.25			154.25		
863(2)	2009 Road Program	05/07/09		56,391.25				56,391.25	
874	Roadway Repairs and Drainage Improvements	10/01/09		60,600.00			58,008.00	2,592.00	
878	Improvements to Certain Borough Buildings	01/21/10		2,044.08				2,044.08	
882	2010 Road and Sidewalk Improvement Program and Related Expenses	06/03/10		129,580.09			94,936.76	34,643.33	
884	Various Security Improvements and Related Expenses	09/02/10	798.00	27.00				825.00	
895	Various Capital Improvements and Related Expenses	05/05/11	12,766.20	96,212.96			104,353.81	4,625.35	
903	Various Capital Improvements and Related Expenses	07/19/12		277,165.00	\$222,000.00		346,657.50	152,507.50	
904	Various Capital Improvements	05/03/12		2,587.11				2,587.11	
909	Improvements to the Monument Area of Borough Hall for the Placement of a Piece of Steel from the World Trade Center	09/06/12	8,080.00				8,080.00		
917	Various Capital Improvements and Related Expenses	08/15/13				\$616,000.00	72,818.57	543,181.43	
922	Construction of a Building in Blackberry Bay Park and Related Expenses	12/04/13				700,000.00		35,000.00	\$665,000.00

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
Year Ended December 31, 2013

Ordinance Number	Improvement Description	Ordinance Date	Balance December 31, 2012			2013 Authorizations	Paid or Charged	Balance December 31, 2013	
			Encumbered	Funded	Unfunded			Funded	Unfunded
Local Improvements:									
866	Construction, Repair, Rehabilitation, Maintenance and Reconstruction of Stormwater Basins at Monmouth Park Racetrack	07/16/09		\$1,990,653.00	\$1,850,221.00		\$332,012.00	\$1,658,641.00	\$1,850,221.00
			<u>\$31,348.20</u>	<u>\$2,698,720.09</u>	<u>\$2,072,221.00</u>	<u>\$1,316,000.00</u>	<u>\$1,066,982.33</u>	<u>\$2,536,085.96</u>	<u>\$2,515,221.00</u>
		<u>Ref.</u>	C,C-8	C	C			C	C
Detail:									
	Deferred Charges to Future Taxation - Unfunded	C-5,C-14				\$1,098,000.00			
	Grants Receivable	C-6				160,000.00			
	Down Payment Funded by the Borough's Open Space Fund	C-2				35,000.00			
	Capital Improvement Fund	C-12				23,000.00			
						<u>\$1,316,000.00</u>			
						<u>Ref.</u>			
	Disbursed					C-2	\$728,309.86		
	Due from New Jersey Environmental Infrastructure Financing Program					C-15	332,012.00		
	Reserve for Encumbrances					C,C-8	6,660.47		
							<u>\$1,066,982.33</u>		

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
Year Ended December 31, 2013

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance Dec. 31, 2012	Increased	Decreased	Balance Dec. 31, 2013
General Improvement Bonds	09/01/05	\$2,849,000.00	09/01/14	\$200,000.00	3.625%	\$1,450,000.00		\$200,000.00	\$1,250,000.00
			09/01/15	200,000.00	3.625%				
			09/01/16	205,000.00	3.625%				
			09/01/17	210,000.00	3.75%				
			09/01/18	215,000.00	3.75%				
			09/01/19	220,000.00	3.75%				
General Improvement Bonds	12/13/07	803,000.00	12/01/14	98,000.00	5.00%	402,000.00		93,000.00	309,000.00
			12/01/15	103,000.00	5.00%				
			12/01/16	108,000.00	5.00%				
General Improvement Bonds	12/04/08	1,043,000.00	12/01/14	138,000.00	5.00%	571,000.00		131,000.00	440,000.00
			12/01/15	145,000.00	5.00%				
			12/01/16	77,000.00	4.00%				
			12/01/17	80,000.00	4.00%				
General Improvement Bonds	01/24/11	795,000.00	01/15/14	70,000.00	3.00%	730,000.00		70,000.00	660,000.00
			01/15/15	75,000.00	2.50%				
			01/15/16	75,000.00	2.75%				
			01/15/17	80,000.00	5.00%				
			01/15/18	85,000.00	5.00%				
			01/15/19	90,000.00	5.00%				
			01/15/20	90,000.00	5.00%				
			01/15/21	95,000.00	5.00%				
General Improvement Bonds	12/29/11	395,000.00	12/01/14	40,000.00	4.00%	355,000.00		40,000.00	315,000.00
			12/01/15	40,000.00	5.00%				
			12/01/16	45,000.00	5.00%				
			12/01/17	45,000.00	5.00%				
			12/01/18	45,000.00	5.00%				
			12/01/19	50,000.00	5.00%				
			12/01/20	50,000.00	5.00%				

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS
Year Ended December 31, 2013

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2013		Interest Rate	Balance Dec. 31, 2012	Increased	Decreased	Balance Dec. 31, 2013						
General Improvement Bonds	04/24/12	\$470,000.00	12/01/14	\$60,000.00	4.00%	\$470,000.00		\$55,000.00	\$415,000.00						
			12/01/15	65,000.00	4.00%										
			12/01/16	70,000.00	4.00%										
			12/01/17	70,000.00	4.00%										
			12/01/18	75,000.00	4.00%										
			12/01/19	75,000.00	4.00%										
General Improvement Bonds	12/10/13	605,000.00	12/01/14	45,000.00	2.00%		\$605,000.00		605,000.00						
			12/01/15	45,000.00	3.00%										
			12/01/16	50,000.00	4.00%										
			12/01/17	50,000.00	4.00%										
			12/01/18	50,000.00	4.00%										
			12/01/19	55,000.00	4.00%										
			12/01/20	55,000.00	5.00%										
			12/01/21	60,000.00	5.00%										
			12/01/22	60,000.00	5.00%										
			12/01/23	65,000.00	5.00%										
			12/01/24	70,000.00	5.00%										
										<u>\$3,978,000.00</u>	<u>\$605,000.00</u>	<u>\$589,000.00</u>	<u>\$3,994,000.00</u>		
										<u>Ref.</u>	C	C-2	C		
Paid by Budget Appropriation					C-4		\$549,000.00								
Paid by Open Space Fund Appropriation					C-4		40,000.00								
							<u>\$589,000.00</u>								

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$4,630.50
Increased by:		
Budget Appropriation	C-2	<u>25,000.00</u>
		29,630.50
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-10	<u>23,000.00</u>
Balance, December 31, 2013	C	<u><u>\$6,630.50</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOANS PAYABLE
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$253,007.68
Decreased by:		
Paid by Budget Appropriation	C-4	<u>22,021.36</u>
Balance, December 31, 2013	C	<u><u>\$230,986.32</u></u>

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
Year Ended December 31, 2013

Ordinance Number	Improvement Description	Balance Dec. 31, 2012	2013 Authorizations	Bonds Issued	Funded by Premium on Sale of Bonds	Balance Dec. 31, 2013
General Improvements:						
903	Various Capital Improvements and Related Expenses	\$222,000.00		\$207,785.12	\$14,214.88	
917	Various Capital Improvements and Related Expenses		\$433,000.00	397,214.88	35,785.12	
922	Construction of a Building in Blackberry Bay Park and Related Expenses		665,000.00			\$665,000.00
Local Improvements:						
866	Construction, Repair, Rehabilitation, Maintenance and Reconstruction of Stormwater Basins at Monmouth Park Racetrack	1,850,221.00				1,850,221.00
		<u>\$2,072,221.00</u>	<u>\$1,098,000.00</u>	<u>\$605,000.00</u>	<u>\$50,000.00</u>	<u>\$2,515,221.00</u>
Ref.	(Footnote C)		C-10	C-4	C-5	(Footnote C)

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM NEW JERSEY ENVIRONMENTAL
INFRASTRUCTURE FINANCING PROGRAM
Year Ended December 31, 2013

	<u>Ref.</u>	
Balance, December 31, 2012	C	\$1,990,653.00
Decreased by:		
Improvement Authorizations	C-10	<u>332,012.00</u>
Balance, December 31, 2013	C	<u><u>\$1,658,641.00</u></u>

(1)

(1) Represents amount of potential reimbursements receivable relative to the stormwater basins improvement project at Monmouth Park Racetrack.

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF INVESTMENT IN GENERAL FIXED ASSETS
Year Ended December 31, 2013

	(as restated) Balance Dec. 31, 2012	Additions	Dispositions	Balance Dec. 31, 2013
General Fixed Assets:				
Land and Buildings	\$4,623,741.00			\$4,623,741.00
Machinery and Equipment	3,110,099.00	\$536,270.25	\$118,917.00	3,527,452.25
	<u>\$7,733,840.00</u>	<u>\$536,270.25</u>	<u>\$118,917.00</u>	<u>\$8,151,193.25</u>
<u>Ref.</u>	D			D

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART III

COMMENTS SECTION

YEAR ENDED DECEMBER 31, 2013

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

COMMENTS

YEAR ENDED DECEMBER 31, 2013

Contracts and Agreements Required to be Advertised per 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, 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 statutory limit within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the municipal attorney's opinion should be sought before a commitment is made.

The minutes indicated that bids were requested by public advertising for the following item:

Design and Construction of Blackberry Bay Pavilion
Elizabeth Drive Drainage System Replacement
Fort Monmouth Marina Operations and Concession
Drainage System Cleaning

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

Our audit of expenditures did not reveal any individual payments in excess of the statutory limit for the performance of any work or the furnishing 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 provisions 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

N.J.S. 54:4-67 provides the method for authorizing interest and the maximum rates to be charged for the nonpayment of taxes or assessments on or before the date when they would become delinquent.

On January 1, 2013 the governing body adopted the following resolution authorizing interest to be charged for nonpayment of taxes:

BE IT RESOLVED that the Collector of Taxes is authorized to charge eight (8%) percent interest on delinquent taxes with a rate of 1/10th of one percent (1%) for the first ten (10) days after each quarterly due date and eight percent (8%) for the first \$1,500 and eighteen percent (18%) for amounts over the first \$1,500 of said delinquent taxes retroactive to the quarterly due date if paid after such ten (10) days.

Based upon our audit of the tax collector's records, interest on delinquent taxes was charged in accordance with the foregoing resolution.

Tax Title Liens

The last tax sale was held on November 15, 2013 and was complete.

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

2013	6
2012	4
2011	4

COMPARATIVE SCHEDULE OF FUND BALANCE AT DECEMBER 31

<u>Year</u>	<u>Current Fund Balance</u>	<u>Utilized in Budget of Succeeding Year</u>
2013	\$1,125,418.92	\$1,064,000.00
2012	2,348,184.89	2,145,000.00
2011	718,970.93	495,000.00

**COMPARATIVE SCHEDULE OF TAX RATE INFORMATION AND
APPORTIONMENT**

	<u>2013</u>	<u>2012</u>	<u>2011</u>
Municipal	\$.508	\$.508	\$.508
Municipal Open Space	.020	.020	.020
Local School	.784	.761	.762
Regional School	.405	.422	.419
County	.346	.338	.332
Total Tax Rate	<u>\$2.063</u>	<u>\$2.049</u>	<u>\$2.041</u>

ASSESSED VALUATIONS

2013	\$1,020,133,815.00
2012	1,050,192,320.00
2011	1,048,364,465.00

COMPARISON OF TAX LEVIES AND COLLECTIONS CURRENTLY

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

<u>Year</u>	<u>Tax Levy</u>	<u>Currently Cash Collections</u>	<u>Percentage of Collections</u>
2013	\$21,048,785.61	\$20,755,420.50	98.61%
2012	21,643,523.33	21,315,979.08	98.49%
2011	21,465,588.34	21,228,231.35	98.89%

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>2013</u>	<u>2012</u>	<u>2011</u>
Tax Title Liens	\$32,927.28	\$26,488.42	\$22,290.01
Delinquent Taxes	<u>253,566.30</u>	<u>264,459.48</u>	<u>200,881.88</u>
Total Delinquent	<u>\$286,493.58</u>	<u>\$290,947.90</u>	<u>\$223,171.89</u>
% of Tax Levy	1.36%	1.34%	1.04%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2013	\$3,300.00
2012	3,300.00
2011	3,300.00

SUMMARY OF MUNICIPAL DEBT

<u>Issued</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Bonds and Notes	\$4,224,986.32	\$4,231,007.68	\$4,865,595.14
Assessment Bonds and Notes	21,901,556.72	23,149,779.00	23,149,779.00
	<u>26,126,543.04</u>	<u>27,380,786.68</u>	<u>28,015,374.14</u>
Less:			
Open Space Trust (40A:2-44h)	415,000.00	470,000.00	565,000.00
Assessment Fund Cash	165,537.05		
Reserve for Repayment of Bonds	6,801.49	6,801.49	6,801.49
Total Deductions	<u>587,338.54</u>	<u>476,801.49</u>	<u>571,801.49</u>
Net Debt Issued	25,539,204.50	26,903,985.19	27,443,572.65
<u>Authorized but not Issued</u>			
General Bonds and Notes	665,000.00	222,000.00	
Assessment Bonds and Notes	1,850,221.00	1,850,221.00	1,850,221.00
Total Authorized but not Issued	<u>2,515,221.00</u>	<u>2,072,221.00</u>	<u>1,850,221.00</u>
Net Bonds and Notes Issued and Authorized but not Issued	<u>\$28,054,425.50</u>	<u>\$28,976,206.19</u>	<u>\$29,293,793.65</u>

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 2.413%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$4,694,392.27	\$4,694,392.27	
General Debt	28,641,764.04	587,338.54	\$28,054,425.50
	<u>\$33,336,156.31</u>	<u>\$5,281,730.81</u>	<u>\$28,054,425.50</u>

Net Debt \$28,054,425.50 divided by Equalized Valuation basis per N.J.S. 40A:2-2 as amended, \$1,162,480,019.67 equals 2.413%.

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

3½% of Equalized Valuation Basis	\$40,686,800.69
Net Debt	<u>28,054,425.50</u>
Remaining Borrowing Power	<u>\$12,632,375.19</u>

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>
Michael J. Mahon	Mayor
Gerald A. Bertekap	Councilman
William Johnson	Councilman (from 1/1/13 to 11/1/13)
Christopher Paglia	Councilman (from 11/25/13 to 12/31/13)
Joseph Irace	Councilman
John W. Ibex	Councilman
Ellynn Kahle	Councilwoman
Richard Gallo	Councilman
Kimberly A. Jungfer	Borough Clerk, Assessment Search Officer, Administrator (from 1/1/13 to 6/3/13)
Jeanne Smith	Borough Clerk, Assessment Search Officer (from 8/1/13 to 12/31/13)
Philip Huhn	Administrator (from 7/1/13 to 10/31/13)
Gregory Mayers	Chief Financial Officer
Mary Jane Yorg	Tax Collector (from 1/1/13 to 5/31/13)
Michele Narciso	Tax Collector (from 7/18/13 to 8/19/13)
Peggy Warren	Tax Collector (from 8/22/13 to 12/31/13)
Richard Thompson	Judge of Municipal Court
Carol Smith	Court Administrator

Borough employees are covered by a public employee dishonesty bond in the amount of \$50,000.00 by the Monmouth Municipal Joint Insurance Fund. In addition, Borough employees are covered by a public employee dishonesty and faithful performance bond in the amount of \$950,000.00 by the Municipal Excess Liability Insurance Fund.

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART IV

SINGLE AUDIT SECTION

YEAR ENDED DECEMBER 31, 2013

Oliwa & Company

Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY FEDERAL OMB CIRCULAR A-133**

Honorable Mayor and Members
of the Borough Council
Borough of Oceanport
County of Monmouth
Oceanport, New Jersey

Report on Compliance for Each Major Federal Program

We have audited the Borough of Oceanport, County of Monmouth, State of New Jersey (the "Borough") compliance with the types of compliance requirements described in OMB Circular A-133 Compliance Supplement that could have a direct and material effect on the Borough's major federal programs for the year ended December 31, 2013. The Borough'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 Borough'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 Borough'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 the Borough's compliance.

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

Management of the Borough 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 Borough'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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Borough'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.



Robert S. Oliwa
Certified Public Accountant
Registered Municipal Accountant #414

Oliwa & Company

Freehold, New Jersey
September 19, 2014

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013

<u>Federal Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass- Through Entity Identifying Number</u>	<u>Grant Period</u>	<u>Grant Award Amount</u>	<u>Cash Received</u>	<u>Federal Expenditures</u>	<u>Cumulative Expenditures</u>
United States Department of Homeland Security Passed-Through State of New Jersey Department of Law and Public Safety, Division of State Police Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	N/A	2012 to completion	\$1,564,039.86	\$1,754,972.25 *	\$1,564,039.86 **	\$1,564,039.86
Direct Program Community Disaster Loan	97.030	-	1/1/13-12/31/13	300,000.00	300,000.00	300,000.00	300,000.00
Total United States Department of Homeland Security					<u>2,054,972.25</u>	<u>1,864,039.86</u>	<u>1,864,039.86</u>
Total Expenditures of Federal Awards					<u>\$2,054,972.25</u>	<u>\$1,864,039.86</u>	<u>\$1,864,039.86</u>

N/A - not available

Additional Information:

<u>Program Title</u>	<u>Year ended December 31,</u>	<u>Cash Received</u>	<u>Federal Expenditures</u>
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	2013	\$269,597.25	\$523,851.28
	2012	1,485,375.00	1,040,188.58
		<u>\$1,754,972.25 *</u>	<u>\$1,564,039.86 **</u>

The accompanying notes to the schedule of expenditures of federal awards are an integral part of this schedule.

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2013

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") presents the federal grant activity of the Borough of Oceanport (the "Borough"). The Borough is defined in Note 1(A) to the Borough's financial statements. The information in the Schedule is presented in accordance with the requirements of Federal OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and other information requested by the State of New Jersey, as a pass-through grantor. Because the Schedule presents only a selected portion of the operations of the Borough, it is not intended to and does not present the financial position, changes in financial position or cash flows of the Borough.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Except for expenditures for Disaster Grants – Public Assistance (Presidentially Declared Disasters), expenditures on the Schedule are recorded on the basis of accounting as described in Note 1 to the Borough's regulatory basis financial statements. Expenditures for Disaster Grants – Public Assistance (Presidentially Declared Disasters) are recorded on the Schedule based upon Project Worksheets approved by the United States Department of Homeland Security, Federal Emergency Management Agency in 2013 and 2012.

NOTE 3: CONTINGENCY

Grants received by the Borough are subject to audit and adjustment by the grantor agency. As a result, costs previously reimbursed could be disallowed and require repayment to the grantor agency.

NOTE 4: OUTSTANDING LOAN

On April 4, 2013 the Borough approved a resolution authorizing the execution of a promissory note for a Community Disaster Loan (the "Loan") in the amount of \$1,154,931.00 with the United States Department of Homeland Security, Federal Emergency Management Agency. Loan proceeds of \$300,000.00 were utilized as an item of revenue in the Borough's 2013 current fund budget. As of December 31, 2013, the Loan principal balance and related accrued interest were \$300,000.00 and \$934.94, respectively. The full principal amount of the Loan and all accumulated accrued interest is due on May 1, 2018, and the interest rate on the loan is 0.625% per annum. The term of the loan is five years, but may be extended. When applicable, the Assistance Administrator of the Disaster Assistance Directorate may cancel repayment of all or part of the loan if the revenues of the Borough in the three fiscal years following the financial year of the disaster are insufficient to meet the operating budget because of disaster related revenue losses and un-reimbursed disaster related operating expenses.

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED DECEMBER 31, 2013

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statement Section

- A) Type of auditor's report issued:
Generally Accepted Accounting Principles
Regulatory Basis
- | | | <u>Adverse</u> | |
|---|-----------------------|----------------------|----|
| | | <u>Qualified</u> | |
| B) Internal control over financial reporting : | | | |
| 1. Material weakness(es) identified? | <u> </u> Yes | <u> X </u> | No |
| 2. Were significant deficiencies identified that were not considered to be material weaknesses? | <u> </u> Yes | <u>None Reported</u> | |
| C) Noncompliance material to the financial statements noted? | <u> </u> Yes | <u> X </u> | No |

Federal Awards Section

- D) Dollar threshold used to determine Type A and B programs: \$300,000.00
- E) Auditee qualified as low-risk auditee? Yes X No
- F) Type of auditor's report on compliance for major programs Unmodified
- G) Internal control over compliance:
- | | | | |
|---|-----------------------|----------------------|----|
| 1. Material weakness(es) identified? | <u> </u> Yes | <u> X </u> | No |
| 2. Were significant deficiencies identified that were not considered to be material weaknesses? | <u> </u> Yes | <u>None Reported</u> | |
- H) Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 Section 510(a)? Yes X No
- I) Identification of major programs:

CFDA Number(s)
97.036

97.030

Name of Federal Program
Disaster Grants - Public Assistance
(Presidentially Declared Disaster)

Community Disaster Loan

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED DECEMBER 31, 2013

SECTION II – FINANCIAL STATEMENT FINDINGS

No financial statement findings were identified.

SECTION III – FINDINGS AND QUESTIONED COSTS

No findings or questioned costs were identified.

SECTION IV – STATUS OF PRIOR YEAR FINDINGS

Not Applicable

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART V

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2013

BOROUGH OF OCEANPORT
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2013

None Noted