

CITY OF ELIZABETH

Financial Statements
with Additional Financial Information

June 30, 2015

(With Independent Auditor's Report Thereon)

CITY OF ELIZABETH

Financial Statements

June 30, 2015

(With Independent Auditor's Report Thereon)

CITY OF ELIZABETH

Table of Contents

Part I		Page
	Independent Auditor's Report	1-3
	Report on Internal Control over Financial Reporting and on Compliance Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	4-5
Exhibit		
	Financial Statements	
	<i>Current Fund</i>	
A	Balance Sheet	6-7
A-1	Statement of Operations and Changes in Fund Balance	8
A-2	Statement of Revenues	9-12
A-3	Statement of Expenditures	13-18
	<i>Trust Funds</i>	
B	Balance Sheet	19-20
	<i>General Capital Fund</i>	
C	Balance Sheet	21
C-1	Statement of Fund Balance	22
	<i>Water Utility Funds</i>	
D	Balance Sheet	23-24
D-1	Statement of Operations and Changes in Fund Balance	25
D-2	Statement of Revenues	26
	<i>Sewer Utility Funds</i>	
E	Balance Sheet	27-28
E-1	Statement of Operations and Changes in Fund Balance	29
E-2	Statement of Fund Balance – Capital Fund	30
E-3	Statement of Revenues	31
E-4	Statement of Expenditures	32
	<i>General Fixed Assets Account Group</i>	
F	Statement of General Fixed Assets	33
	Notes to Financial Statements	34-57

CITY OF ELIZABETH

Table of Contents

Part I		Page
Exhibit		
	Additional Financial Information	
	<i>Current Fund</i>	
A-4	Schedule of Current Cash – Treasurer	58
A-5	Schedule of Due from State of New Jersey – Senior Citizen's and Veterans' Deductions	59
A-6	Schedule of Taxes Receivable and Analysis of Property Tax Levy	60
A-7	Schedule of Tax Title Liens Receivable	61
A-8	Schedule of Property Acquired for Taxes	62
A-9	Schedule of Revenue Accounts Receivable	63
A-10	Schedule of Interfund Accounts Receivable (Payable)	64
A-11	Schedule of Appropriation Reserves	65-69
A-12	Schedule of Accounts Payable	70
A-13	Schedule of Reserve for Special Purposes	71
A-14	Schedule of County Taxes Payable	72
A-15	Schedule of Special District Taxes Payable	73
A-16	Schedule of Local District School Taxes	74
A-17	Schedule of Encumbrances Payable	75
A-18	Schedule of Miscellaneous Payables and Deposits	76
A-19	Schedule of Emergency Notes	77
A-20	Schedule of Due to Current Fund – Federal and State Grant Fund	78
A-21	Schedule of Appropriated Grant Reserves – Federal and State Grant Fund	79-81
A-22	Schedule of Grants Receivable – Federal and State Grant Fund	82-84
A-23	Schedule of Unappropriated Reserves – Federal and State Grant Fund	85
	<i>Trust Funds</i>	
B-1	Schedule of Cash – Treasurer	86
B-2	Schedule of Due from Trustee – General Trust Fund	87
B-3	Schedule of Reserve for UDAG Loans Receivable – Urban Development Action Grant Fund	88
B-4	Schedule of Reserves for Special Purposes – General Trust Funds	89-91
B-5	Schedule of Due to Current Fund – Community Development Block Grant Fund	92
B-6	Schedule of Due to State of New Jersey – Dog License Fund	93
B-7	Schedule of Due to Reserve for Dog License Fund – Dog License Fund	94
B-8	Schedule of Grants Receivable – Other Federal Grant Funds	95
B-9	Schedule of Reserve for Grants – Other Federal Grant Funds	96
B-10	Schedule of Federal Grants Receivable – Community Development Block Grant Fund	97
B-11	Schedule of Reserve for Community Development Block Grant – Community Development Block Grant Fund	98
B-12	Schedule of Due from Unappropriated Reserve – UEZ Trust Fund	99
B-13	Schedule of Reserve for Police Off Duty	100

CITY OF ELIZABETH

Table of Contents

Part I		Page
B-14	Schedule of Reserve for Program Income – Community Development Block Grant Fund	101
B-15	Schedule of Due from Elizabeth Development Corp – Community Development Block Grant Fund	102
B-16	Schedule of Due from General Trust – Other Federal Grant Funds	103
B-17	Schedule of HPRP Receivable – Other Federal Grant Funds	104
B-18	Schedule of Due to Current Fund – Other Federal Grant Funds	104
B-19	Schedule of Due to Current Fund – Dog License Fund	105
B-20	Schedule of Due to/(from) Current Fund – General Trust Other	106
B-21	Schedule of Appropriated Reserves – UEZ – UEZ Trust Fund	107
B-22	Schedule of Reserves – 2 nd Generation – UEZ Trust Fund	108
B-23	Schedule of Due to UEZ Trust Fund – UEZ Trust Fund	109
 <i>General Capital Fund</i>		
C-2	Schedule of Cash – Treasurer	110
C-3	Schedule of Analysis of Capital Cash	111-113
C-4	Schedule of General Serial Bonds	114-117
C-5	Schedule of Bond Anticipation Notes	118
C-6	Schedule of Due to Current Fund	119
C-7	Schedule of Deferred Charges to Future Taxation-Funded	120
C-8	Schedule of Deferred Charges to Future Taxation-Unfunded	121-122
C-9	Schedule of Reserve for Bond Sale Expense	123
C-10	Schedule of Due from Department of Transportation	124
C-11	Schedule of Improvement Authorizations	125-127
C-12	Schedule of Capital Improvement Fund	128
C-13	Schedule of Reserve for Retirement of Debt	129
C-14	Schedule of Due from Department of Environmental Protection	130
C-15	Schedule of Bonds and Notes Authorized but not Issued	131
C-16	Schedule of Due from Union County Improvement Authority	132
C-17	Schedule of Loans Payable	133-136
 <i>Water Utility Fund</i>		
D-3	Schedule of Cash	137
D-4	Schedule of Analysis of Capital Cash – Water Utility Capital Fund	138
D-5	Schedule of Reserve for Customer Deposits – Water Utility Trust Fund	139
D-6	Schedule of Reserve for Capital Expenditures	140
D-7	Schedule of Interfund Accounts Receivable (Payable) – Water Utility Operating Fund	141
D-8	Schedule of Capital Improvement Fund – Water Utility Capital Fund	142
D-9	Schedule of Water Liens Receivable – Water Utility Operating Fund	143
D-10	Schedule of Due to Liberty Water – Water Utility Operating Fund	144
D-11	Schedule of Reserve for Amortization – Water Utility Capital Fund	145
D-12	Schedule of Fixed Capital – Water Utility Capital Fund	146

CITY OF ELIZABETH

Table of Contents

Part I		Page
	<i>Sewer Utility Fund</i>	
E-5	Schedule of Cash – Treasurer	147
E-6	Schedule of Analysis of Sewer Utility Capital Cash – Sewer Utility Capital Fund	148
E-7	Schedule of Consumers’ Accounts Receivable – Sewer Utility Operating Fund	149
E-8	Schedule of Appropriated Reserves for State Grants – Sewer Utility Capital Fund	150
E-9	Schedule of Fixed Capital – Sewer Utility Capital Fund	151
E-10	Schedule of Fixed Capital Authorized and Uncompleted – Sewer Utility Capital Fund	152
E-11	Schedule of Reserve for Renewal and Replacement of Property, Plant, and Equipment – Sewer Utility Capital Fund	153
E-12	Schedule of Appropriation Reserves – Sewer Utility Operating Fund	154
E-13	Schedule of Accounts Payable – Sewer Utility Operating Fund	155
E-14	Schedule of Bond Anticipation Notes – Sewer Utility Capital Fund	156
E-15	Schedule of Accrued Interest on Bonds and Notes – Sewer Utility Operating Fund	157
E-16	Schedule of Due from Trustee Environmental Infrastructure Trust and Fund Loans – Sewer Utility Capital Fund	158
E-17	Schedule of Serial Bonds – Sewer Utility Capital Fund	159-161
E-18	Schedule of Local Unit Bonds – Sewer Utility Capital Fund	162
E-19	Schedule of Improvement Authorizations – Sewer Utility Capital Fund	163
E-20	Schedule of Reserve for Amortization – Sewer Utility Capital Fund	164
E-21	Schedule of Reserve for Deferred Amortization – Sewer Utility Capital Fund	165
E-22	Schedule of Bonds and Notes Authorized but not Issued – Sewer Utility Capital Fund	166
E-23	Schedule of Environmental Infrastructure Loans Payable – Sewer Utility Capital Fund	167-176
E-24	Schedule of Sewer Liens Receivable – Sewer Utility Operating Fund	177
E-25	Schedule of Capital Improvement Fund – Sewer Utility Capital Fund	178
E-26	Schedule of Schedule of Encumbrances Payable – Sewer Utility Operating Fund	179
E-27	Schedule of Due from State of New Jersey – Wastewater Treatment Trust Fund – Sewer Utility Capital Fund	180
E-28	Schedule of Miscellaneous Rents Receivable – Sewer Utility Operating Fund	181
E-29	Schedule of Bond Sale Expense Payable – Sewer Utility Capital Fund	182
E-30	Schedule of State Grant Receivable – Sewer Utility Capital Fund	183
E-31	Schedule of Interfund Accounts Payable – Sewer Utility Operating Fund	184
E-32	Schedule of Capital Outlay Reserve – Sewer Utility Operating Fund	185
E-33	Schedule of Sewer Installment Receivable – Sewer Utility Operating Fund	186
	<i>General Fixed Assets Account Group</i>	
F-1	Schedule of Changes in General Fixed Assets	187

CITY OF ELIZABETH

Table of Contents

Part I	Page
<i>Supplementary Data</i>	
Comparative Schedule of Tax Rate Information	188
Comparison of Tax Levies and Collections Currently	188
Delinquent Taxes and Tax Title Liens	188
Property Acquired By Tax Title Lien Liquidation	189
Comparison of Sewer Utility Levies	189
Comparative Schedule of Fund Balances	189
Officials in Office and Surety Bonds	190
Part II	
General Comments	191-192
Status of Prior Year Statutory Comments & Recommendations	192
Comments and Recommendations	192
Single Audit Section	
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133 and State of New Jersey OMB Circular 04-04	193-195
Schedule of Findings and Questioned Costs	196-198
Summary Schedule of Prior Year Federal and State Single Audit Findings	199
Schedule	
1 Schedule of Expenditures of Federal Awards	200-202
Notes to Schedules of Expenditures of Awards	203

LOUIS C. MAI CPA & ASSOCIATES

P.O. Box 624
Pompton Plains, N.J. 07444

Phone: 973-492-2524
Fax: 973-492-9515

Independent Auditor's Report

The Honorable Mayor and
Members of the City Council
City of Elizabeth
Elizabeth, New Jersey:

Report on the Financial Statements

We have audited the accompanying regulatory basis balance sheets of the various funds and account groups as of June 30, 2015 and 2014 of the City of Elizabeth, New Jersey, and the related regulatory basis statements of operations and changes in fund balances for the years then ended and the related regulatory basis statements of revenues and statements of expenditures of the Current Fund and Water and Sewer Utility Funds for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. 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 of the financial statements, these financial statements were prepared in conformity with the accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey regulatory basis, which is a basis of accounting other than accounting principles generally accepted in the United States of America to meet the requirements of the State of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the City of Elizabeth, New Jersey, as of June 30, 2015 and 2014 and the changes in financial position for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the City of Elizabeth, New Jersey, as of June 30, 2015 and 2014 and the related statement of operations and changes in fund balances for the years then ended and the related statement of revenues and statements of expenditures of the Current Fund, and Water and Sewer Utility Funds for the year ended June 30, 2015 on the regulatory basis of accounting described in note 1.

Other Matters

Additional Financial Information

Our audit was conducted for the purpose of forming an opinion on the regulatory financial statements that collectively comprise the City’s basic financial statements. The additional financial information included in the accompanying table of contents, is presented for the purpose of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information and schedules is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The 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, the additional financial information included in the accompanying table of contents are fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Elizabeth’s financial statements. The information included in the Supplementary data and the General Comments and Recommendations as listed in the table of contents are presented for additional analysis and are not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements. Accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2015 on our consideration of the City'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 City of Elizabeth's internal control over financial reporting and compliance.

Louis C. Mai CPA & Associates
Louis C. Mai

Louis C. Mai, Registered Municipal Accountant
No. CR00217

December 29, 2015

LOUIS C. MAI CPA & ASSOCIATES

P.O. Box 624
Pompton Plains, N.J. 07444

Phone: 973-492-2524
Fax: 973-492-9515

**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***

Independent Auditor's Report

The Honorable Mayor and
Members of the City Council
City of Elizabeth
Elizabeth, New Jersey:

We have audited , in accordance with the auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the accompanying regulatory basis balance sheets of the various funds and account groups as of June 30, 2015 and 2014 of the City of Elizabeth, New Jersey, and the related regulatory basis statements of operations and changes in fund balances for the years then ended and the related regulatory basis statements of revenues and statements of expenditures of the Current Fund and Water and Sewer Utility Funds for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents, and have issued our report thereon dated December 29, 2015, which report expressed an adverse opinion in accordance with accounting principles generally accepted in the United States of America and an unmodified opinion on the regulatory basis of accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over 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. However, we noted other matters involving internal control over financial reporting, which we have reported to management of the City of Elizabeth in the accompanying General Comments and Recommendations section of this report.

Compliance and Other Matters

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

We noted certain matters that we have reported in the accompanying General Comments and Recommendations section of this report.

Purpose of this Report

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

Louis C. Mai CPA & Associates
Louis C. Mai

Louis C. Mai, Registered Municipal Accountant
No. CR00217

December 29, 2015

FINANCIAL STATEMENTS

CITY OF ELIZABETH

Balance Sheets
Regulatory Basis
Current Fund

June 30, 2015 and 2014

Assets	Ref.	2015	2014
Current Fund - Regular Fund:			
Cash	A-4	\$ 68,062,975	58,248,485
Change funds		1,200	1,200
Due from State of New Jersey - Senior Citizens' and Veterans' deductions	A-5	235,537	240,001
Deferred Charge Special Emergency Authorization	A-19	<u>1,400,000</u>	<u>2,200,000</u>
		<u>69,699,712</u>	<u>60,689,686</u>
Receivables and other assets with full reserves:			
Delinquent property taxes receivable	A-6	7,134,597	6,384,613
Tax title liens receivable	A-7	1,030,635	2,800,572
Property acquired for taxes - assessed valuation	A-8	2,220,500	2,788,300
Revenue accounts receivable	A-9	6,139,841	4,829,319
Due from Dog License Trust Fund	A-10	9,269	4,005
Due from General Trust Funds	A-10	519	519
Due from Other Grant Fund	A-10	68,982	—
Due from General Capital Fund	A-10	226,272	281,150
Due from Federal and State Grant Fund	A-20	<u>241,054</u>	<u>25,093</u>
		<u>17,071,669</u>	<u>17,113,571</u>
		<u>86,771,381</u>	<u>77,803,257</u>
Federal and State Grant Fund:			
Federal and State grants receivable	A-22	<u>6,376,989</u>	<u>8,098,088</u>
		<u>6,376,989</u>	<u>8,098,088</u>
Total assets		<u>\$ 93,148,370</u>	<u>85,901,345</u>

(continued)

CITY OF ELIZABETH

Balance Sheets
Regulatory Basis
Current Fund

June 30, 2015 and 2014

Liabilities, Reserves and Fund Balance	Ref.	2015	2014
Current Fund - Regular Fund:			
Encumbrances payable	A-17	\$ 3,924,516	3,285,474
Appropriation reserves	A-3, A-11	12,903,725	12,940,768
Due to Community Development Block Grant Fund	A-10	25,347	25,347
SID payable	A-15	50,000	—
Emergency note	A-19	1,400,000	2,200,000
Accounts payable	A-12	784,820	690,116
Miscellaneous payables and deposits	A-18	754,199	717,684
Reserve for special purposes	A-13	8,915,589	5,142,342
		<u>28,758,196</u>	<u>25,001,731</u>
Reserve for receivables		17,071,669	17,113,571
Fund balance	A-1	40,941,516	35,687,955
		<u>86,771,381</u>	<u>77,803,257</u>
Federal and State Grant Fund:			
Unappropriated reserve	A-23	3,772	170,064
Due to Current Fund	A-20	241,054	25,093
Appropriated grant reserves	A-21	6,132,163	7,902,931
		<u>6,376,989</u>	<u>8,098,088</u>
Total liabilities, reserves and fund balance		<u>\$ 93,148,370</u>	<u>85,901,345</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Operations
and Changes in Fund Balance
Regulatory Basis
Current Fund

Years ended June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Revenue and other income realized:		
Fund balance utilized	\$ 28,000,000	25,000,000
Miscellaneous revenue realized	67,271,748	65,474,267
Receipts from delinquent taxes	6,916,862	7,416,401
Receipts from current taxes	224,027,058	216,260,002
Nonbudget revenue	9,305,256	6,004,782
Other credits to income:		
Unexpended balance of appropriation reserves	10,334,192	10,686,227
Cancelled appropriations	1,197,333	1,000,000
Interfunds returned	4,005	215,740
Other miscellaneous	—	73,269
Total income	<u>347,056,454</u>	<u>332,130,688</u>
Expenditures:		
Budget appropriations:		
Operations:		
Salaries and wages	98,806,756	99,908,908
Other expenses	70,263,347	63,130,210
Deferred charges and statutory expenditures	23,154,000	20,979,143
Other operations	12,946,574	13,074,568
Capital improvements	2,000,000	2,000,000
Municipal debt service	16,035,865	14,774,283
County taxes	34,538,225	33,952,807
Local district school taxes	52,313,124	52,313,124
Special improvement district taxes	450,000	450,000
Reserve for tax appeals	3,000,000	—
Miscellaneous charges	297	—
Cancel prior year senior citizen and vets	28,000	—
Interfunds advanced	230,061	—
Refund of prior year taxes	36,644	—
Total expenditures	<u>313,802,893</u>	<u>300,583,043</u>
Excess in revenue over expenditures	33,253,561	31,547,645
Fund balance, July 1	<u>35,687,955</u>	<u>29,140,310</u>
	68,941,516	60,687,955
Less fund balance utilized	<u>28,000,000</u>	<u>25,000,000</u>
Fund balance, June 30	<u>\$ 40,941,516</u>	<u>35,687,955</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues
Regulatory Basis
Current Fund

Year ended June 30, 2015

	<u>Anticipated</u>		<u>Excess/ (deficit)</u>
	<u>Budget</u>	<u>Realized</u>	
General revenues:			
Fund balance utilized	\$ 28,000,000	28,000,000	—
Miscellaneous revenues:			
Licenses:			
Alcoholic beverages	150,000	161,180	11,180
Other	500,000	529,284	29,284
Fees and permits	500,000	663,958	163,958
Municipal Court - fines and costs	4,000,000	4,056,607	56,607
Interest and costs on taxes	1,500,000	2,161,113	661,113
Interest on investments and deposits	250,000	382,380	132,380
Franchise assessments - Jersey Garden Mall	5,000,000	5,383,566	383,566
Airport parking tax	1,300,000	1,430,580	130,580
Port Authority capital projects aid	3,000,000	3,000,000	—
Receipts from Port Authority - Leased Property 13A	480,000	480,000	—
Port Authority - Goethals Bridge project	500,000	500,000	—
Rental of City property	300	750	450
Dock rental fees	10,000	99,402	89,402
Sale of junk vehicles and other property	10,000	15,244	5,244
CATV fees	300,000	443,183	143,183
Solid waste disposal - host community	200,000	116,179	(83,821)
Emergency medical services - ambulance charges	1,950,000	2,155,398	205,398
Miscellaneous gasoline sales	80,000	61,712	(18,288)
PILOT - Pierce Manor	100,000	161,621	61,621
PILOT - IKEA	800,000	988,458	188,458
PILOT - R.W.B. Associates	150,000	189,478	39,478
PILOT - Port Authority NY/NJ	63,242	63,242	—
PILOT - IKEA - Toys 'R Us	100,000	1,048,748	948,748
PILOT - Newark/North Ave	50,000	99,846	49,846
PILOT - Elizabeth Senior Citizens, National Church Residence	12,000	21,600	9,600
PILOT - IKEA Expansion	200,000	796,258	596,258
PILOT - Residential	320,000	365,462	45,462
PILOT - Immaculate Conception Residence	35,000	39,164	4,164
PILOT - Marina Village Residence	500	44,332	43,832
PILOT - 349 First St	1,000	107,430	106,430
PILOT - Winfield Scott Residence	15,000	24,469	9,469
PILOT - Atalanta (DANIC)	250,000	580,965	330,965
PILOT - West Port Homes	50,000	53,360	3,360
State aid without offsetting appropriations:			
Consolidated municipal property relief act	6,015,103	6,015,103	—
Energy Receipts Tax	23,175,584	23,175,584	—
Dedicated uniform construction code fees offset with appropriations:			
Uniform construction code fees	650,000	883,797	233,797

(Continued)

CITY OF ELIZABETH

Statement of Revenues
Regulatory Basis
Current Fund

Year ended June 30, 2015

	<u>Anticipated</u>		<u>Excess/ (deficit)</u>
	<u>Budget</u>	<u>Realized</u>	
Public and private programs offset by appropriations:			
Summer Food Service Program	\$ 354,399	354,399	—
STD	22,667	22,667	—
STD	39,337	39,337	
Clean Communities	145,979	145,979	
Clean Communities	177,560	177,560	
Highway Safety Fund Safe Corridors Act	70,655	70,655	—
Kids Recreation Trust Fund (c159)	85,000	85,000	—
Greening Union County (c159)	20,000	20,000	—
Drive Sober	7,500	7,500	
Non-Public School Nursing (c159)	153,468	153,468	—
Recycling Tonnage Grant (c159)	64,799	64,799	—
Body Armor (c159)	25,468	25,468	—
HOPWA (c159)	1,167,590	1,167,590	—
Drunk Driving Grant (c159)	1,418	1,418	—
NJ DOT Elizabeth Ave./ Jacques and South St.	351,282	351,282	
Special items of general revenue anticipated with prior written consent of Director of Local Government Services:			
Motor Vehicle Tax	500,000	933,656	433,656
Parking Tax	900,000	976,439	76,439
Hotel and Motel Occupancy Tax	3,400,000	4,222,951	822,951
Hotel Occupancy Tax	1,500,000	2,152,127	652,127
Total miscellaneous revenues	<u>60,704,851</u>	<u>67,271,748</u>	<u>6,566,897</u>
Receipts from delinquent taxes	\$ <u>4,000,000</u>	<u>6,916,862</u>	<u>2,916,862</u>
Amount to be Raised by Taxes:			
(a) Local Tax for Municipal Purposes	140,388,352	146,612,370	6,224,018
(b) Minimum Library Tax	<u>2,151,667</u>	<u>2,151,667</u>	—
Total amount to be raised by taxes for support of municipal budget	<u>142,540,019</u>	<u>148,764,037</u>	<u>6,224,018</u>
Budget totals	\$ <u>235,244,870</u>	250,952,647	<u>15,707,777</u>
Nonbudget revenue		<u>9,305,256</u>	
		<u>\$ 260,257,903</u>	

(Continued)

CITY OF ELIZABETH

Statement of Revenues
Regulatory Basis
Current Fund

Year ended June 30, 2015

Analysis of Realized Revenue

Receipts from delinquent taxes:	
Delinquent tax collections realized	\$ 5,973,180
Tax title lien collections realized	<u>943,682</u>
	<u>\$ 6,916,862</u>
Allocation of current tax collections:	
Collections realized	\$ <u>224,027,058</u>
Allocated to:	
Local school district tax	52,313,124
County taxes	34,538,225
Special assessment	<u>450,000</u>
	<u>87,301,349</u>
Balance for support of municipal budget appropriations	136,725,709
Add reserve for uncollected taxes	<u>12,038,328</u>
Total balance for support of municipal budget appropriations	<u>\$ 148,764,037</u>

Miscellaneous Revenues not Anticipated

Litigation Award	\$ 34,880
UCUA/ Covanta Lease Extension	671,303
Foreclosed registration and fine fees	1,647,400
Retirement of debt in excess of borrowing	226,270
Rent Auto Body - Harrison St.	6,000
Premiums from Sale Redemption	107,500
Recreation fees	24,088
Motor fuel tax reimbursement	26,277
Stale Dated Checks	137,835
Triple M Investment Co.	13,526
ABC Transfer fees	4,126
Interlocal agreement	16,030
Parking Lot	12,000
Turnpike for Fire Department	6,220
Senior Citizen Administrative Fees	5,365
Tourism Fees	1,475
Garnishees	3,900
Bad checks	3,265
Legal Fees City Liens	4,892
Sale of Foreclosed property	626,000
Recycling	228,531
FEMA Reimbursement	263,368
Duplicate tax bill fees	155
Public Access Info Desk	1,250
Miscellaneous	209
Ambulance Report Fees	145
Bad Checks Construction	140

(Continued)

CITY OF ELIZABETH

Statement of Revenues
Regulatory Basis
Current Fund

Year ended June 30, 2015

Miscellaneous Revenues not Anticipated (continued)	
Health Dept. specialized training	\$ 7,625
Restitution Checks MC	80
Photo ID Replacement	45
Rent - Train Station	45,588
Parking Lot- CBS Outdoors	3,800
Parking Lot - Sorrentos	5,000
Parking Lot- Adco	2,300
Billboard	68,512
DMV Inspection fines	56,400
LEAA Rebates	92,985
Sale of property E Grand St.	3,100,000
Handicap Application	26,200
Marina Public Pier and Ferry	796
Election polling places	1,351
Property Room	2,507
City Clerk	56
Sale of Scrap	1,413
PILOT DANIC Two	344,789
PILOT 107 First St.	75,775
PILOT Magnolia Ave. (Portside II)	86,757
PILOT Pine Street	31,694
PILOT 620 First	13,125
PILOT Millenium	15,905
PILOT Sierra Gardens	22,780
PILOT E'PORT Conifer	9,862
PILOT Bond Street Commercial	4,155
PILOT Port Authority Bayway Ave.	39,503
PILOT Water Edge Crescent	44,177
PILOT- Burnett Investors	59,564
PILOT 205 First Street	6,252
PILOT Westminster High Urban Renewal	56,938
PILOT Westport Homes	25,388
PILOT IKEA Incredible Universe	585,687
PILOT Vestal Condigel	76,550
PILOT Oaks at Westminster	55,883
PILOT Elberon Urban Renewal	242,572
PILOT Administrative Fees	<u>21,092</u>
	9,305,256
Less non cash items	<u>226,270</u>
Cash receipts	<u>\$ 9,078,986</u>
See accompanying notes to financial statements.	

CITY OF ELIZABETH

Statement of Expenditures
Regulatory Basis
Current Fund

Year ended June 30, 2015

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Operations within "CAPS":				
General Government:				
Administrative and Executive:				
City Council:				
Salaries and wages	\$ 307,061	310,261	310,169	92
Other expenses	60,000	60,000	29,402	30,598
Alcoholic Beverage Control:				
Salaries and wages	151,958	155,158	155,102	56
Other expenses	7,850	7,850	3,664	4,186
City Clerk:				
Salaries and wages	301,932	276,932	273,188	3,744
Other expenses	10,225	10,225	6,510	3,715
Elections:				
Salaries and wages	8,000	8,000	—	8,000
Other expenses	47,000	47,000	40,545	6,455
Printing and Publications:				
Other expenses	175,000	175,000	67,038	107,962
Mayor's Office:				
Salaries and wages	261,876	262,026	261,978	48
Other expenses	15,850	15,850	14,077	1,773
Department of Law:				
Salaries and wages	1,008,493	1,008,493	984,218	24,275
Other expenses	447,750	447,750	174,597	273,153
Administration:				
Business Administrator's Office:				
Salaries and wages	511,428	540,428	539,842	586
Other expenses	331,600	331,600	237,774	93,826
Division of Budget and Personnel:				
Salaries and wages	224,335	224,635	224,591	44
Other expenses	3,750	3,750	2,247	1,503
Division of Purchasing:				
Salaries and wages	271,817	277,017	276,963	54
Other expenses	149,300	149,300	101,043	48,257
Division of Data Processing:				
Salaries and wages	832,114	911,414	908,140	3,274
Other expenses	535,500	535,500	529,218	6,282
Division of Employee Benefits:				
Salaries and wages	123,390	124,410	124,385	25
Other expenses	1,500	1,500	443	1,057
Division of EMS Billing and Collection:				
Salaries and wages	177,097	177,647	177,600	47
Bureau of Rent Control				
Salaries and wages	54,367	54,917	54,867	50
Other expenses	3,650	3,650	386	3,264
Bureau of Central Licensing				
Salaries and wages	545,561	525,561	519,076	6,485
Other expenses	12,500	12,500	9,962	2,538
Agency of Weights and Measures				
Salaries and wages	148,039	148,049	148,045	4
Other expense	3,600	3,600	3,516	84

(continued)

CITY OF ELIZABETH

Statement of Expenditures
Regulatory Basis
Current Fund

Year ended June 30, 2015

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Department of Finance:				
Division of Accounts and Controls:				
Salaries and wages	\$ 931,469	911,469	894,628	16,841
Other expenses	45,000	45,000	28,375	16,625
Division of Assessments:				
Salaries and wages	557,241	563,241	563,137	104
Other expenses	259,250	259,250	217,127	42,123
Annual City Audit:				
Other expenses	60,000	60,000	60,000	—
Single Audit Act:				
Other expenses	60,000	60,000	60,000	—
Audit - Other Funds:				
Other expenses	60,000	60,000	60,000	—
Audit - Other Financial:				
Other expenses	6,000	6,000	6,000	—
Division of Revenue:				
Salaries and wages	539,639	514,639	484,296	30,343
Other expenses	62,700	62,700	35,377	27,323
Department of Planning and Community Development:				
Director's Office:				
Salaries and wages	269,186	239,186	190,549	48,637
Other expenses	7,500	7,500	7,309	191
Bureau of Community Development:				
Salaries and wages	—	43,000	42,566	434
Other expenses	4,200	4,200	1,703	2,497
Bureau of Elizabeth Home Improvement				
Salaries and wages	114,529	114,629	110,551	4,078
Other expenses	2,900	6,900	4,145	2,755
Bureau of Cultural and Heritage Affairs				
Salaries and wages	82,275	82,825	82,779	46
Other expenses	41,000	41,000	22,950	18,050
Bureau of Planning and Zoning				
Salaries and wages	129,252	129,257	129,252	5
Other expenses	136,150	136,150	106,564	29,586
Bureau of Economic Development				
Salaries and wages	71,723	72,523	72,472	51
Other expenses	1,250	1,250	576	674
Bureau of Public Information and Citizens Participation Services:				
Salaries and wages	231,740	201,740	165,812	35,928
Other expenses	133,500	133,500	95,303	38,197
Bureau of Construction and Zoning:				
Salaries and wages	1,044,598	1,014,598	977,829	36,769
Other	165,800	165,800	144,536	21,264
Human Rights Commission:				
Salaries and wages	83,076	3,076	—	3,076
Other expenses	3,450	3,450	—	3,450
Department of Public Works:				
Director's Office:				
Salaries and wages	1,072,822	982,822	950,706	32,116
Other expenses	3,000	3,000	2,049	951

(continued)

CITY OF ELIZABETH

Statement of Expenditures
Regulatory Basis
Current Fund

Year ended June 30, 2015

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Bureau of Public Buildings:	\$			
Salaries and wages	2,244,201	2,144,201	2,097,698	46,503
Other expenses	1,558,825	1,558,825	1,402,094	156,731
Bureau of Streets, Parks and Trees:				
Salaries and wages	5,388,872	5,313,872	5,183,839	130,033
Other expenses	946,000	1,071,000	1,035,928	35,072
Bureau of Equipment and Yard Maintenance:				
Salaries and wages	1,091,629	1,006,629	979,270	27,359
Other expenses	922,200	1,122,200	1,116,358	5,842
Marina:				
Salaries and wages	222,274	222,274	212,893	9,381
Other expenses	224,725	224,725	106,241	118,484
Recycling Program:				
Salaries and wages	223,572	227,572	225,517	2,055
Other expenses	10,575	10,575	7,033	3,542
Garbage and Trash Removal:				
Other expenses	9,500,000	9,500,000	8,675,608	824,392
Street Lighting:				
Other expenses	2,000,000	2,000,000	1,884,701	115,299
Department of Health and Human Services:				
Director's Office:				
Salaries and wages	586,431	586,431	572,496	13,935
Other expenses	230,250	230,250	186,547	43,703
Division of Health:				
Salaries and wages	1,626,491	1,522,569	1,447,710	74,859
Other expenses	665,450	665,450	528,961	136,489
Division of Human Services:				
Salaries and wages	87,948	107,448	106,131	1,317
Other expenses	9,100	9,100	7,121	1,979
Office of Social Services:				
Salaries and wages	40,956	45,956	43,415	2,541
Other expenses	122,250	122,250	103,553	18,697
Office on Aging:				
Salaries and wages	782,860	806,860	801,033	5,827
Other expenses	55,500	55,500	55,474	26
Office of Vital Statistics:				
Salaries and wages	227,836	227,836	223,245	4,591
Other expenses	6,600	6,600	6,600	—
Office of Relocation:				
Salaries and wages	124,536	124,536	103,142	21,394
Other expenses	500	500	—	500
Office of Youth Services:				
Salaries and wages	954,168	954,168	887,481	66,687
Other expenses	359,750	359,750	311,724	48,026
Bureau of Housing:				
Salaries and wages	524,510	524,510	503,940	20,570
Other expenses	8,900	8,900	7,043	1,857
Public Health Nurses Division:				
Salaries and wages	533,624	503,624	459,045	44,579

(continued)

CITY OF ELIZABETH

Statement of Expenditures
Regulatory Basis
Current Fund

Year ended June 30, 2015

Appropriations	Budget	Budget after modification	Paid or charged	Reserved
Public Safety:				
Fire Department:				
Salaries and wages	\$ 26,000,562	26,000,562	25,184,424	816,138
Other expenses	697,160	697,160	616,052	81,108
Uniform Fire Safety Act:				
Salaries and wages	137,164	182,164	174,772	7,392
Other expenses	61,750	61,750	51,220	10,530
Police Department:				
Salaries and wages	39,622,885	39,690,585	38,831,867	858,718
Other expenses	1,590,000	1,590,000	1,287,629	302,371
Emergency Medical Services:				
Salaries and wages	2,767,655	2,767,655	2,632,271	135,384
Other expenses	180,600	180,600	162,239	18,361
Recreation Department:				
Salaries and wages	3,546,972	3,546,972	3,283,861	263,111
Other expenses	321,800	321,800	311,121	10,679
Municipal Court:				
Salaries and wages	2,422,379	2,422,379	2,066,839	355,540
Other expenses	275,850	275,850	260,461	15,389
Public Defender:				
Other expenses	140,000	140,000	38,346	101,654
Unclassified Purposes:				
Insurance:				
Other expenses	500,000	576,787	575,526	1,261
Insurance Reserve:				
Other Expenses	6,000,000	6,000,000	6,000,000	—
Group Insurance:				
Other expenses	300,000	300,000	243,284	56,716
Health Benefit Waiver - other expense	50,000	50,000	50,000	—
Cobra Administration:				
Other expenses	5,000	5,000	5,000	—
Hospital, Medical, Dental, etc. Insurance - Other expenses	34,268,000	34,268,000	31,563,065	2,704,935
Right to Know Law:				
Other expenses	15,000	15,000	—	15,000
Annual Dues:				
N.J. State League of Municipalities:				
Other expenses	10,000	10,000	—	10,000
U.S. Conference of Mayors:				
Other expenses	15,000	15,000	9,181	5,819
Utilities:				
Electricity	1,400,000	1,400,000	1,032,122	367,878
Natural Gas	600,000	600,000	316,439	283,561
Gasoline	1,400,000	1,400,000	871,184	528,816
Fuel Oil	175,000	175,000	83,305	91,695
Telephone	1,400,000	1,400,000	903,221	496,779
Postage	250,000	250,000	186,631	63,369
Parking Lot Agreement	600,000	600,000	585,000	15,000
Total operations within "CAPS"	<u>168,945,103</u>	<u>168,945,103</u>	<u>158,302,078</u>	<u>10,643,025</u>
Contingent	<u>125,000</u>	<u>125,000</u>	<u>49,304</u>	<u>75,696</u>
Total operations including contingent, within "CAPS"	<u>169,070,103</u>	<u>169,070,103</u>	<u>158,351,382</u>	<u>10,718,721</u>
				(continued)
Detail:				
Salaries and wages	\$ 99,212,543	98,806,756	95,643,630	3,163,126
Other expenses including contingent	69,857,560	70,263,347	62,707,752	7,555,595

CITY OF ELIZABETH

Statement of Expenditures
Regulatory Basis
Current Fund

Year ended June 30, 2015

<u>Appropriations</u>	<u>Budget</u>	<u>Budget after modification</u>	<u>Paid or charged</u>	<u>Reserved</u>
Deferred Charges and Statutory Expenditures:				
Statutory Expenditures:				
Contributions to:				
Social Security System	4,000,000	4,000,000	3,581,866	418,134
Consolidated Police and Fire Retirement Fund	106,000	106,000	102,216	3,784
Police and Firemen's Retirement System of N. J.	14,300,000	14,300,000	14,255,328	44,672
Public Employees Retirement System - Other expenses	3,800,000	3,800,000	3,784,314	15,686
Assessment for CIF/RTK	8,000	8,000	—	8,000
DCRP	50,000	50,000	25,272	24,728
N.J. Unemployment Fund	90,000	90,000	—	90,000
Total deferred charges and statutory expenditures - Municipal within "CAPS"	<u>22,354,000</u>	<u>22,354,000</u>	<u>21,748,996</u>	<u>605,004</u>
Total general appropriations for Municipal purposes within "CAPS"	<u>191,424,103</u>	<u>191,424,103</u>	<u>180,100,378</u>	<u>11,323,725</u>
Operations excluded from "CAPS":				
Other operations excluded from "CAPS":				
Matching Fund - City share	1,580,000	1,580,000	—	1,580,000
Hospital, Medical, Dental, etc. Insurance - Other expenses	732,000	732,000	732,000	—
Reserve for Tax Appeals:				
Other expenses	4,000,000	4,000,000	4,000,000	—
Maintenance of Free Public Library	3,927,452	3,927,452	3,927,452	—
Total other operations excluded from "CAPS"	<u>10,239,452</u>	<u>10,239,452</u>	<u>8,659,452</u>	<u>1,580,000</u>
Public and Private Programs Offset by Revenues:				
Summer Food Service Program	354,399	354,399	354,399	—
STD	22,667	22,667	22,667	—
Highway Safety Fund Safe Corridor Act	70,655	70,655	70,655	—
Kids Recreation Trust (c159)	85,000	85,000	85,000	—
Greening Union County (c159)	20,000	20,000	20,000	—
Greening Union County - Local Share (c159)	20,000	20,000	20,000	—
Non-Public School Nursing (c159)	153,468	153,468	153,468	—
Recycling Tonnage Grant (c159)	64,799	64,799	64,799	—
Body Armor (c159)	25,468	25,468	25,468	—
HOPWA 2014 (c159)	1,167,590	1,167,590	1,167,590	—
Drunk Driving Grant (c159)	7,500	7,500	7,500	—
Clean Communities	145,979	145,979	145,979	—
Clean Communities	177,560	177,560	177,560	—
Drunk Driving	1,418	1,418	1,418	—
STD	39,337	39,337	39,337	—
NJ DOT Elizabeth Ave./ Jacques and South St.	351,282	351,282	351,282	—
Total public and private programs offset by revenues	<u>2,707,122</u>	<u>2,707,122</u>	<u>2,707,122</u>	<u>—</u>

(continued)

CITY OF ELIZABETH

Statement of Expenditures
Regulatory Basis
Current Fund

Year ended June 30, 2015

<u>Appropriations</u>	<u>Budget</u>	<u>Budget after modification</u>	<u>Paid or charged</u>	<u>Reserved</u>
Total operations - excluded from "CAPS"	\$ 12,946,574	12,946,574	11,366,574	1,580,000
Detail (total operations - excluded from "CAPS"):				
Salaries and wages	612,728	612,728	612,728	—
Other expenses	12,333,846	12,333,846	10,753,846	1,580,000
Capital Improvements - excluded from "CAPS":				
Capital Improvement Fund	2,000,000	2,000,000	2,000,000	—
Total Capital Improvements excluded from "CAPS"	2,000,000	2,000,000	2,000,000	—
Municipal Debt Service - excluded from "CAPS":				
Payment of bond principal	7,410,000	7,410,000	7,410,000	—
Interest on bonds	2,303,407	2,303,407	2,303,407	—
Restructuring Bonds - Principal	2,480,000	2,480,000	2,480,000	—
Restructuring bonds - interest	767,428	767,428	767,428	—
Interest on notes	49,889	49,889	49,889	—
NJDEP				
Loan repayment for principal and interest schedule 1	50,321	50,321	50,321	—
Loan repayment for principal and interest schedule 2	56,045	56,045	56,045	—
Lease Ordinance - Telephone System	1,200,000	1,200,000	1,200,000	—
Lease Ordinance #4 repayment for principal and interest	218,775	218,775	218,775	—
Guarantee, deficiency and other agreements	1,000,000	1,000,000	1,000,000	—
Metromall NJ DOT	500,000	500,000	500,000	—
Total municipal debt service excluded from "CAPS"	16,035,865	16,035,865	16,035,865	—
Deferred Charges:				
Special Emergency Authorizations	800,000	800,000	800,000	—
	800,000	800,000	800,000	—
Total General Appropriation For Municipal Purposes Excluded from "CAPS"	31,782,439	31,782,439	30,202,439	1,580,000
Subtotal general appropriations	223,206,542	223,206,542	210,302,817	12,903,725
Reserve for Uncollected Taxes	12,038,328	12,038,328	12,038,328	—
Total general appropriations	\$ 235,244,870	235,244,870	222,341,145	12,903,725
Original budget		\$ 233,082,211		
Appropriation by N.J.S.A. 40A:4-87		2,162,659		
		\$ 235,244,870		
Encumbered			\$ 3,924,516	
Reserve for uncollected taxes			12,038,328	
Transferred to Federal and State Grant Fund			2,687,122	
Transferred to reserves			4,000,000	
Cancelled debt service appropriations			197,333	
Cancelled deficiency agreement appropriation			1,000,000	
Deferred charge			800,000	
Cash disbursed			197,693,846	
			\$ 222,341,145	

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheet

Trust Funds

June 30, 2015 and 2014

Assets	Ref.	2015	2014
Dog License Fund:			
Cash	B-1	\$ 35,609	31,108
Due from State of New Jersey	B-6	—	36
		<u>35,609</u>	<u>31,144</u>
Other Federal Grant Funds:			
Cash	B-1	—	—
Grants receivable	B-8	875,261	641,231
HPRP Receivable	B-17	673	673
Due from General Trust	B-24	225,519	225,519
Due from UDAG Fund	B-12	—	—
		<u>1,101,453</u>	<u>867,423</u>
Urban Development Action Grant (UDAG) Fund:			
Cash	B-1	523,542	1,112,577
		<u>523,542</u>	<u>1,112,577</u>
Community Development Block Grant Fund:			
Cash	B-1	44,571	68,122
Federal grants receivable	B-10	1,252,245	1,074,564
Due from Current Fund	B-5	25,347	25,347
Due from Elizabeth Development Corp.	B-15	80,672	80,672
		<u>1,402,835</u>	<u>1,248,705</u>
UEZ Trust Fund:			
Due from General Trust	B-23	5,066,152	5,744,208
		<u>5,066,152</u>	<u>5,744,208</u>
General Trust Funds:			
Cash	B-1	26,393,670	28,930,106
Due from Trustee	B-2	13,976	13,976
		<u>26,407,646</u>	<u>28,944,082</u>
		<u>\$ 34,537,237</u>	<u>37,948,139</u>

CITY OF ELIZABETH

Balance Sheet

Trust Funds

June 30, 2015 and 2014

Liabilities, Reserves and Fund Balance	Ref.	2015	2014
Dog License Fund:			
Due to State of New Jersey	B-6	\$ 405	—
Due to Current Fund	B-19	9,269	4,005
Reserve for Dog Expenditures	B-7	25,935	27,139
		<u>35,609</u>	<u>31,144</u>
Other Federal Grant Funds:			
Reserve for Grants	B-9	1,031,799	866,751
Due to Bank	B-1	672	672
Due to Current Fund	B-18	68,982	—
		<u>1,101,453</u>	<u>867,423</u>
Urban Development Action Grant (UDAG) Fund:			
Reserve for UDAG loans receivable	B-3	523,542	1,112,577
Accounts Payable	B-16	—	—
Due to Other Federal Grant Funds	B-12	—	—
		<u>523,542</u>	<u>1,112,577</u>
Community Development Block Grant Fund:			
Reserve for Community Development Block Grant	B-11	1,390,940	1,203,885
Reserve for Program Income	B-14	11,895	44,820
		<u>1,402,835</u>	<u>1,248,705</u>
UEZ Trust Fund:			
Appropriated Reserve: UEZ	B-21	4,432,208	3,544,229
Unappropriated Reserve: UEZ	B-12	633,944	2,199,979
		<u>5,066,152</u>	<u>5,744,208</u>
General Trust Funds:			
Off Duty Police Reserve	B-13	597,265	489,122
Due to Current Fund	B-20	519	519
Due to UEZ Trust	B-23	5,066,152	5,744,208
Due to Other Federal Grant Funds	B-16	225,519	225,519
Reserves for 2nd Generation Funds	B-22	1,465,312	1,344,132
Unappropriated Reserve 2nd Generation Funds	B-22	1,694,254	5,058,881
Reserves for Special Purposes	B-4	17,358,625	16,081,701
		<u>26,407,646</u>	<u>28,944,082</u>
		<u>\$ 34,537,237</u>	<u>37,948,139</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets
Regulatory Basis
General Capital Fund

June 30, 2015 and 2014

Assets	Ref.	2015	2014
Cash	C-2, C-3	\$ 25,739,242	22,793,873
Due from State of New Jersey -			
Department of Environmental Protection	C-14	110,914	110,914
Department of Transportation	C-10	275,048	275,048
Due from Union County Improvement Authority	C-16	648,785	648,785
Deferred charges to future taxation:			
Funded	C-7	94,501,611	90,408,884
Unfunded	C-8	<u>65,920,941</u>	<u>58,075,941</u>
		<u>\$ 187,196,541</u>	<u>172,313,445</u>
Liabilities and Fund Balance			
Serial bonds:			
General	C-4	\$ 89,123,000	84,438,000
Bond anticipation notes	C-5	5,888,000	3,000,000
Loans payable	C-17	5,378,611	5,970,884
Improvement authorizations:			
Funded	C-11	23,856,168	13,537,395
Unfunded	C-11	51,889,816	49,958,273
Capital improvement fund	C-12	312,171	4,772,171
Due to Current Fund	C-6	226,272	281,150
Reserve for:			
State aid receivable	-	386,693	386,693
Bond sale expense	C-9	40,984	142,476
Retirement of debt	C-13	2,043,583	2,269,855
Fund balance	C-1	<u>8,051,243</u>	<u>7,556,548</u>
		<u>\$ 187,196,541</u>	<u>172,313,445</u>

There were bonds and notes authorized but not issued on June 30, 2015 and 2014 of \$60,032,941 and \$55,075,941(Exhibit C-15), respectively.

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Fund Balance
 Regulatory Basis
 General Capital Fund

Years ended June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Balance, Beginning of Year	\$ <u>7,556,548</u>	<u>7,359,745</u>
Increased by:		
Other (net interest)	801	2,563
Reimbursement NJ Courts Saxony Motel	436,545	—
Premium on sale of bonds	<u>57,349</u>	<u>197,084</u>
	<u>494,695</u>	<u>199,647</u>
	<u>8,051,243</u>	<u>7,559,392</u>
Decreased by:		
Interest earned paid to Current Fund	<u>—</u>	<u>2,844</u>
	<u>—</u>	<u>2,844</u>
Balance, End of Year	\$ <u><u>8,051,243</u></u>	<u><u>7,556,548</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets
Regulatory Basis
Water Utility Funds

June 30, 2015 and 2014

Assets	Ref.	2015	2014
Operating Fund:			
Cash	D-3	\$ 854,352	849,611
Due from Water Capital Fund	D-7	<u>242</u>	<u>420</u>
		<u>854,594</u>	<u>850,031</u>
Receivables and inventory with reserves:			
Water liens receivable	D-9	<u>15,835</u>	<u>16,647</u>
		<u>15,835</u>	<u>16,647</u>
Total Operating Fund		<u>870,429</u>	<u>866,678</u>
Trust Fund:			
Cash	D-3	<u>157,472</u>	<u>157,472</u>
Total Trust Fund		<u>157,472</u>	<u>157,472</u>
Capital Fund:			
Cash	D-3,D-4	<u>2,690,295</u>	<u>1,875,167</u>
		2,690,295	1,875,167
Fixed capital	D-12	<u>22,951,501</u>	<u>16,441,271</u>
Total Capital Fund		<u>25,641,796</u>	<u>18,316,438</u>
		<u>\$ 26,669,697</u>	<u>19,340,588</u>

CITY OF ELIZABETH

Balance Sheets
Regulatory Basis
Water Utility Funds

June 30, 2015 and 2014

Liabilities, Reserves, and Fund Balance	Ref.	2015	2014
Operating Fund:			
Reserve for:			
Water liens receivable		15,835	16,647
		<u>15,835</u>	<u>16,647</u>
Fund balance	D-1	854,594	850,031
Total Operating Fund		<u>870,429</u>	<u>866,678</u>
Trust Fund:			
Reserve for customer deposits	D-5	157,472	157,472
Total Trust Fund		<u>157,472</u>	<u>157,472</u>
Capital Fund:			
Reserve for amortization	D-11	22,951,501	16,441,271
Reserve for capital expenditures	D-6	1,992,814	1,177,508
Due to Water Operating Fund	D-7	242	420
Capital Improvement Fund	D-8	697,239	697,239
Total Capital Fund		<u>25,641,796</u>	<u>18,316,438</u>
		<u>\$ 26,669,697</u>	<u>19,340,588</u>

There were bonds and notes authorized but not issued of \$0 and \$0 on June 30, 2015 and 2014 respectively.

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Operations and Changes in Fund Balance
 Regulatory Basis
 Water Utility Operating Fund

Years ended June 30, 2015 and 2014

	<u>2014</u>	<u>2014</u>
Revenue and other credits to income:		
Miscellaneous revenue not anticipated	\$ <u>4,563</u>	<u>4,820</u>
Total income	<u>4,563</u>	<u>4,820</u>
Fund balance, July 1	<u>850,031</u>	<u>845,211</u>
Fund balance, June 30	\$ <u><u>854,594</u></u>	<u><u>850,031</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues
Regulatory Basis
Water Utility Operating Fund

Year ended June 30, 2015

	Revenues Realized
Nonbudget revenue (interest on investments)	\$ <u>4,563</u>
	\$ <u><u>4,563</u></u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Balance Sheets
Regulatory Basis
Sewer Utility Funds

June 30, 2015 and 2014

Assets	Ref.	2015	2014
Operating Fund:			
Cash	E-5	\$ 18,888,197	12,896,161
Due from Sewer Capital Fund	E-31	<u>140</u>	<u>—</u>
		<u>18,888,337</u>	<u>12,896,161</u>
Receivables with reserves:			
Consumers' accounts receivable	E-7	3,860,406	10,842
Miscellaneous rents receivable	E-28	5,342	5,342
Sewer installment receivable	E-33	3,000,000	—
Sewer liens receivable	E-24	<u>12,281</u>	<u>12,992</u>
		<u>6,878,029</u>	<u>29,176</u>
Total Operating Fund		<u>25,766,366</u>	<u>12,925,337</u>
Capital Fund:			
Cash	E-5, E-6	13,846,734	14,376,975
Fixed capital	E-9	52,754,530	52,754,530
Fixed capital authorized and uncompleted	E-10	138,939,563	122,114,563
Due from Trustee-Environmental Infrastructure Trust and fund loans	E-16	10,654,878	507,334
Due from State of New Jersey - Stormwater Grant Receivable	E-30	5,155	5,155
Wastewater Treatment Trust Fund	E-27	266,794	508,053
Due from Sewer Operating Fund	E-31	<u>—</u>	<u>27,222</u>
Total Capital Fund		<u>216,467,654</u>	<u>190,293,832</u>
		<u>\$ 242,234,020</u>	<u>203,219,169</u>

CITY OF ELIZABETH

Balance Sheets
Regulatory Basis
Sewer Utility Funds

June 30, 2015 and 2014

Liabilities, Reserves, and Fund Balance	Ref.	2015	2014
Operating Fund:			
Appropriation reserves	E-4,E-12	\$ 2,137,042	3,690,045
Encumbrances payable	E-26	1,038,121	81,897
Accounts payable	E-13	812,725	800,867
Accrued interest on bonds and notes	E-15	215,935	241,403
Capital outlay reserve	E-32	2,349,387	—
Due to Sewer Capital Fund	E-31	—	27,222
		<u>6,553,210</u>	<u>4,841,434</u>
Reserve for receivables		6,878,029	29,176
Fund balance	E-1	<u>12,335,127</u>	<u>8,054,727</u>
Total Operating Fund		<u>25,766,366</u>	<u>12,925,337</u>
Capital Fund:			
Due to Sewer Operating Fund	E-31	140	—
Bond sale expense payable	E-29	54,795	25,054
Serial bonds	E-17	34,580,000	13,650,000
Local unit bonds	E-18	250,000	607,303
Environmental infrastructure loans payable	E-23	30,635,470	24,114,651
Bond anticipation notes	E-14	6,375,000	22,000,000
Improvement authorizations:			
Funded	E-19	4,346,105	4,668,175
Unfunded	E-19	52,530,807	43,107,062
Reserve for:			
Amortization	E-20	75,053,862	70,080,112
Deferred amortization	E-21	9,204,200	9,204,200
Renewal and replacement	E-11	364,000	364,000
Appropriated grants	E-8	20,619	20,619
Capital Improvement Fund	E-25	1,963,338	1,363,338
Fund balance	E-2	<u>1,089,318</u>	<u>1,089,318</u>
Total Capital Fund		<u>216,467,654</u>	<u>190,293,832</u>
		<u>\$ 242,234,020</u>	<u>203,219,169</u>

There were bonds and notes authorized but not issued at June 30, 2014 and 2015 of \$36,196,310 and \$38,322,412 respectively (Exhibit E-22)

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Operations and Changes in Fund Balance
Regulatory Basis
Sewer Utility Operating Fund

Years ended June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Revenue and other credits to income:		
Fund balance utilized	\$ 4,500,000	5,500,000
Sewer fees and charges	22,521,459	19,791,475
Miscellaneous	1,280,887	664,641
Other credits to income:		
Appropriation reserves lapsed	1,978,054	1,055,110
Cancellation of appropriation	—	2,000,000
Total income	<u>30,280,400</u>	<u>29,011,226</u>
Expenditures:		
Operating	13,100,000	14,100,000
Capital improvements	2,470,726	2,441,079
Debt service	<u>5,929,274</u>	<u>5,958,921</u>
Total expenditures	<u>21,500,000</u>	<u>22,500,000</u>
Excess of revenues over expenses	8,780,400	6,511,226
Fund balance, July 1	<u>8,054,727</u>	<u>7,043,501</u>
	16,835,127	13,554,727
Less Fund Balance Utilized	<u>4,500,000</u>	<u>5,500,000</u>
Fund balance, June 30	<u>\$ 12,335,127</u>	<u>8,054,727</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Fund Balance
 Regulatory Basis
 Sewer Utility Capital Fund

Years ended June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Balance, Beginning of year	\$ 1,089,318	1,062,018
Increased by:		
Premium on sale of notes	<u>—</u>	<u>27,300</u>
Balance, End of year	<u>\$ 1,089,318</u>	<u>1,089,318</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Revenues
Regulatory Basis
Sewer Utility Operating Fund

Year ended June 30, 2015

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess (deficit)</u>
Operating surplus anticipated	\$ 4,500,000	4,500,000	—
Rents	16,500,000	22,521,459	6,021,459
Miscellaneous	<u>500,000</u>	<u>1,280,887</u>	<u>780,887</u>
Total budget revenue	<u>\$ 21,500,000</u>	<u>28,302,346</u>	<u>6,802,346</u>

Analysis of Certain Realized Revenues

Rents:

Revenues collected	\$ <u>22,521,459</u>
	\$ <u><u>22,521,459</u></u>

Analysis of Miscellaneous

Interest on investments	\$ 91,776
Interest and costs	27,301
Joint Meeting refund	1,030,129
Miscellaneous	130,970
Liens	<u>711</u>
Cash receipts	<u>\$ 1,280,887</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of Expenditures
Regulatory Basis
Sewer Utility Operating Fund

Year ended June 30, 2015

<u>Account</u>	<u>Appropriations</u>		<u>Expended</u>		
	<u>Budget</u>	<u>Budget after modification</u>	<u>Paid or charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Operating:					
Management Fee	\$ 2,100,000	2,100,000	1,484,061	615,939	—
Joint Meeting	11,000,000	11,000,000	9,478,897	1,521,103	—
Capital improvements:					
Capital Improvement Fund	600,000	600,000	600,000	—	—
Capital outlay	1,870,726	1,870,726	1,870,726	—	—
Debt service:					
Sewer System lease Payments- principal and int.	1,923,892	1,923,892	1,923,892	—	—
Payment of bond principal	1,070,000	1,070,000	1,070,000	—	—
Interest on bonds	381,038	381,038	381,038	—	—
Interest on notes	159,445	159,445	159,445	—	—
Wastewater Treatment bonds - principal	1,909,122	1,909,122	1,909,122	—	—
Wastewater Treatment bonds - interest	485,777	485,777	485,777	—	—
Total	\$ <u>21,500,000</u>	<u>21,500,000</u>	<u>19,362,958</u>	<u>2,137,042</u>	<u>—</u>

Analysis of paid or charged

Cash disbursed	\$ 16,449,190
Reserve for Capital Expenses	849,387
Encumbrances payable	1,038,121
Interest on bonds and notes	<u>1,026,260</u>
	\$ <u>19,362,958</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Statement of General Fixed Assets

General Fixed Assets Account Group

June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
General fixed assets:		
Land and buildings	\$ 50,133,565	49,228,128
Equipment	14,292,264	13,830,969
Vehicles	<u>25,088,578</u>	<u>22,413,975</u>
Total general fixed assets	<u>\$ 89,514,407</u>	<u>85,473,072</u>
Investment in general fixed assets	<u>\$ 89,514,407</u>	<u>85,473,072</u>

See accompanying notes to financial statements.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

(1) Summary of Significant Accounting Policies

The accounting policies of the City of Elizabeth conform to the accounting principles and practices applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. 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. Such practices are not in accordance with generally accepted accounting principles (GAAP). The following is a summary of the significant policies:

Reporting entity

Except as noted below, the financial statements of the City of Elizabeth include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the City of Elizabeth, as required by N.J.S. 40A:5-5. Accordingly, the financial statements of the City of Elizabeth do not include the operations of the Elizabeth Free Public Library, Parking Authority, Board of Education, Housing Authority, Elizabeth Development Corporation, and Special Improvement Districts.

Fund accounting:

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the City, the accounts of the City are maintained in accordance with the principles of "fund accounting". This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified or legal requirements. Separate accounts are maintained for each fund and, accordingly, all financial transactions have been recorded and reported by fund group. Under this method of accounting, the City of Elizabeth accounts for its financial transactions through the following separate funds:

- Current Fund - resources and expenditures for governmental operations of a general nature, including Federal and state grant funds.
- Trust Funds (including the Community Development Block Grant) - receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.
- General Capital Fund - receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.
- Water and Sewer Utility Funds - account for the operations and acquisition of capital facilities of the municipally-owned Water and Sewer Utilities.
- General Fixed Assets Account Group - investments in and disposal of fixed assets used to maintain operations of the City. Infrastructure assets

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

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

financial statements are those adopted by the City of Elizabeth and approved by the State Division of Local Government Services per N.J.S.A. 40A:4 et. seq.

Basis of accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local government units. The more significant differences are as follows:

- Grant Revenues - Federal and State grants, entitlements or shared revenues received for purposes normally financed through the current fund are recognized when anticipated in the City budget. GAAP requires such revenues to be recognized in the accounting period when they become available and measurable. GAAP defines available as collectible in the current period or soon enough thereafter to be used to pay liabilities that are owed at the end of the accounting period.
- 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 sheets of the various funds. GAAP requires such revenues to be recognized in the current accounting period if they are expected to be collected soon enough after the end of the year to pay current liabilities.
- Expenditures - unexpended or uncommitted appropriations, at year-end, are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures in the current fund, 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.
- Appropriation Reserves - are available until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves are not established under GAAP.
- Compensated Absences - Expenditures relating to obligations for vacation, sick and compensatory time are not recorded until paid. City officials have determined that only vacation, holiday and compensatory time should be accrued. Employee sick time is appropriated in the various departmental salary and wage accounts and the City is not liable for accrued sick time when employees retire. Any employee who retires, or is laid off from employment with the City, irrespective of years of service, shall be reimbursed for accumulated unused sick time at a rate of fifty (50%) percent of the employee's daily rate of pay for each day of accumulated unused sick time up to a maximum of ten thousand (\$10,000) dollars. Payment shall be made to the employee within six (6) months of the date of separation from employment. In order to be eligible for reimbursement, an employee must have at least thirty (30) accumulated sick days to his or her credit upon the effective date of separation from employment.

As of June 30, 2015 and 2014, the estimated accrued liability as determined by City officials for vacation, sick and compensatory time is approximately \$23,159,164 and \$23,054,529 respectively. In accordance with state regulations this accrued liability has not been expensed or recorded as a liability.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

- Property Acquired for Taxes - is recorded in the current fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the general fund or general fixed assets account group at its net realizable value.
- Inventories - Current fund inventory type items and inventories held by the sewer utility fund are expensed as incurred. GAAP requires the amount of inventory on hand to be recorded as an asset at year-end.
- General Fixed Assets - Property and equipment purchased by the current fund and the capital fund are recorded as expenditures at the time of purchase and are capitalized and recorded in the fixed assets account group (after January 1, 1985) or at estimated historical cost (prior to January 1, 1985). The accounts are adjusted for dispositions and abandonment's. Depreciation is not recorded. Property and equipment purchased by the utility funds are recorded at cost as fixed capital (completed projects) and fixed capital authorized and uncompleted (construction in progress). The accounts are adjusted for dispositions and abandonment's. Depreciation is not recorded. GAAP requires that depreciation be recorded in the utility funds.
- Interfunds - advances from 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. Receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.
- Encumbrances - contractual orders at year-end, are reported as expenditures through the establishment of a reserve for encumbrances. GAAP does not recognize encumbrances as expenditures or liabilities.
- Deferred Charges to Future Taxation -Funded and Unfunded - Upon the authorization of capital projects, the City 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 funding or nonfunding of the authorized costs of capital projects. According to the New Jersey Statutes Annotated 40A:2-4, the City may levy taxes on all taxable property within the local unit to repay the debt. Annually, the City raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced. GAAP does not require the establishment of deferred charges to future taxation and records proceeds of debt issued as revenue.
- Improvement authorizations – in the General Capital Fund represent the unexpended balance of an ordinance appropriation and is similar to the unexpended portion of the budget in the Current Fund. GAAP does not recognize these amounts as liabilities.
- Investments - Investments are carried at cost. Purchases of investments are limited by N.J.S. 40A:5-15.1 to bonds or obligations of or guaranteed by the Federal government and bonds or other obligations of Federal or local units having a maturity date not more than twelve months from the date of purchase. GAAP requires that investments be recorded at fair value.

Use of Estimates

To prepare the accompanying financial statements management made estimates and assumptions that may affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(2) Taxes Receivable, Tax Title Liens

In accordance with the accounting principles presented by the State of New Jersey, taxes receivable and tax title liens are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible.

Taxes for the City are levied semi-annually in July and January and are payable August 1, November 1, February 1 and May 1. The taxes are liens on the property as of the billing date.

(3) Debt

The New Jersey Local Bond Law governs the issuance of bonds to finance general municipal and utility capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. General capital serial bonds are direct obligations of the City for which its full faith and credit are pledged, and are payable from the taxes levied on all taxable property located within the City. The water/sewer utility bonds are payable from revenues generated from user fees but also have the ad valorem taxes pledged, should the utility revenues be insufficient to meet the debt obligations.

In addition, Wastewater Treatment Bonds issued on behalf of the City by the State of New Jersey, are recorded in the Sewer Capital Fund.

	<u>Balance as of June 30, 2014</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance as of June 30, 2015</u>	<u>Principal Due By June 30, 2016</u>
General Capital					
General Serial					
Bonds	\$84,438,000	14,575,000	9,890,000	89,123,000	11,080,000
Loans Payable	5,970,884	—	592,273	5,378,611	571,351
Sewer Capital					
Serial Bonds	\$13,650,000	22,000,000	1,070,000	34,580,000	2,170,000
Local Unit					
Bonds	\$607,303,	—	357,303	250,000	120,000
Environmental					
Infrastructure					
Loans	24,114,651	10,308,525	3,787,706	30,635,470	2,094,881

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

The City debt is summarized as follows:

	June 30, <u>2014</u>	June 30, <u>2015</u>
Bonds, Notes and Loans Issued:		
General	\$93,408,884	100,389,611
Sewer	<u>60,371,954</u>	<u>71,840,470</u>
	<u>153,780,838</u>	<u>172,230,081</u>
 Bonds and Notes Authorized Not Issued:		
General	55,075,941	60,032,941
Sewer	36,196,310	38,332,412
Water	<u>00</u>	<u>00</u>
	<u>91,272,251</u>	<u>98,365,353</u>
 Total Bonds and Notes Issued and Authorized But Not Issued	 <u>\$245,053,089</u>	 <u>270,595,434</u>

Schedule of annual debt service payments for principal and interest for the next five years and every five year period thereafter for bonded debt issued and outstanding as of June 30, 2015:

Fiscal Year	General Bonds		Sewer Debt		
	Ending June 30	Principal	Interest	Principal	Interest
2016	\$	11,080,000	3,127,277,	4,594,881	1,486,981
2017		11,455,000	2,743,383	4,749,669	1,424,651
2018		8,280,000	2,325,798	4,687,072	1,318,589
2019		6,460,000	2,031,110	4,744,409	1,209,339
2020		6,600,000	1,806,900	4,686,211	1,100,176
2021-2025		28,450,000	5,689,131	20,962,790	3,895,741
2026-2030		16,798,000	1,334,861	17,833,576	1,456,288
2031-2035		<u>000</u>	<u>000</u>	<u>3,206,858</u>	<u>102,447</u>
 Total		<u>\$89,123,000</u>	<u>19,058,461</u>	<u>65,465,467</u>	<u>11,994,212</u>

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

	<u>Gross Debt</u>	<u>Deduction</u>	<u>Net Debt</u>
Local School District	\$ 2,800,000	2,800,000	—
General Debt	160,422,552	8,043,583	152,378,969
Sewer Utility Debt	110,172,882	110,172,882	—
Guaranteed Debt/ Deficiency Agreement (note 18)	33,735,000	33,735,000	—
Water Utility Debt	—	—	—
	<u>\$307,130,434</u>	<u>154,751,465</u>	<u>152,378,969</u>

Net Debt of \$152,378,969 divided by equalized valuation basis per N.J.S.A. 40A:2-2 as amended of \$6,665,163,060 equals 2.286%.

Borrowing Power Under N.J.S. 40a:2-6 As Amended

3.5% of Equalized Valuation Basis	\$233,280,707
Net Debt	<u>152,378,969</u>
Remaining (Excess) Borrowing Capacity	<u>\$80,901,738</u>

(4) State Loans

Green Trust Loans:

1989 Green Trust Program – Westfield Ave. Ball Field Acquisition

Interest is 2% with payments through Feb. 14, 2017.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2016	\$ 4,664
2017	<u>4,664</u>
Total	9,328
Less interest	<u>228</u>
Principal Balance	\$9,100

1995 Green Trust Program – Westfield Ave. Ball field Improvements

Interest is 2% with payments through May 1, 2019.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2016	\$ 27,767
2017	27,767
2018	27,767
2019	<u>27,767</u>
Total	111,068
Less interest	<u>4,836</u>
Principal Balance	\$106,232

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

1992 Green Trust Program – Arthur Kill Additions

Interest is 2% with payments through Jan. 22, 2017.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
<u>June 30</u>	<u>Amount</u>
2016	\$ 13,537
2017	<u>13,538</u>
Total	27,075
Less interest	<u>664</u>
Principal Balance	\$ 26,411

2004 Green Trust Program – Elmora Raquet Club

Interest is 2% with payments through May 7, 2028.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
<u>June 30</u>	<u>Amount</u>
2016	\$ 24,873
2017	24,874
2018	24,873
2019	24,873
2020	24,873
2021-2025	124,366
2026-2028	<u>74,619</u>
Total	323,351
Less interest	<u>39,855</u>
Principal Balance	\$283,496

1992 Green Trust Program – Kenah Center Acquisition

Interest is 2% with payments through Sep. 2, 2018.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
<u>June 30</u>	<u>Amount</u>
2016	\$ 4,352
2017	4,353
2018	4,353
2019	<u>2,176</u>
Total	15,234
Less interest	<u>590</u>
Principal Balance	\$ 14,644

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

2004 Green Trust Program – Kenah Center Field

Interest is 2% with payments through September 24, 2028.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
<u>June 30</u>	<u>Amount</u>
2016	\$ 17,470
2017	17,470
2018	17,470
2019	17,470
2020	17,470
2021-2025	87,347
2026-2029	<u>61,142</u>
Total	235,839
Less interest	<u>30,051</u>
Principal Balance	\$ 205,788

2012 DEP Elizabeth Riverwalk

Interest is 0% with semi-annual payments through April 27, 2032.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
<u>June 30</u>	<u>Amount</u>
2016	\$ 13,702
2017	13,702
2018	13,702
2019	13,703
2020	13,702
2021-2025	68,512
2026-2030	68,512
2031-2032	<u>27,405</u>
Total	246,640

1997 Metro Mall Road Improvements Proposed Loan

Interest is 0.05% with annual payments through January 12, 2025.

Future minimum loan payments under the lease program as of June 30, 2015 are:

Fiscal Year	
Ending	
<u>June 30</u>	<u>Amount</u>
2016	\$ 500,000
2017	500,000
2018	500,000
2019	500,000
2020	500,000
2021-2025	<u>2,616,117</u>
Total	4,616,117
Less interest	<u>116,117</u>
Principal Balance	\$4,500,000

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

(5) Bond Anticipation Notes

The City issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid or permanent financing obtained no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note and on or before each subsequent anniversary, a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were installment of the bonds in anticipation of which such notes were issued, be paid or retired.

On June 30, 2015 and 2014 there are \$5,888,000 and \$3,000,000 notes outstanding for the General Capital Fund.

On June 30, 2015 and 2014 there are \$6,375,000 and \$22,000,000 notes outstanding for the Sewer Utility Capital Fund.

(6) Capital Equipment Lease Program

The City entered into a lease agreement with Motorola Solutions effective January 1, 2013 to finance the acquisition and installation of \$4,402,792 of communications equipment. Under the lease agreement the City is required to pay rent due on each January 1 commencing January 1, 2014. Future minimum lease payments under the lease agreement as of June 30, 2015 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2016	\$ 921,115
2017	921,115
2018	<u>921,116</u>
	2,763,346
Less interest	<u>81,925</u>
	\$ 2,681,421

The City entered into a lease agreement with Motorola Solutions effective January 1, 2014 to finance the acquisition and installation of \$397,542 of communications equipment. Under the lease agreement the City is required to pay rent due on each January 1 commencing January 1, 2015. Future minimum lease payments under the lease agreement as of June 30, 2015 are:

Fiscal Year	
Ending	
June 30	<u>Amount</u>
2016	\$ 106,114
2017	106,114
2018	<u>106,113</u>
	318,341
Less interest	<u>16,287</u>
	\$ 302,054

On October 15, 2004 the City executed a contract with the Union County Improvement Authority (UCIA) to acquire capital equipment through financing leases in an amount not to exceed \$4,175,649.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

The UCIA is authorized by the County Improvement Authorities Law, Chapter 183 of the Pamphlet Laws of 1960 of the State of New Jersey, as amended and supplemented (N.J.S.A. 40:37A-44 et seq.), to lease capital equipment to the City. The UCIA provides for the financing of the cost of this equipment by the issuance of revenue bonds payable from rentals to be received from the City.

Under the lease the City is required to pay rent due on each December 1 and June 1, commencing December 1, 2005. Future minimum lease payments under the lease program as of June 30, 2015 are:

Fiscal Year	Ending	Amount
	<u>June 30</u>	
2016		\$56,698
2017		55,029
2018		53,275
2019		51,465
2020		48,477

(7) Fund Balances Appropriated

Fund balances at June 30, 2015 were utilized as revenue in the 2015-2016 Fiscal Year Budget as follows:

<u>Fund Description</u>	<u>Fund Balance</u>	<u>Amount</u>
	<u>June 30, 2015</u>	<u>Utilized</u>
Current Fund	\$40,941,516	33,000,000
Sewer Utility Operating	12,335,127	6,000,000
Water Utility Operating	854,594	0

(8) Retirement Systems

Substantially all of the City's employees participate in one of the following contributory defined benefit public employee retirement systems (retirement systems) which have been established by State statute: the Consolidated Police and Firemen's Pension fund (CPFPPF), the Public Employees Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS). These systems are sponsored and administered by the State of New Jersey, Department of Treasury Division of Pension and Benefits (the Division).

Consolidated Police and Firemen's Pension Fund

Consolidated Police and Firemen's Pension Fund (CPFPPF)--is a single-employer contributory defined benefit plan which was established as of January 1, 1952, under the provisions of N.J.S.A. 43:16 to provide retirement, death and disability benefits to county and municipal police and firemen who were appointed prior to July 1, 1944. The fund is a closed system with no active members.

Police and Firemen's Retirement System

Police and Firemen's Retirement Systems (PFRS)--is a cost-sharing multiple-employer contributory defined benefit plan which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A to provide retirement, death and disability benefits to substantially all full time county and municipal police

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

or firemen and State firemen appointed after June 30, 1944. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

Public Employees' Retirement System

Public Employees' Retirement System (PERS)--is a cost-sharing multiple-employer contributory defined benefit plan which was established as of January 1, 1955, under the provision N.J.S.A. 43:15A to provide retirement, death and disability benefits, including post-retirement health care, to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for post-retirement health care coverage.

Other Pension Funds

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of several State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The State also administers the Pension Adjustment Fund (PAF) which provides cost of living increases, equal to 60 percent of the change in the average consumer price index, to eligible retirees in all State-sponsored pension systems except SACT. In the CPFPPF, the cost of living increases are payable from the State of New Jersey Pension Adjustment Fund which is funded by the State as a benefit allowances become payable. The cost of living increases for PFRS and PERS are funded directly by each of the respective systems and are considered in the annual actuarial calculation of the required State contribution for that system.

According to State statutes, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

Significant Legislation

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

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

- New members of PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of $\frac{1}{4}$ of 1% for each month that the member is under age 65.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

- The eligibility age to qualify for a service retirement in the PERS is increased from age 62 to 65 for Tier 5 members.
- The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years.
- Increase in active member contribution rate. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years. Beginning in fiscal year 2012, the member contribution rates for PERS will take place in July of each subsequent fiscal year.
- The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law.
- New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary.
- In addition, this legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay)

Funding Policy

Contribution Requirements:

The contribution policy for CPFPPF, PFRS and PERS is set by New Jersey State statutes and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Contributions by active members of CPFPPF are based on 7% of their salaries. Members of PFRS contribute at a uniform rate of 10% of base salary, as defined. Members of PERS contribute at a uniform rate of 6.62% of base salary, as defined. Employers are required to contribute at an actuarially determined rate in all Funds. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PFRS and PERS. In the PERS the employer contribution includes funding for post-retirement medical premiums.

During the year ended June 30, 2015, for CPFPPF, which is a cost sharing plan, accumulated pension cost equals annual required contributions. For PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, the annual pension cost differs from the annual required contribution.

City Contributions:

The City's contributions were as follows:

	For the Year Ended June 30,			
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
CPFPPF	102,216	\$84,393	\$125,436	\$252,148
PERS	3,784,314	3,379,106	3,313,470	3,283,835
PFRS	14,255,328	12,752,540	12,793,259	13,411,608

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

GASB 68 Disclosure in accordance with Division of Local Government Services Local Finance Notice 2015-24

The amount of the City’s contribution is certified each year by PERS and PFRS on the recommendation of the actuary, who makes an annual actuarial valuation. The valuation is based on a determination of the financial condition of the retirement system. It includes the computation of the present dollar value of benefits payable to former and present members and the present dollar value of future employer and employee contributions, giving effect to mortality among active and retired members and also to the rates of disability, retirement, withdrawal, former service, salary and interest. In accordance with State statute, the long-term expected rate of return on plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. Specific information on actuarial assumptions and rates of return can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and PFRS. In the PERS and PFRS the employer contribution includes funding for post-retirement medical premiums.

	PERS		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Covered Employee Payroll	\$32,040,771	\$31,000,003	\$30,125,506
Total Payroll	95,643,628	94,702,339	91,239,138
Actuarial Contribution Requirements	3,933,595	3,635,403	3,226,562
Total Contributions	6,166,054	5,762,651	5,244,197
Employer’s Share	3,933,595	3,635,403	3,226,562
% of Covered Payroll	12.28%	11.73%	10.71%
Employee’s Share	2,232,459	2,127,248	2,017,635
% of Covered Payroll	6.97%	6.86%	6.70%

	PFRS		
	<u>2015</u>	<u>2014</u>	<u>2013</u>
Covered Employee Payroll	\$54,018,846	\$56,729,084	\$54,897,997
Total Payroll	95,643,628	94,702,339	91,239,138
Actuarial Contribution Requirements	14,119,696	13,433,170	11,946,444
Total Contributions	19,554,395	19,136,978	17,514,372
Employer’s Share	14,119,696	13,433,170	11,946,444
% of Covered Payroll	26.14%	23.68%	21.76%
Employee’s Share	5,434,699	5,703,808	5,567,928
% of Covered Payroll	10.06%	10.05%	10.14%

Assumptions

The total PERS and PFRS pension liability for June 30, 2014 measurement date was determined by an actuarial valuation as of July 1, 2013 using an actuarial experience study for the period July 1, 2008 to June 30, 2011. The pension liability was rolled forward to June 30, 2014. The actuarial valuation used an inflation rate of 3.01%, projected salary increases from 2012 to 2021 of 2.15% to 4.40% for PERS and 3.95% to 8.62% for PFRS based on age and thereafter 3.15% to 5.40% for PERS and 4.95% to 9.62% for

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

PFRS based on age and an investment rate of return of 7.90%.

The discount rate used to measure the total pension liability was 5.39% and 5.55% for PERS and 6.32% and 6.45% for PFRS as of June 30, 2014 and 2013 respectively. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of recommended contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability. More information on mortality rates and other assumptions, and investment policies, can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

The following presents the City's proportionate share of the PERS net pension liability calculated using the discount rate of 5.39% and 5.5% as of June 30, 2014 and 2013, respectively, as well as what the PERS net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the assumed rate.

Sensitivity of the City's Proportionate Share of the PERS Local Share Net Pension Liability to Changes in the Discount Rate

	At 1% decrease (4.39%)	At current discount rate (5.39%)	At 1% increase (6.39%)
2014	<u>\$103,868,501</u>	<u>\$82,564,141</u>	<u>\$64,673,901</u>
	At 1% decrease (4.55%)	At current discount rate (5.55%)	At 1% increase (6.55%)
2013	<u>\$101,822,069</u>	<u>\$81,841,649</u>	<u>\$65,050,428</u>

The following presents the City's proportionate share of the PFRS net pension liability calculated using the discount rate of 6.32% and 6.45% as of June 30, 2014 and 2013, respectively, as well as what the PFRS net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the assumed rate.

Sensitivity of the City's Proportionate Share of the PFRS Local Share Net Pension Liability to Changes in the Discount Rate

	At 1% decrease (5.32%)	At current discount rate (6.32%)	At 1% increase (7.32%)
2014	<u>\$296,481,141</u>	<u>\$220,002,115</u>	<u>\$156,794,078</u>
	At 1% decrease (5.45%)	At current discount rate (6.45%)	At 1% increase (7.45%)
2013	<u>\$286,802,310</u>	<u>\$217,683,713</u>	<u>\$160,621,397</u>

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pension

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarially determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense excluding that attributable to employer-paid member contributions are determined separately for each individual employer of the State and local groups.

To facilitate the separate (sub) actuarial valuations, The Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer allocations are applied to amounts presented in the schedules of pension amount by employer. The allocation percentages for each group as of June 30, 2014 and 2013 are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal years ended June 30, 2014 and 2013, respectively.

Following is the total of the City's portion of the PERS and PFRS net pension liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and the pension expense and expenditures for the fiscal year ended June 30, 2014.

	PERS	PFRS
Net Pension Liabilities	\$82,564,141	\$220,002,115*
Deferred Outflow of Resources	4,656,557	20,680,915
Deferred Inflow of Resources	4,920,374	22,450,477
Pension Expense	4,630,544	17,528,254
Contributions Made After Measurement Date	3,635,403	13,433,170

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collected deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented in the PERS schedule of employer allocations and applied to amounts presented in the PERS schedule of pension amounts by employer are based on the ratio of the contributions as an individual employer to total contributions to the PERS and PFRS during the years ended June 30, 2014 and 2013. The City's proportionate share of the collective net pension liability as of June 30, 2014 and 2013 was .4409% and .4282% for PERS and 1.7489% and 1.6374% for PFRS respectively.

At June 30, 2014, the amount determined as the City's proportionate share of the PERS net pension liability was \$82,564,141. For the year ended June 30, 2014 the City recognized PERS pension expense of \$4,630,544. At June 30, 2014, deferred outflows of resources and deferred inflows of resources related to the PERS pension are as follows:

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of Assumptions	\$2,596,260	\$—
Net Difference Between Projected and Actual Investment Earnings	—	4,920,374
Net Change in Proportions	2,060,297	—
Net Actual Less Proportionate Share of Contributions	—	—
Total Contributions and Proportionate Share of Contributions after the Measurement Date	3,635,403	—
	<u>\$8,291,960</u>	<u>\$4,920,374</u>

At June 30, 2014, the amount determined as the City's proportionate share of the PFRS net pension liability was \$243,692,645. For the year ended June 30, 2014 the City recognized PERS pension expense of \$17,528,254. At June 30, 2014, deferred outflows of resources and deferred inflows of resources related to the PERS pension are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of Assumptions	\$8,259,627	\$—
Net Difference Between Projected and Actual Investment Earnings	—	22,450,477
Net Change in Proportions	12,421,288	—
Net Actual Less Proportionate Share of Contributions	—	—
Total Contributions and Proportionate Share of Contributions after the Measurement Date	13,433,170	—
	<u>\$34,114,085</u>	<u>\$22,450,477</u>

Long-Term Expected Rate of Return

The arithmetic mean return on the portfolio was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2014 are summarized in the following table.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	6.00%	0.80%
Core Bonds	1.00%	2.49%
Intermediate – Term Bonds	11.20%	2.26%
Mortgages	2.50%	2.17%
High Yield Bonds	5.50%	4.82%
Inflation-Indexed Bonds	2.50%	3.51%
Broad US Equities	25.90%	8.22%
Developed Foreign Equities	12.70%	8.12%
Emerging Market Equities	6.50%	9.91%
Private Equity	8.25%	13.02%
Hedge Funds/Absolute Return	12.25%	4.92%
Real Estate (Property)	3.20%	5.80%
Commodities	2.50%	5.35%

(9) Self-Insurance Program

The City established a self-insurance program in 1982 in accordance with New Jersey Statute Chapter 40:10-6. The Chapter enables the governing body of any local unit to create a fund to provide insurance coverage for its exposure to a wide variety of property casualty risks, including:

- Property damage caused to any of the unit's property, motor vehicles, equipment or apparatus.
- Liability resulting from the use or operation of such motor vehicles, equipment or apparatus.
- Liability for the unit's negligence, including that of its officers, employees and servants.
- Workers' compensation obligations.

The City self-insures for its automobile, general liability and workers' compensation exposures. The City has purchased excess workers' compensation coverage for losses in excess of \$1,000,000. Additionally, the City maintains insurance policies covering property, fire, water, utility, boiler and machinery, nurses' professional liability and employee fidelity. Various deductibles, limits, and coinsurance provisions apply to these policies.

(10) Contingent Liabilities

The City is a defendant in various legal proceedings. In the opinion of the City's City Attorney, these matters are adequately covered by the City's insurance program, the City's defense program, or by the City of Elizabeth directly and which may be settled or resolved in a manner satisfactory to the financial stability of the City.

The City was served with a complaint requesting a judgment for \$1,003,678.50 plus interest and costs and a ruling to pay 50% of the Franchise Assessment collected in excess of \$5,600,000 per year until monies collected under the Franchise Assessment Guaranty under the redevelopment Agreement dated September 1, 1999 is repaid. The City has filed counterclaims and is vigorously defending this matter.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

The City is also a defendant in a case involving excessive force against police officers. The City is vigorously defending this matter.

It is the opinion of the City Attorney that any judgment in these civil actions will not adversely impair the City's ability to pay its bondholders.

The City is also defendant in various tax appeals that they are defending vigorously. The amount of the potential settlements is not determinable at this time.

The City participates in numerous Federal and State of New Jersey grant programs which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivables at June 30, 2015 may be impaired. In the opinion of the City, there are no significant contingent liabilities relating to compliance with rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying financial statements for such contingencies.

In accordance with the NJ Division of Pension and Benefits regulations, the City previously elected to defer the payment of two months health insurance premiums. The June 30, 2015 and 2014 deferrals were approximately \$5,027,747 and \$4,691,000 respectively which becomes payable upon the City leaving the State Health Benefits Program.

(11) Water and Sewer Utility Operations

On June 2, 1998 the City entered into agreement with Liberty Water Company (LWC) for a term of 40 years to provide management, operation and management services associated with the City's water system. The City retains ownership of the Utility infrastructure and is responsible for financing all capital improvements to the system. Capital improvements will be financed principally by the City through payments made by LWC that will exceed \$57,000,000 over the term of the contract. LWC is responsible for the preparation, maintenance, and collection of all bills and invoices to the users of both the Water and Sewer Utility and all costs and expenses associated with the Water Utility billing. LWCC has no right to any revenue attributable to the Sewer Utility. The revenues collected by LWC for the Sewer Utility are disbursed to the City on a weekly basis. LWC pays all expenses required for the operation, maintenance and management of the water system.

(12) Deferred Compensation Plan

The City offers its employees two deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans permit employees to defer a portion of their salary to future years. Individuals are one hundred percent vested. The plans are funded solely from voluntary employee payroll deductions. Distribution is available to employees upon termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely property and rights of the individual contributors and are not subject to the claims of the City's general creditors.

(13) Fixed Assets

The City records assets with a useful life in excess of five years and with a value over \$5,000 as a fixed asset. The accounts are adjusted for dispositions and abandonment's. Depreciation is not recorded.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

Fixed assets used in governmental operation (general fixed assets) are accounted for in the General Fixed Assets. Public domain (“Infrastructure”) general fixed assets consisting of certain improvement other than building, such as roads, bridges, curbs and gutters, streets and sidewalks, and drainage systems are not capitalized.

The City’s fixed assets are summarized as follows:

	Balance June 30, 2014	Additions	Dispositions	Balance June 30, 2015
General fixed assets:				
Land and buildings	\$ 49,228,128	1,203,553	298,116	50,133,565,
Equipment	13,830,969	461,470	175	14,292,264
Vehicles	22,413,975	2,897,735	223,132	25,088,578
	<u>\$ 85,473,072</u>	<u>4,562,758</u>	<u>521,423</u>	<u>89,514,407</u>

	Balance June 30, 2013	Additions	Dispositions	Balance June 30, 2014
General fixed assets:				
Land and buildings	\$ 48,371,547	856,581	—	49,228,128
Equipment	12,822,511	1,008,808	350	13,830,969
Vehicles	20,135,989	3,765,360	1,487,374	22,413,975
	<u>\$ 81,330,047</u>	<u>5,630,749</u>	<u>1,487,724</u>	<u>85,473,072</u>

(14) Cash

Cash and cash equivalents includes amounts on deposit, and short term investments with original maturities of three months or less from the date of acquisition.

Deposits

New Jersey statutes require that municipalities deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. Municipalities are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes Government Unit Deposit Protection Act (GUDPA) require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

GASB Statement No. 40, Deposit and Investment Risk Disclosures, requires disclosure of bank deposits that are subject to custodial credit risk. The custodial credit risk for deposits is the risk that, in the event of the failure of a depository institution, the City will not be able to recover deposits or will not be able to recover collateral securities that may be in the possession of an outside party. As of June 30, 2015 the City's bank deposits are insured or covered by the State's Government Unit Deposit Protection Act or are collateralized with the federal securities held by another institution in the City's name.

(15) Sewer Utility

The City owns a city wide sewer collection system which is managed under a March 13, 2002 Wastewater Service Agreement by E'Town Corporation, a wholly owned subsidiary of New Jersey American Water, a wholly owned subsidiary of American Water, the largest investor-owned water and wastewater utility company in the United States. Sewage treatment is provided under a contractual agreement with the Joint Meeting of Essex and Union Counties (JMEUC) which is owned and operated by eleven other municipalities. The City pays fees for treatment based upon the usage of the system. The City finances its collection system capital requirements as well as its JMEUC capital contributions through a combination of utility bond issues, state grants and State low interest loans.

The Sewer Utility franchised the sewer system to the Union County Improvement Authority and has a \$35,716,736 lease agreement dated March 1, 2002 with the Union County Improvement Authority to lease its franchise of the wastewater system. The City is required to pay rent due on each September 1 and March 1, commencing September 1, 2002 through April 1, 2022. Future minimum lease payments under the lease program as of June 30, 2015 are:

<u>Year</u>	<u>Amount</u>
2016	\$1,922,532
2017	1,926,192
2018	1,924,208
2019	1,926,580
2020	1,922,644
2021-2022	3,852,252

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

16) Interfund Balances

The City has interfund balances at June 30, 2015 and 2014 as follows:

	<u>2015</u>		<u>2014</u>	
	<u>FROM</u>	<u>TO</u>	<u>FROM</u>	<u>TO</u>
Current Fund:				
CDBG	\$ —	25,347	—	25,347
Federal and State Grant	241,054	—	25,093	—
General Capital	226,272	—	281,150	—
Dog License Trust	9,269	—	4,005	—
General Trust	519	—	519	—
Other Grant Fund	68,982	—	—	—
Federal and State Grant:				
Current	—	241,054	—	25,093
Dog License Trust:				
Current Fund	—	9,269	—	4,005
Other Federal Grant:				
UDAG	225,519	—	—	—
Current	—	68,982	—	—
General Trust	—	—	225,519	—
CDBG:				
Current	25,347	—	25,347	—
UEZ Trust:				
General Trust	5,066,152	—	5,744,208	—
General Trust:				
Current	—	519	—	519
UEZ Trust	—	5,066,152	—	5,744,208
Other Federal Grant	—	225,519	—	225,519
General Capital:				
Current Fund	—	226,272	—	281,150
Sewer Operating:				
Sewer Capital	140	—	—	27,222
Sewer Capital:				
Sewer Operating	—	140	27,222	—

The Interfunds with the grant fund result from expenditures made prior to reimbursement from the granting agency. The remaining Interfunds are to record the transfer of interest to the operating funds and to record expenditures paid from other funds.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

(17) Post Retirement Medical Benefits

PERS, PFRS and CPFP require post retirement medical benefits to be funded on a pay-as-you-go basis for employees that have 25 years of accumulated service. Benefits include medical and prescription coverage for the participant and family.

Plan Description: The City contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer defined post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under N.J.S.A. 52:14-17.25 et seq., to provide health benefits to State employees, retirees and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code. SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. Local employers must adopt a resolution to participate in the SHBP. On September 14th, 1976, the City authorized participation in the SHBP's post-retirement benefit program by resolution. Premiums or periodic charges for the benefits provided to all eligible retired employees and their dependents covered under the program, but not including survivors, if such employees retired from a State or locally – administered retirement system effective after the date the employer adopted the State Health Benefits Program on a benefit based on 25 years or more of service credited in such retirement system, excepting the employees who elected deferred retirement, but including the employees who retired on disability pensions based on fewer years of service credited in such retirement system and also to reimburse such retired employees for their premium charges under Part B of the Federal Medicare Program covering the retired employees and their spouses in accordance to the regulations of the State Health Benefits Commission.

The State Health Benefits Commission is the executive body established by statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or by visiting their website at www.state.nj.us/treasury/pensions.gasb-43-sept2088.pdf.

Funding Policy: Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis.

Contributions to pay for the health premiums of participating retirees in the SHBP are billed to the City on a monthly basis.

The City contributions to the SHBP for the years ended June 30, 2015, 2014, 2013, 2012, and 2011 were \$11,871,522, \$10,557,821, \$9,959,340, \$9,346,304, and \$7,205,133 respectively, which equaled the required contributions for each year. There were approximately 783, 770, 753, 764, and 727, retired participants eligible at June 30, 2015, 2014, 2013, 2012, and 2011 respectively.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

(18) City Bond Guaranty

The City on December 21, 2006 entered into a deficiency agreement with the Parking Authority of the City of Elizabeth on behalf of the \$3,500,000 City Guaranteed Parking Revenue Bonds, Series 2006.

The City on August 14, 2014 entered into a deficiency agreement with the Parking Authority of the City of Elizabeth on behalf of the \$2,665,000 City Guaranteed Parking Revenue Bonds, Refunding Series 2014.

The Authority and the City have entered into the Guaranty Agreement in order to, among other things, provide security to the holders of obligations of the Authority. The Series 2014 Refunding Bonds, while outstanding, are entitled to the benefits of the Guaranty Agreement. Pursuant to its terms, The Guaranty Agreement will remain in full force and effect as long as any obligations of the Authority which are entitled to benefits thereof remain outstanding.

Pursuant to the terms of the Guaranty Agreement, if, sixty (60) days prior to any date established for the payment of the principal of and interest on the Series 2014 Refunding Bonds, the amount which is on deposit in the applicable account in the Bond Service Fund established under the Resolution (the "Applicable Debt Service Account(s)"), after giving effect to any required transfers from the applicable account (if any) within the Bond Reserve Fund, is insufficient to provide for the payment of the interest and/or principal due and payable on such payment date, the Trustee shall notify the Authority, the Mayor and the City Clerk in writing by certified mail (return receipt request) of the amounts which are necessary to provide for the payment of the principal of and interest on the Series 2014 Refunding Bonds. The City shall be obligated to make payment to the Trustee of the amount referred to above no later than said payment date except to the extent the Applicable Debt Service Account(s) otherwise has sufficient funds on hand on the date or dates required for the payment of such principal and/or interest. In such event, such sum shall be applied by the Trustee for deposit into the Applicable Debt Service Account(s). Forty-five (45) days prior to said payment date the City must notify the Trustee in writing as to the source of funds to provide for such payment. Notwithstanding any other provision in the Guaranty Agreement, failure by the Trustee to give the City notice as provided therein shall not relieve the City of its obligation to make payment under the terms of the City Guaranty. There are bonds outstanding at June 30, 2015 of \$2,495,000.

Deficiency Agreements

On February 1, 2007 the City entered into a deficiency agreement with the Elizabeth Development Company whereby the City will provide funding for payment of \$7,195,000 for the Parking Revenue Refunding Bonds Series 2007A and B in the event there is not sufficient funds to pay the debt service on these bonds. The City has authorized bonding in an amount equal to the refunding bonds to fund such payments if necessary. The agreement will terminate upon mutual consent of the parties thereto; or upon final payment of the bonds. There are bonds outstanding at June 30, 2015 and 2014 of \$5,255,000 and \$5,580,000, respectively..

In connection with the construction and operation of a parking facility within the Midtown Elizabeth Redevelopment Area the City has entered into a Subsidy Agreement with PACE QALICB, Inc., a nonprofit corporation organized and existing under the laws of the State of New Jersey providing for payment by the City to or on behalf of the Corporation, if necessary, to assume the timely payment of principal and interest on the \$16,520,000 Series 2010 Bonds. The outstanding balances at June 30, 2015 and 2014 are \$15,985,000 and \$16,200,000, respectively.

CITY OF ELIZABETH

Notes to Financial Statements

June 30, 2015

In connection with the acquisition and renovation by CIS Oakwood, LLC of an affordable residential development in the City of Elizabeth, including the demolition of existing facilities and their replacement with new, affordable housing for seniors and families, the City has entered into a Deficiency Agreement with the County of Union and the UCIA. The UCIA issued not to exceed \$20,000,000 Guaranteed Mortgage Revenue Notes, Series 2010 in order to restructure the debt service under the \$16,870,000 Union County Guaranteed Revenue Bonds, Series 2009. The Series 2010 refunding was necessary to allow the project a longer term to be self-supporting and to allow for the receipt of New Jersey Department of Community Affairs funds and other grants over a longer period of time. Pursuant to the Deficiency Agreement, the City will make payment to the County for one-half, not to exceed \$10,000,000 of the principal and interest on the Series 2010 Bonds that may be paid by the County of Union under their Guaranty with UCIA.

(19) Subsequent Events

On November 25, 2015 the City entered into a deficiency agreement with the County of Union to induce the County to guarantee the principal and interest on the \$2,179,582 of Oakwood Plaza – Elizabeth Project. The deficiency agreement is for an amount not to exceed \$1,100,000 plus one half of the interest paid on the 2015 bonds.

ADDITIONAL FINANCIAL INFORMATION

CITY OF ELIZABETH

Schedule of Current Cash - Treasurer

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>58,248,485</u>
Increased by receipts:	
Due from State of New Jersey	240,275
Federal and State grants receivable	4,205,214
Taxes receivable	229,736,427
Tax title liens	943,682
Revenue accounts receivable	64,584,626
Interfunds	1,303,220
Reserve for special purposes	5,923,032
Miscellaneous payables and deposits	828,381
Emergency Notes	1,400,000
Other	28,398
Nonbudget revenue	<u>9,078,986</u>
	<u>318,272,241</u>
	<u>376,520,726</u>
Decreased by disbursements:	
Budget appropriations	197,693,846
Appropriation reserves	5,783,901
Accounts payable	13,445
County taxes payable	34,538,225
Special district taxes payable	400,000
School taxes	52,313,124
Miscellaneous payables and deposits	791,866
Payment of emergency note	2,200,000
Interfunds	1,087,047
Prior year taxes refunded	36,644
Federal and State grants advance - net	4,449,868
Reserve for special purposes	<u>9,149,785</u>
	<u>308,457,751</u>
Balance, June 30, 2015	\$ <u><u>68,062,975</u></u>

CITY OF ELIZABETH

Schedule of Due from State of New Jersey -
Senior Citizens' and Veterans' Deductions

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>240,001</u>
Increased by:	
Senior Citizens' deductions per tax billings	133,500
Veterans' deductions per tax billings	162,750
Senior Citizens' deductions allowed by Tax Collector	16,750
Veterans' deductions allowed by Tax Collector	<u>3,500</u>
	<u>316,500</u>
	<u>556,501</u>
Decreased by:	
Cash received	240,275
Reimbursement due to taxation audit	28,000
Senior Citizens' deductions disallowed by Tax Collector	<u>52,689</u>
	<u>320,964</u>
Balance, June 30, 2015	\$ <u><u>235,537</u></u>

CITY OF ELIZABETH

Schedule of Taxes Receivable and Analysis of
Property Tax Levy

Current Fund

Year ended June 30, 2015

Year	Balance, June 30, 2014	2015 tax levy	Additional charges	Collections 2015	Veterans and Senior Citizens	Transferred to tax title liens	Remitted, abated or canceled	Balance, June 30, 2015
2011	\$ 43,691	—	—	—	—	—	—	43,691
2012	158,468	—	—	—	—	—	—	158,468
2013	175,567	—	—	—	—	—	—	175,567
2014	<u>6,006,887</u>	—	33,746	5,973,180	—	—	28,403	<u>39,050</u>
	6,384,613	—	33,746	5,973,180	—	—	28,403	416,776
2015	<u>—</u>	<u>229,885,272</u>	<u>1,361,832</u>	<u>223,763,247</u>	<u>263,811</u>	<u>147,444</u>	<u>354,781</u>	<u>6,717,821</u>
	<u>\$ 6,384,613</u>	<u>229,885,272</u>	<u>1,395,578</u>	<u>229,736,427</u>	<u>263,811</u>	<u>147,444</u>	<u>383,184</u>	<u>7,134,597</u>

Analysis of Property Tax Levy

Tax levy:	
Local school district tax	\$ 52,313,124
County taxes	33,397,575
County tax - added and omitted	173,208
County Open Space Tax	967,442
Special Improvement district	450,000
Minimum Library Tax	2,151,667
Local tax for municipal purposes	140,388,352
Additional taxes levied	<u>43,904</u>
Actual taxes levied	<u>\$ 229,885,272</u>

CITY OF ELIZABETH

Schedule of Tax Title Liens Receivable

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>2,800,572</u>
Increased by:	
Transfers from property taxes receivable	147,444
Interest and costs	<u>158</u>
	<u>147,602</u>
	2,948,174
Decreased by:	
Transferred to foreclosed property	543,570
Cancellations	141,845
Assignment	288,442
Collections	<u>943,682</u>
	<u>1,917,539</u>
Balance, June 30, 2015	\$ <u><u>1,030,635</u></u>

CITY OF ELIZABETH

Schedule of Property Acquired for Taxes

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>2,788,300</u>
Increased by:	
Transfer from tax title liens	543,570
Gain on sale	445,400
Adjustment to assessed valuation	<u>(930,770)</u>
	58,200
	2,846,500
Decreased by cash collected on sale of property	<u>626,000</u>
Balance, June 30, 2015	\$ <u><u>2,220,500</u></u>

CITY OF ELIZABETH

Schedule of Revenue Accounts Receivable

Current Fund

Year ended June 30, 2015

	Balance, June 30, 2014	Accrued in 2015	Collected	Balance, June 30, 2015
Licenses:				
Alcoholic beverages	\$ —	161,180	161,180	—
Other	—	529,284	529,284	—
Fees and permits	—	663,958	663,958	—
Municipal Court - fines and costs	65,544	4,024,440	4,056,607	33,377
Interest and costs on taxes	—	2,161,113	2,161,113	—
Interest on investments and deposits	—	382,380	382,380	—
Franchise assessments - Jersey Garden Mall	—	5,383,566	5,383,566	—
Airport parking tax	—	1,430,580	1,430,580	—
Port Authority capital projects aid	—	3,000,000	3,000,000	—
Receipts from Port Authority - Leased Property 13A	—	480,000	480,000	—
Port Authority - Goethals Bridge project	—	500,000	500,000	—
Rental of City property	—	750	750	—
Dock rental fees	—	99,402	99,402	—
Sale of junk vehicles and other property	—	15,244	15,244	—
CATV fees	—	443,183	443,183	—
Solid waste disposal - host community	—	116,179	116,179	—
Emergency medical services - ambulance charges	4,763,775	3,538,475	2,195,786	6,106,464
Miscellaneous gasoline sales	—	61,712	61,712	—
P.I.L.O.T. - Pierce Manor Corp.	—	161,621	161,621	—
P.I.L.O.T. - Port Authority NY/ NJ	—	63,242	63,242	—
P.I.L.O.T. - IKEA	—	988,458	988,458	—
P.I.L.O.T. - Residential	—	365,462	365,462	—
P.I.L.O.T. - R.W.B. Associates	—	189,478	189,478	—
P.I.L.O.T. - Newark/North Avenue	—	99,846	99,846	—
P.I.L.O.T. - IKEA - Toys R Us	—	1,048,748	1,048,748	—
P.I.L.O.T. - IKEA Expansion	—	796,258	796,258	—
P.I.L.O.T. - Elizabeth Senior Citizens, National Church Residence	—	21,600	21,600	—
P.I.L.O.T. - Immaculate Conception Residence	—	39,164	39,164	—
P.I.L.O.T. - Marina Village Residence	—	44,332	44,332	—
P.I.L.O.T. - 349 First street	—	107,430	107,430	—
P.I.L.O.T. - Winfield Scott Residence	—	24,469	24,469	—
P.I.L.O.T. - Atalanta (Danic)	—	580,965	580,965	—
P.I.L.O.T. - West Port Homes	—	53,360	53,360	—
State aid without offsetting appropriations:				
Consolidated municipal property relief act	—	6,015,103	6,015,103	—
Energy Receipts Tax	—	23,175,584	23,175,584	—
Dedicated uniform construction code fees offset with appropriations:				
Uniform construction code fees	—	883,797	883,797	—
Motor Vehicle Tax	—	933,656	933,656	—
Parking Tax	—	976,439	976,439	—
Hotel and Motel Occupancy Tax	—	4,222,951	4,222,951	—
Hotel Occupancy Tax	—	2,152,127	2,152,127	—
	<u>\$ 4,829,319</u>	<u>65,935,536</u>	<u>64,625,014</u>	<u>6,139,841</u>
		Cancelled EMS \$	40,388	
		Cash	<u>64,584,626</u>	
			<u>\$ 64,625,014</u>	

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Current Fund

Year ended June 30, 2015

	General Capital Fund	Community Develop- ment Block Grant	Other Grant Fund	Dog Trust Fund	Police Outside Duty	Total
Balance, June 30, 2014, Due from (to) \$	<u>281,150</u>	<u>(25,347)</u>	<u>—</u>	<u>4,005</u>	<u>519</u>	<u>258,277</u>
Increased by:						
Excess in Dog Fund	—	—	—	9,269	—	9,269
Transfer from reserves	226,272	—	—	—	—	226,272
Cash disbursed	<u>—</u>	<u>1,018,065</u>	<u>68,982</u>	<u>—</u>	<u>—</u>	<u>1,087,047</u>
	<u>226,272</u>	<u>1,018,065</u>	<u>68,982</u>	<u>9,269</u>	<u>—</u>	<u>1,322,588</u>
	<u>507,422</u>	<u>992,718</u>	<u>68,982</u>	<u>13,274</u>	<u>519</u>	<u>1,582,915</u>
Decreased by:						
Interfunds returned	<u>281,150</u>	<u>1,018,065</u>	<u>—</u>	<u>4,005</u>	<u>—</u>	<u>1,303,220</u>
	<u>281,150</u>	<u>1,018,065</u>	<u>—</u>	<u>4,005</u>	<u>—</u>	<u>1,303,220</u>
Balance, June 30, 2015, Due from (to) \$	<u><u>226,272</u></u>	<u><u>(25,347)</u></u>	<u><u>68,982</u></u>	<u><u>9,269</u></u>	<u><u>519</u></u>	<u><u>279,695</u></u>

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2015

Appropriations	Balance	Budget after modification	Paid or charged	Lapsed
Operations within "CAPS":				
General Government:				
Administrative and Executive:				
City Council:				
Salaries and wages	\$ 1,320	1,320	—	1,320
Other expenses	31,407	32,395	2,082	30,313
Alcoholic Beverage Control:				
Salaries and wages	2,262	2,262	—	2,262
Other expenses	4,077	5,060	983	4,077
City Clerk:				
Salaries and wages	1,677	1,677	—	1,677
Other expenses	3,342	3,582	75	3,507
Elections:				
Salaries and wages	7,830	7,830	—	7,830
Other expenses	7,504	7,504	1,281	6,223
Printing and Publications:				
Other expenses	122,252	124,843	58,586	66,257
Mayor's Office:				
Salaries and wages	74	74	—	74
Other expenses	3,269	4,995	2,170	2,825
Department of Law:				
Salaries and wages	23,479	23,479	—	23,479
Other expenses	209,970	290,248	16,246	274,002
Administration:				
Business Administrator's Office:				
Salaries and wages	33,090	33,090	—	33,090
Other expenses	76,097	184,011	119,875	64,136
Division of Budget and Personnel:				
Salaries and wages	407	407	—	407
Other expenses	421	1,899	1,899	—
Division of Purchasing:				
Salaries and wages	99	99	—	99
Other expenses	31,840	48,522	22,755	25,767
Division of Data Processing:				
Salaries and wages	789	789	—	789
Other expenses	161,768	337,325	186,688	150,637
Division of Employee Benefits:				
Salaries and wages	505	505	—	505
Other expenses	1,085	1,117	33	1,084
Division of EMS Billing and Collection:				
Salaries and wages	3,009	3,009	—	3,009
Bureau of Rent Control				
Salaries and wages	500	500	—	500
Other expenses	3,033	3,033	—	3,033
Bureau of Central Licensing				
Salaries and wages	4,678	4,678	—	4,678
Other expenses	7,625	11,171	3,556	7,615

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2015

Appropriations	Balance	Budget after modification	Paid or charged	Lapsed
Agency of Weights and Measures				
Salaries and wages	\$ 606	606	—	606
Other expenses	938	6,601	5,908	693
Department of Finance:				
Division of Accounts and Controls:				
Salaries and wages	4,726	4,726	—	4,726
Other expenses	20,149	23,046	3,116	19,930
Division of Assessments:				
Salaries and wages	390	390	—	390
Other expenses	9,252	65,885	24,255	41,630
Annual City Audit:				
Other expenses	—	14,750	14,750	—
Single Audit Act:				
Other expenses	—	14,750	14,750	—
Audit - Other Funds:				
Other expenses	—	59,000	59,000	—
Division of Revenue:				
Salaries and wages	81,565	81,565	—	81,565
Other expenses	38,547	44,089	39,827	4,262
Department of Planning and Community Development:				
Director's Office:				
Salaries and wages	24,970	24,970	—	24,970
Other expenses	2,198	2,248	200	2,048
Bureau of Community Development:				
Salaries and wages	2,313	2,313	—	2,313
Other expenses	456	1,116	738	378
Bureau of Elizabeth Home Improvement				
Salaries and wages	43,507	43,507	—	43,507
Other expenses	781	781	—	781
Bureau of Cultural and Heritage Affairs				
Salaries and wages	497	497	—	497
Other expenses	19,057	19,525	628	18,897
Bureau of Planning and Zoning				
Salaries and wages	105	105	—	105
Other expenses	76,649	96,674	70,768	25,906
Bureau of Economic Development				
Salaries and wages	235	235	—	235
Other expenses	684	684	66	618
Bureau of Public Information and Citizens Participation Services:				
Salaries and wages	4,727	4,727	—	4,727
Other expenses	40,346	53,346	6,223	47,123
Bureau of Construction and Zoning				
Salaries and wages	125,730	125,730	—	125,730
Other expenses	8,326	61,436	53,684	7,752
Human Rights Commission:				
Salaries and wages	81,848	81,848	—	81,848
Other expenses	3,291	3,291	—	3,291
Department of Public Works:				
Director's Office:				
Salaries and wages	81,011	81,011	—	81,011
Other expenses	1,066	1,066	—	1,066
Bureau of Public Buildings:				
Salaries and wages	161,656	161,656	—	161,656
Other expenses	38,361	394,063	371,998	22,065
Bureau of Streets, Parks and Trees:				
Salaries and wages	358,243	358,243	—	358,243
Other expenses	39,572	272,503	272,201	302

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2015

Appropriations	Balance	Budget after modification	Paid or charged	Lapsed
Bureau of Equipment and Yard Maintenance:				
Salaries and wages	\$ 39,865	39,865	—	39,865
Other expenses	61,603	173,633	165,758	7,875
Marina:				
Salaries and wages	14,065	14,065	—	14,065
Other expenses	133,223	155,396	30,653	124,743
Recycling Program:				
Salaries and wages	3,655	3,655	—	3,655
Other expenses	4,093	4,093	70	4,023
Garbage and Trash Removal:				
Other expenses	5,602	250,712	246,937	3,775
Street Lighting:				
Other expenses	81,751	238,333	238,333	—
Department of Health and Human Services:				
Director's Office:				
Salaries and wages	535	535	—	535
Other expenses	97,581	113,382	36,624	76,758
Division of Health:				
Salaries and wages	287,662	287,662	—	287,662
Other expenses	60,870	278,367	119,483	158,884
Division of Human Services				
Salaries and wages	683	683	—	683
Other expenses	4,414	5,018	603	4,415
Office of Social Services				
Salaries and wages	59,108	59,108	—	59,108
Other expenses	11,328	21,318	14,314	7,004
Office on Aging:				
Salaries and wages	4,691	4,691	—	4,691
Other expenses	1,848	8,846	6,725	2,121
Office of Vital Statistics				
Salaries and wages	7,521	7,521	—	7,521
Other expenses	1,526	3,487	1,961	1,526
Office of Relocation				
Salaries and wages	24,497	24,497	—	24,497
Other expenses	500	500	—	500
Office of Youth Services				
Salaries and wages	103,718	103,718	—	103,718
Other expenses	105,212	143,565	112,962	30,603
Bureau of Housing				
Salaries and wages	20,598	20,598	—	20,598
Other expenses	3,344	3,601	257	3,344
Public Health Nurses Division:				
Salaries and wages	114,347	114,347	—	114,347
Public Safety:				
Fire Department:				
Salaries and wages	699,851	699,850	—	699,850
Other expenses	171,783	297,614	158,747	138,867
Uniform Fire Safety Act:				
Salaries and wages	37,656	37,656	—	37,656
Other expenses	8,787	24,268	15,481	8,787
Police Department:				
Salaries and wages	1,799,517	1,799,517	—	1,799,517
Other expenses	436,627	813,693	356,988	456,705
Emergency Medical Services:				
Salaries and wages	257,084	257,084	—	257,084
Other expenses	37,293	61,397	27,884	33,513

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2015

Appropriations	Balance	Budget after modification	Paid or charged	Lapsed
Recreation Department:				
Salaries and wages	\$ 401,538	401,538	—	401,538
Other expenses	77,938	154,977	81,840	73,137
Municipal Court:				
Salaries and wages	257,618	257,618	—	257,618
Other expenses	44,695	64,830	47,695	17,135
Public Defender:				
Other expenses	78,933	93,033	17,700	75,333
Unclassified Purposes:				
Insurance:				
Other expenses	8,294	45,474	37,179	8,295
Group Insurance:				
Other expenses	1,277	1,277	—	1,277
Health Benefit Waiver:				
Other expenses	4,270	4,270	—	4,270
Cobra Administration:				
Other expenses	1,450	2,448	150	2,298
Hospital, Medical, Dental, etc. Insurance - Other expenses	1,345,669	1,549,669	829,069	720,600
Right to Know Law:				
Other expenses	15,000	15,000	—	15,000
Annual Dues:				
N.J. State League of Municipalities:				
Other expenses	10,000	10,000	—	10,000
U.S. Conference of Mayors:				
Other expenses	2,758	2,758	—	2,758
Utilities:				
Electricity	420,443	485,473	262,397	223,076
Natural Gas	188,189	200,309	16,408	183,901
Gasoline	243,884	349,229	211,302	137,927
Fuel Oil	59,439	59,439	—	59,439
Telephone	423,266	495,972	134,369	361,603
Postage	57,694	57,694	25,000	32,694
Parking Lot Agreement	2,500	2,500	—	2,500
Total operations within "CAPS"	<u>10,362,504</u>	<u>13,568,190</u>	<u>4,551,230</u>	<u>9,016,960</u>
Contingent	<u>49,256</u>	<u>49,256</u>	<u>10,882</u>	<u>38,374</u>
Total operations including contingent, within "CAPS"	<u>10,411,760</u>	<u>13,617,446</u>	<u>4,562,112</u>	<u>9,055,334</u>
Detail:				
Salaries and wages	5,186,057	5,037,545	257	4,991,468
Other expenses including contingent	5,225,703	8,579,901	4,561,855	4,063,866
Deferred Charges and Statutory Expenditures:				
Statutory Expenditures:				
Contributions to:				
Social Security System	151,799	104,299	—	104,299
Consolidated Police and Fire Retirement Fund	5,607	5,607	—	5,607
Police and Firemen's Retirement System of N. J.	26,175	26,175	—	26,175
Public Employees Retirement System - Other expenses	248,322	48,322	—	48,322
Assessment for CIF/RTK	8,000	8,000	2,650	5,350
DCRP	50,000	50,000	—	50,000
N.J. Unemployment Fund	175,000	175,000	—	175,000
Total deferred charges and statutory expenditures - Municipal within "CAPS"	<u>664,903</u>	<u>417,403</u>	<u>2,650</u>	<u>414,753</u>
Total general appropriations for Municipal purpose within "CAPS"	<u>11,076,663</u>	<u>14,034,849</u>	<u>4,564,762</u>	<u>9,470,087</u>

(Continued)

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Current Fund

Year ended June 30, 2015

<u>Appropriations</u>	<u>Balance</u>	<u>Budget after modification</u>	<u>Paid or charged</u>	<u>Lapsed</u>
Operations excluded from "CAPS":				
Other operations excluded from "CAPS":				
Matching Fund - City share	\$ 634,105	634,105	—	634,105
Hospital, Medical, Dental, etc. Insurance - Other expenses	1,230,000	1,230,000	1,000,000	230,000
Maintenance of Free Public Library	—	327,288	327,288	—
Total other operations excluded from "CAPS"	<u>1,864,105</u>	<u>2,191,393</u>	<u>1,327,288</u>	<u>864,105</u>
Total operations - excluded from "CAPS"	<u>1,864,105</u>	<u>2,191,393</u>	<u>1,327,288</u>	<u>864,105</u>
Detail (total operations - excluded from "CAPS"):				
Other expenses	1,864,105	2,191,393	1,327,288	864,105
Total General Appropriation For Municipal Purposes Excluded from "CAPS"	<u>\$ 1,864,105</u>	<u>2,191,393</u>	<u>1,327,288</u>	<u>864,105</u>
Subtotal general appropriations	<u>12,940,768</u>	<u>16,226,242</u>	<u>5,892,050</u>	<u>10,334,192</u>
Total general appropriations	<u>\$ 12,940,768</u>	<u>16,226,242</u>	<u>5,892,050</u>	<u>10,334,192</u>
Encumbrances		3,285,474		
Appropriation Reserves		<u>12,940,768</u>		
		<u>\$ 16,226,242</u>		
Encumbered			\$ 108,149	
Cash disbursed			<u>5,783,901</u>	
			<u>\$ 5,892,050</u>	

CITY OF ELIZABETH

Schedule of Accounts Payable

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ 690,116
Increased by transfers from appropriation reserves	<u>108,149</u>
	798,265
Decreased by:	
Disbursed	<u>13,445</u>
Balance, June 30, 2015	<u><u>\$ 784,820</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Special Purposes

Current Fund

Year ended June 30, 2015

	Balance, June 30, 2014	Receipts	Decreased	Balance, June 30, 2015
Purchases of ABC licenses	\$ 638,254	31,000	—	669,254
Tax overpayments	1,317,208	4,892,030	4,840,012	1,369,226
Reserve for franchise assesment litigation	—	1,000,000	—	1,000,000
Sales tax	—	2	1	1
Accumulated absences	227,732	—	227,732	—
Reserve for arbitrage	31,305	—	—	31,305
Reserve for tax appeals	2,927,843	7,000,000	4,082,040	5,845,803
	<u>\$ 5,142,342</u>	<u>12,923,032</u>	<u>9,149,785</u>	<u>8,915,589</u>
Cash received	\$ 5,923,032	—	—	
Cash disbursed	—	—	9,149,785	
Transferred	—	4,000,000	—	
Budget operations	—	3,000,000	—	
		<u>\$ 12,923,032</u>	<u>9,149,785</u>	

CITY OF ELIZABETH

Schedule of County Taxes Payable

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u> —</u>
Increased by levy:	
General County	33,397,575
Open Space Preservation	967,442
Added and omitted taxes	<u>173,208</u>
	<u>34,538,225</u>
	34,538,225
Decreased by payments	<u>34,538,225</u>
Balance, June 30, 2015	\$ <u><u> —</u></u>

CITY OF ELIZABETH

Schedule of Special District Taxes Payable

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	—
Increased by tax levy		<u>450,000</u>
		450,000
Decreased by payments		<u>400,000</u>
Balance, June 30, 2015	\$	<u><u>50,000</u></u>

CITY OF ELIZABETH

Schedule of Local District School Taxes

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	—
Increased by school tax levy		<u>52,313,124</u>
		52,313,124
Decreased by payments		<u>52,313,124</u>
Balance, June 30, 2015	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Encumbrances Payable

Current Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	3,285,474
Increased by:		
Transfer from appropriations		<u>3,924,516</u>
		7,209,990
Decreased by:		
Transfer to appropriation reserves		<u>3,285,474</u>
Balance, June 30, 2015	\$	<u><u>3,924,516</u></u>

CITY OF ELIZABETH

Schedule of Miscellaneous Payables and Deposits

Current Fund

Year ended June 30, 2015

	Balance, June 30, 2014	Increases	Decreases	Balance, June 30, 2015
Deposits:				
Foreclosed property	\$ 74,910	71,200	66,700	79,410
Franchise assessments due to county	623,998	709,200	690,393	642,805
Special sales	10,225	30,000	20,000	20,225
Unreconciled property taxes	8,551	17,981	14,773	11,759
	<u>\$ 717,684</u>	<u>828,381</u>	<u>791,866</u>	<u>754,199</u>

CITY OF ELIZABETH

Schedule of Emergency Notes

Current Fund

Year ended June 30, 2015

<u>Ordinance number</u>	<u>Improvement description</u>	<u>Date of original issue</u>	<u>Issue Date</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, June 30, 2015</u>
4190	Accumulated absences	4/12/2013	4/9/2015	4/8/2015	1.25%	\$ 1,200,000	600,000	1,200,000	600,000
4462	Accumulated absences	6/26/2014	4/9/2015	4/8/2015	1.25%	1,000,000	800,000	1,000,000	800,000
						<u>\$ 2,200,000</u>	<u>1,400,000</u>	<u>2,200,000</u>	<u>1,400,000</u>
						Renewed	\$ 1,400,000	1,400,000	
						Funded	—	800,000	
							<u>\$ 1,400,000</u>	<u>2,200,000</u>	

CITY OF ELIZABETH

Schedule of Due to Current Fund

Federal and State Grant Fund

Year ended June 30, 2015

Balance, (Due to) June 30, 2014	\$ <u>(25,093)</u>
Increased by:	
Budget appropriations for grants	2,707,122
Federal and State grants received	4,201,442
Receivables canceled	36,715
Unappropriated grants received	3,772
Adjustment to prior year appropriations	<u>8,693</u>
	<u>6,957,744</u>
	<u>6,932,651</u>
Decreased by:	
Realized grant revenue	2,687,122
Reserves canceled	36,715
Federal and State grants expended	<u>4,449,868</u>
	<u>7,173,705</u>
Balance, (Due to) June 30, 2015	\$ <u><u>(241,054)</u></u>

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2015

Grant	Balance,	Transfers from		Expended	Adjustments	Cancelled	Balance,
	June 30,	Budget	40A:4-87				June 30,
	2014	Appropriations					2015
Kids Recreation Fund Local	\$ 39,880	—	—	—	—	—	39,880
Kids Recreation Trust Fund	81	—	—	—	—	—	81
Kids Recreation Trust Fund Local	70,000	—	—	—	—	—	70,000
HOPWA 2015	—	—	1,167,590	674,056	—	23,352	470,182
HOPWA 2015 S&W and Fringe	—	—	—	(89,788)	—	—	89,788
HOPWA 2014	638,249	—	—	633,666	—	4,583	—
Statewide Livable Communities	3,050	—	—	—	—	—	3,050
Future City/Keighry Head Fl.	60,709	—	—	—	—	—	60,709
Future City Local Share	7,923	—	—	—	—	—	7,923
Elizabeth Ave Streetscape Njdot	61,964	—	—	—	—	—	61,964
Elizabeth Ave Streetscape Njdot - Increase	37,814	—	—	—	—	—	37,814
Elizabeth Ave. jacques and South St.	—	—	351,282	—	—	—	351,282
Acq 1 West End Place Green Acres	74,500	—	—	—	—	—	74,500
Assistance To Firefighters	52	—	—	—	—	—	52
Assistance To Firefighters Local	1,681	—	—	—	—	—	1,681
2010 State Health Service 10-960-Bt-L-1	139,196	—	—	—	—	—	139,196
Highway Safety Grant 2014	11,645	—	—	—	—	—	11,645
Highway Safety Grant	—	—	70,655	9,538	—	—	61,117
Brownfields Community Wide Petroleum Assessment	156,952	—	—	63,120	—	—	93,832
Brownfields Community Wide Hazardous Substance Assessment	158,102	—	—	64,270	—	—	93,832
FFY-10 UASI	19,970	—	—	—	—	—	19,970
Port Security Grnat Foam Responder Accountabaility	4	—	—	—	—	4	—
2007 Recycling Tonnage Grant	24,774	—	—	24,774	—	—	—
Port Security Grant Foam Concentrate	15,107	—	—	7,307	—	—	7,800
Port Security Grant Foam Delivery Unit	69,990	—	—	37,002	—	—	32,988
Port Security Grant Foam Response Vehicle	179,000	—	—	178,917	—	83	—
Energy Efficiency & Conservation B/G	1,054,017	—	—	937,239	—	—	116,778
US Department of Energy Inst Solar Panel	1,000,000	—	—	469,225	—	—	530,775
Summer Food Program	—	354,399	—	354,399	—	—	—
Field Of Dreams	7,894	—	—	—	—	—	7,894
Communicable Disease Hepatitis B Funds	1,050	—	—	—	—	—	1,050
Communicable Disease Hepatitis B Funds	5,000	—	—	—	—	—	5,000
Lead Paint Analyzer Grant	11,610	—	—	11,610	—	—	—
Enhanced 911 Equipment Grant	59,000	—	—	59,000	—	—	—
STD	—	—	39,337	39,337	—	—	—
STD	—	22,667	—	—	—	—	22,667

Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2015

Grant	Balance,	Transfers from		Expended	Adjustments	Cancelled	Balance,
	June 30,	Budget	40A:4-87				June 30,
	2014	Appropriations					2015
Enhanced 911 General Assistance	\$ 43,125	—	—	43,125	—	—	—
Kids Recreation Funds Brophy Field	148,650	—	—	—	—	—	148,650
Kids Recreation Trust Grant	350,000	—	—	—	—	—	350,000
Kids Recreation Trust Fund	200,000	—	—	—	—	—	200,000
Kids Recreation Trust Fund - Local Share	183,510	—	—	—	—	—	183,510
2010 Safe Streets & Neighborhoods Dot	300,000	—	—	—	—	—	300,000
Emaa Ffyy - 2010	10,000	—	—	—	—	—	10,000
Emaa Ffyy - Fema Local Share	10,000	—	—	—	—	—	10,000
Recycling Tonnage Grant 2008	56,310	—	—	56,310	—	—	0
Safe Streets To Transit Program Dot	65,841	—	—	—	—	—	65,841
Urban Areas Security Initiative	25,000	—	—	—	—	—	25,000
Municipal Court Alcohol Education Rehab & Enforcement	7,705	—	—	—	—	—	7,705
Port Security Response Vehicle (ARRA)	1,040	—	—	—	—	—	1,040
Port Security Shipboard Training Equip. (ARRA)	135,211	—	—	8,448	—	—	126,763
2013 Body Armor	37,033	—	—	37,033	—	—	—
2014 Body Armor	—	—	25,468	25,468	—	—	—
Municipal Alliance	33,089	—	—	24,863	—	—	8,226
2011 Transit Village Program	130,758	—	7,500	—	—	—	138,258
2009 Recycling Tonnage Grant	69,936	—	—	69,936	—	—	—
2012 Recycling Tonnage Grant	—	—	64,799	—	—	—	64,799
Dep Hdsrf Three Elizabeth Bda Sites	242,309	—	—	—	—	—	242,309
Njdot Highway Safety Fund	2,665	—	—	—	—	—	2,665
Pandemic Influenza Funding Phase Iii	7,247	—	—	—	—	—	7,247
FY2014 Clean Communitites	—	145,979	—	97,693	—	—	48,286
FY2015 Clean Communitites	—	—	177,560	—	—	—	177,560
Municipal Alliance FY2014	73,408	—	—	9,132	—	—	64,276
Kids Recreation Trust Funds 2011	125,000	—	—	—	—	—	125,000
Kids Recreation Fund Local Share	125,000	—	—	—	—	—	125,000
2010 Recycling Tonnage Grant	72,788	—	—	—	—	—	72,788
Kirds Recreation Fund Local Share 2014	18,963	—	—	—	—	—	18,963
Recycling Tonnage Grant Fy	97,487	—	—	—	—	—	97,487
Municipal Court Alcohol Ed Rehab Enforcement	2,242	—	—	1,500	—	—	742
2010 Recycling Enhancement Grant	10,891	—	—	10,891	—	—	—
Municipal Alliance	16,207	—	—	16,206	—	—	1
First Responder Preparation Grant	6,825	—	—	—	—	—	6,825
Municipal Alliance - Local Share	19,464	—	—	19,464	—	—	—

(Continued)

CITY OF ELIZABETH

Schedule of Appropriated Grant Reserves

Federal and State Grant Fund

Year ended June 30, 2015

Grant	Balance, June 30, 2014	Transfers from Budget Appropriations	40A:4-87	Expended	Adjustments	Cancelled	Balance, June 30, 2015
Municipal Alliance - Local Share	\$ 9,732	—	—	9,732	—	—	—
Workforce Investment Act Employ (UC) - Local Share	5,933	—	—	5,933	—	—	—
Kids Recreation Trust Fund 2012	150,000	—	—	88,000	—	—	62,000
KIDS Recreation Trust Fund 2012 - Local Share	150,000	—	—	—	—	—	150,000
Union County Night Watch Program	5,961	—	—	5,961	—	—	—
Edward Byrne Justice Assistance Grant Jag	131,946	—	—	—	—	—	131,946
Edward Byrne Justice Assistance Grant Jag	101,387	—	—	85,906	—	—	15,481
Workforce Investment Act Employment (Union County)	53,242	—	—	53,242	—	—	—
Workforce Investment Act Employment (Union County) - Local	13,310	—	—	13,310	—	—	—
Workforce Investment Act Employment (Union County)	—	—	—	—	8,693	8,693	—
Kids Recreation Trust Fund 2013	88,000	—	—	84,524	—	—	3,476
Kids Recreation Trust Fund 2013	—	—	85,000	—	—	—	85,000
Elizabeth Public Library	20,000	—	—	—	—	—	20,000
Preserve Union County Grants 2013	300,000	—	—	16,274	—	—	283,726
Preserve Union County Grants 2013 - Local Share	300,000	—	—	—	—	—	300,000
Elizabeth Public Library	20,000	—	—	3,877	—	—	16,123
Non Public School Nursing Services FY15	—	—	153,468	153,468	—	—	—
Greening Union County Agreement 2013	—	—	—	—	—	—	—
Greening Union County Agreement - 2014	—	—	20,000	17,950	—	—	2,050
Greening Union County Agreement - 2014 local	—	—	20,000	17,950	—	—	2,050
Municipal Court Alcohol Ed Rehab	—	1,418	—	—	—	—	1,418
R.O. Individuals With Disability	15,000	—	—	—	—	—	15,000
R.O. Individuals With Disability - Local Share	1,500	—	—	—	—	—	1,500
	<u>\$ 7,902,931</u>	<u>524,463</u>	<u>2,182,659</u>	<u>4,449,868</u>	<u>8,693</u>	<u>36,715</u>	<u>6,132,162</u>
		Grants	\$ 2,687,122				
		Local share	20,000				
			<u>\$ 2,707,122</u>				

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2015

Grant	Balance, June 30, 2014	Budget	40A:4-87	Collected	Adjustments	Cancelled	Balance, June 30, 2015
HOPWA CY-2015	\$ —	—	1,167,590	—	—	23,352	1,144,238
HOPWA CY-2014	932,841	—	—	928,258	—	4,583	—
Bike Hike and Roll Throughtway Extension	290,000	—	—	—	—	—	290,000
Relocation Assistance Saxony Motels	9,250	—	—	9,250	—	—	—
NJDOT Elizabeth Ave. Jacques and South St.	—	—	351,282	—	—	—	351,282
Highway Safety Grant	—	—	70,655	—	—	—	70,655
Drive Sober or get Pulled Over 2014	—	—	7,500	6,550	—	—	950
Future City/Keighry Head Fl.	67,000	—	—	—	—	—	67,000
Highway Safety Grant	59,151	—	—	49,481	—	—	9,670
Elizabeth Ave Streetscape Njdot	185,286	—	—	160,980	(24,306)	—	—
Elizabeth Ave Streetscape Njdot -Increase	37,814	—	—	68,367	30,553	—	—
Acq 1 West End Place Green Acres	100,500	—	—	—	—	—	100,500
Clean Communities 2015	—	—	177,560	177,560	—	—	—
Clean Communities 2014	—	145,979	—	145,979	—	—	—
Assistance To Firefighters	64,000	—	—	—	—	—	64,000
2010 State Health Service 10-960-Bt-L-1	139,196	—	—	—	—	—	139,196
Brownfields Community Wide Petro Assess.	156,952	—	—	54,713	—	—	102,239
Brownfields Community Wide Hazardous Subst Assessmt	158,102	—	—	55,863	—	—	102,239
Foam Concentr - PANYNJ - Homeland Security	27,180	—	—	18,608	—	—	8,572
Foam Delivery Unit - PANYNJ- Homeland Security	69,990	—	—	37,774	—	—	32,216
Foam Response Unit - PANYNJ - Homeland Security	179,000	—	—	178,917	—	83	—
Responder Accountability	241,228	—	—	241,224	—	4	—
Energy Efficiency & Conservation B/G	766,700	—	—	—	—	—	766,700
US Department of Energy Inst Solar Panel	1,000,000	—	—	—	—	—	1,000,000
Responder Accountability	100,000	—	—	100,000	—	—	—
Summer Foods Program	—	354,399	—	354,399	—	—	—
Field Of Dreams	13,130	—	—	—	—	—	13,130
STD Program	—	22,667	—	22,667	—	—	—
STD Program	—	—	39,337	39,337	—	—	—
Drunk Driving Enforcement Fund	1	—	—	—	—	—	1

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2015

Grant	Balance, June 30, 2014	Budget	40A:4-87	Collected	Adjustments	Cancelled	Balance, June 30, 2015
Greening Union County	\$ 7,450	—	—	—	—	—	7,450
Greening Union County 2014	—	—	20,000	—	—	—	20,000
2010 Safe Streets & Neighborhoods Dot	300,000	—	—	—	—	—	300,000
Safe Streets To Transit Program Dot	69,450	—	—	—	—	—	69,450
Urban Areas Security Initiative #2009-Ss-T9-0082	15,009	—	—	—	—	—	15,009
Body Armor FY2013	—	—	25,468	25,468	—	—	—
Port Security Response Vehicle	18,915	—	—	—	—	—	18,915
Port Security Shipboard Training Equip.	670,356	—	—	480,000	—	—	190,356
Transportation Enhancement Fy03 Broad St	144,687	—	—	—	(6,247)	—	138,440
NJDOT Elizabeth River Trail	35,996	—	—	35,996	—	—	—
Green The Streets	125,000	—	—	—	—	—	125,000
2011 Transit Village Program	300,000	—	—	211,552	—	—	88,448
Bullet Proof Vest Fy 2011 Federal	13,149	—	—	—	—	—	13,149
Greening Union County	7,950	—	—	—	—	—	7,950
Dep Hdsrf Three Elizabeth Bda Sites	33,813	—	—	—	—	—	33,813
NJDOT Highway Safety Fund	43,762	—	—	—	—	—	43,762
Municipal Alliance FY2014	73,408	—	—	4,860	—	—	68,548
Kids Recreation Trust Funds 2011	125,000	—	—	—	—	—	125,000
Recycling Enhancement Grant - 2012	—	—	64,799	64,799	—	—	—
Municipal Alliance 1/14-6/14	38,928	—	—	13,343	—	—	25,585
Fy 2010 North Broad Street Transit Village Program Dot	530,000	—	—	530,000	—	—	—
Municipal Court Alcohol Ed Rehab and Enforcement	—	1,418	—	1,418	—	—	—
Municipal Alliance CY-2013 13-ALL-101	49,103	—	—	49,103	—	—	—
Workforce Investment Act Employment	8,693	—	—	—	—	8,693	—
Kids Recreational Trust Fund - 2012	150,000	—	—	—	—	—	150,000
Greening Union County Agreement	15,900	—	—	—	—	—	15,900
Non-Public School Nursing Services FY15	—	—	153,468	153,468	—	—	—
Union County Night Watch Program	6,965	—	—	6,965	—	—	—
Edward Byrne Justice Assistant	131,946	—	—	—	—	—	131,946
Edward Byrne Justice Assistant JAG 2111 DJ-BX-0773	101,387	—	—	85,906	—	—	15,481

(Continued)

CITY OF ELIZABETH

Schedule of Grants Receivable

Federal and State Grant Fund

Year ended June 30, 2015

Grant	Balance, June 30, 2014	Budget	40A:4-87	Collected	Adjustments	Cancelled	Balance, June 30, 2015
Workforce Investment Act Employment	\$ 58,701	—	—	58,701	—	—	—
Kids Recreational Trust Fund 2013	88,000	—	—	—	—	—	88,000
Kids Recreational Trust Fund 2014	—	—	85,000	—	—	—	85,000
Greening Union County Agreement	17,200	—	—	—	—	—	17,200
Preserve Union County Grant	300,000	—	—	—	—	—	300,000
Elizabeth Public Library Project	20,000	—	—	—	—	—	20,000
	<u>\$ 8,098,088</u>	<u>524,463</u>	<u>2,162,659</u>	<u>4,371,506</u>	<u>—</u>	<u>36,715</u>	<u>6,376,989</u>

CITY OF ELIZABETH

Schedule of Unappropriated Reserves

Federal and State Grant Fund

Year ended June 30, 2015

	Balance, June 30, 2014	Increases	Due to Current Decreases	Balance, June 30, 2015
Deposits:				
Alcohol Ed and Rehabilitation DWI	\$ 1,418	3,772	1,418	3,772
Sexually Transmitted Diseases	22,667	—	22,667	—
Clean Communities	145,979	—	145,979	—
	<u>\$ 170,064</u>	<u>3,772</u>	<u>170,064</u>	<u>3,772</u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

Trust Funds

Year ended June 30, 2015

	<u>Dog License Fund</u>	<u>Other Federal Grant Funds</u>	<u>Urban Development Action Grant Fund</u>	<u>Community Development Block Grant Fund</u>	<u>General Trust Funds</u>
Balance, June 30, 2014	\$ 31,108	(672)	1,112,577	68,122	28,930,106
Increased by receipts:					
Dog license fees due to State	3,019	—	—	—	—
Municipal fees	11,237	—	—	—	—
Drawdown on Federal and State grants	—	455,794	—	2,265,549	—
Reserve for Loans Receivable	—	—	92	—	—
Program income	—	—	—	173,584	—
Reimbursements	—	—	—	11,541	—
Due to Other Federal Grant Funds	—	—	—	—	—
Off Duty Police	—	—	—	—	3,747,539
Due to UEZ Trust Fund	—	—	—	—	30,595
Reserve for 2nd Generation	—	—	—	—	6,380,635
Reserve for Special Purposes	—	—	—	—	48,586,118
Total receipts	<u>14,256</u>	<u>455,794</u>	<u>92</u>	<u>2,450,674</u>	<u>58,744,887</u>
Subtotal	<u>45,364</u>	<u>455,122</u>	<u>1,112,669</u>	<u>2,518,796</u>	<u>87,674,993</u>
Decreased by disbursements:					
Dog license expenditures	3,172	—	—	—	—
Due to State of New Jersey	2,578	—	—	—	—
Grant expenditures	—	455,794	—	—	—
UDAG expenditures	—	—	589,127	—	—
Community Development Block Grant expenditures	—	—	—	2,297,211	—
Emergency Shelter Grant expenditures	—	—	—	177,014	—
Due to Other Federal Grant Funds	—	—	—	—	—
Program Income	—	—	—	—	—
Due to Current Fund	4,005	—	—	—	—
Off Duty Police	—	—	—	—	3,639,396
Due to UEZ Trust Fund	—	—	—	—	708,651
Reserve for Unappropriated 2nd Generation	—	—	—	—	8,295,155
Reserve for 2nd Generation	—	—	—	—	1,328,927
Reserve for Special Purposes	—	—	—	—	47,309,194
Total disbursements	<u>9,755</u>	<u>455,794</u>	<u>589,127</u>	<u>2,474,225</u>	<u>61,281,323</u>
Balance, June 30, 2015	<u>\$ 35,609</u>	<u>(672)</u>	<u>523,542</u>	<u>44,571</u>	<u>26,393,670</u>

CITY OF ELIZABETH

Schedule of Due from Trustee

General Trust Fund

Year ended June 30, 2015

Balance, June 30, 2014 and 2015

\$ 13,976

CITY OF ELIZABETH

Schedule of Reserve for UDAG Loans Receivable

Urban Development Action Grant Fund

Year ended June 30, 2015

	Balance, June 30, 2014	Increases	Decreases	Balance, June 30, 2015
	<u>2014</u>	<u>Increases</u>	<u>Decreases</u>	<u>2015</u>
Repayment Loan Reserve Interest	\$ 178	92	178	92
UDAG	<u>1,112,399</u>	<u>—</u>	<u>588,949</u>	<u>523,450</u>
	<u>\$ 1,112,577</u>	<u>92</u>	<u>589,127</u>	<u>523,542</u>

CITY OF ELIZABETH

Schedule of Reserves for Special Purposes

General Trust Funds

Year ended June 30, 2015

Reserve	Balance, June 30, 2014	Increased	Decreased	Balance, June 30, 2015
Tax sale redemptions	\$ 5,298,493	8,872,180	8,500,648	5,670,025
Police and Firemen's Retirement System	744,876	21,810,295	21,778,281	776,890
Public Employees' Retirement System	316,421	7,133,015	7,129,641	319,795
Workmen's Compensation Insurance	558,867	1,642,171	1,238,747	962,291
General Liability Insurance	420,526	4,554,505	3,807,447	1,167,584
Developers escrow	802,517	456,556	648,439	610,634
Confiscated funds	553,959	24,345	142	578,162
Unemployment Fund	869,364	214,755	372,817	711,302
Snow Removal	1,000,000	—	—	1,000,000
E-Port Community Center	72,000	—	—	72,000
Elevator subcode	26,222	90,050	95,359	20,913
Elevator inspection 15% city share	44,467	11,878	—	56,345
On-site inspection	8	—	—	8
Police narcotics	272,299	121,600	81,863	312,036
Federal forfeit	340,973	569,826	406,980	503,819
Parking Offense Adjudication Act	105,137	40,058	35,809	109,386
Public Defender	—	69,637	69,637	—
EDC for Borne Chemical	80,000	—	80,000	—
Shade trees - NJ Tree Foundation	25	—	—	25
Midtown redevelopment loans	79,107	2	79,109	—
Waterfront - Kull Industries	2,335	1,500	2,761	1,074
Escrow Exxon 312-320 Atlantic	10,000	—	—	10,000
Midtown redevelopment loan repayment	3	—	3	—
Elizabeth River Walkway	131,284	131	—	131,415
Deposit Boundary Monuments	148,650	4,800	—	153,450
Deposit Advance Fuel Marina	569,615	56,699	1,393	624,921
State Training Fees	34,136	75,478	71,449	38,165
Elevators DCA	21,857	3,950	—	25,807
State gasoline tax	4,289	7,492	2,355	9,426
Due to State Marriage Licenses	22,361	33,000	32,675	22,686
Due to State Domestic Partnership	75	—	—	75
Fire Penalties	10,750	—	—	10,750
Kapkowski Road Sanitary Sewer	1,027,735	—	—	1,027,735
Escrow Veterans Memorial Park	67,000	—	—	67,000
Donation PA Mun alliance	1,114	—	1,114	—
Donation Conoco Philips	3,870	—	—	3,870

(continued)

CITY OF ELIZABETH

Schedule of Reserves for Special Purposes

General Trust Funds

Year ended June 30, 2015

<u>Reserve</u>	<u>Balance, June 30, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, June 30, 2015</u>
Donation Empowering Women 21st Cent	\$ 745	—	745	—
Donation National Night Out	6	—	—	6
Donation Housing Fair - Wells Fargo	900	—	—	900
Donation IKEA	154	—	—	154
Donation Lions Club	805	—	—	805
Donation Port Authority Ambulance bureau	10	—	—	10
Donation Night of Fine Arts	100	—	—	100
Donation Intersystems	120	—	—	120
Donation June teenth cha dept.	191	—	—	191
Donation Dorothy Black for City Pond	25,295	—	—	25,295
Donation NJ Tree Foundation	250	—	—	250
Donation African American History(Schering)	100	—	—	100
Donation Bollwage	385	—	—	385
Donation National Women's History PNC	—	2,500	2,300	200
Donation Women's History NJCB	—	500	500	—
GECHOC Tourism Tax	—	588,410	588,410	—
Tourism Tax City Share	—	1,475	1,475	—
Tourism Tax Interest	—	190	190	—
Don. Hatch Mott Macdonald Women History	50	—	—	50
Donation African American History Hace	113	300	396	17
Don. National Women's History Month	250	—	—	250
Donation Men's Empowerment	515	—	406	109
Donation Bookbags	342	5,450	5,069	723
Donation Thanksgiving Day Tradition	100	2,400	2,071	429
Donation National Women History Housing	112	1,000	1,099	13
Civilian Medical Insurance	—	676,517	676,517	—
Police Medical Insurance	—	521,184	521,184	—
Fire Medical Insurance	—	375,323	375,323	—
Med Ins Arrears Civilian	—	138,501	136,551	1,950
Med Ins Arrears Uniform	—	399	399	—
Health Benefits Prescription Civ 1.5%	243	6,891	—	7,134
Prescription Plan	—	10,717	10,717	—
R.C.A. Fairfield	117,775	99	79,200	38,674
R.C.A. Fairfield - administration	44,828	52,800	595	97,033
R.C.A. Summit	169,928	255	57,600	112,583
R.C.A. Summit - administration	142,387	28,800	3,347	167,840
Flexible Savings Account	10,453	38,658	39,708	9,403
Reserve for Deficiency Agreements	1,000,000	—	—	1,000,000

(continued)

CITY OF ELIZABETH

Schedule of Reserves for Special Purposes

General Trust Funds

Year ended June 30, 2015

<u>Reserve</u>	<u>Balance, June 30, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, June 30, 2015</u>
Trust Fund Metromall	\$ 800,000	—	—	800,000
PILOT Danic	—	27,201	27,201	—
PILOT Danic Two	—	27,201	27,201	—
PILOT Millennium	—	1,095	1,095	—
PILOT 620 First	—	875	875	—
PILOT Elizabethport	—	611	611	—
PILOT Pine St	—	1,877	1,877	—
PILOT Madison Ave	—	1,250	1,250	—
PILOT 205 First St	—	635	635	—
PILOT Bond St	—	215	215	—
PILOT Elberon	—	49,125	49,125	—
PILOT Vestal-Condigel	—	23,034	23,034	—
PILOT Oaks at Westminster	—	2,130	2,130	—
PILOT First St UR	20,025	11,958	31,983	—
PILOT Burnett Investor	11,013	9,221	20,234	—
Miscellaneous Trust	51,356	—	—	51,356
Reserve for Union County IKEA	42,815	183,398	181,257	44,956
	<u>\$ 16,081,701</u>	<u>48,586,118</u>	<u>47,309,194</u>	<u>17,358,625</u>

CITY OF ELIZABETH

Schedule of Due from Current Fund

Community Development Block Grant Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>25,347</u>
Balance, June 30, 2015	\$ <u><u>25,347</u></u>

CITY OF ELIZABETH

Schedule of Due to State of New Jersey

Dog License Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	(36)
Increased by fees collected		
Fees collected		<u>3,019</u>
		2,983
Decreased by cash disbursements:		
Cash disbursements		<u>2,578</u>
Balance, June 30, 2015	\$	<u><u>405</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Dog License Fund

Dog License Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	27,139
Increased by:		
Municipal fees		<u>11,237</u>
		<u>38,376</u>
Decreased by:		
Excess balance due to current		9,269
Cash disbursements		<u>3,172</u>
		<u>12,441</u>
Balance, June 30, 2015	\$	<u><u>25,935</u></u>
Fees collected for fiscal year ended:		
June 30, 2014	\$	12,121
June 30, 2013		<u>13,816</u>
	\$	<u><u>25,937</u></u>

CITY OF ELIZABETH

Schedule of Grants Receivable

Other Federal Grant Funds

Year ended June 30, 2015

Balance, June 30, 2014	\$	641,231
Increased by:		
Increased by Home Improvement Grant - HUD		<u>689,824</u>
		1,331,055
Decreased by:		
Cash received - Home Improvement Grant - HUD		<u>455,794</u>
Balance, June 30, 2015	\$	<u><u>875,261</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Grants

Other Federal Grant Funds

Year ended June 30, 2015

Balance, June 30, 2014	\$ 866,751
Increased by:	
Home Improvement Grant - HUD	<u>689,824</u>
	1,556,575
Decreased by:	
Cash disbursed:	
Home Improvement Grant - HUD	455,794
Paid by Current Fund	<u>68,982</u>
	<u>524,776</u>
Balance, June 30, 2015	<u><u>\$ 1,031,799</u></u>

CITY OF ELIZABETH

Schedule of Federal Grants Receivable

Community Development Block Grant Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	<u>1,074,564</u>
Increased by:		
Community Development Block Grant		2,274,538
Emergency Shelter Grant		<u>168,692</u>
		<u>2,443,230</u>
		3,517,794
Decreased by:		
Community Development Block Grant		2,099,410
Emergency Shelter Grant		<u>166,139</u>
		<u>2,265,549</u>
Balance, June 30, 2015	\$	<u><u>1,252,245</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Community
Development Block Grant

Community Development Block Grant Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>1,203,885</u>
Increased by:	
Community Development Block Grant	2,274,538
Transfers	1,044,467
Emergency Shelter Grant	168,692
Reimbursements	<u>11,541</u>
	<u>3,499,238</u>
	<u>4,703,123</u>
Decreased by expenditures:	
Community Development Block Grant	2,297,211
Emergency Shelter Grant	177,014
Transfers	<u>837,958</u>
	<u>3,312,183</u>
Balance, June 30, 2015	\$ <u><u>1,390,940</u></u>

CITY OF ELIZABETH

Schedule of Unappropriated Reserve

UEZ Trust Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>2,199,979</u>
Increased by:	
Interest received in General Trust - 2nd Generation	30,595
Cancellation of appropriated reserves	<u>11,710</u>
	<u>42,305</u>
	2,242,284
Decreased by:	
Transfer to appropriated reserves	<u>1,608,340</u>
Balance, June 30, 2015	\$ <u><u>633,944</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Police Off Duty

Trust Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	489,122
Increased by:		
Collections		<u>3,747,539</u>
		4,236,661
Decreased by cash disbursements		<u>3,639,396</u>
Balance, June 30, 2015	\$	<u><u>597,265</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Program Income

Community Development Block Grant Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>44,820</u>
Increased by:	
Cash receipts	173,584
Transfers from reserves	<u>285,831</u>
	<u>459,415</u>
	504,235
Decreased by:	
Transfers to reserves	<u>492,340</u>
Balance, June 30, 2015	\$ <u><u>11,895</u></u>

CITY OF ELIZABETH

Schedule of Due from Elizabeth Development Corp

Community Development Block Grant Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>80,672</u>
Balance, June 30, 2015	\$ <u>80,672</u>

CITY OF ELIZABETH

Schedule of Due from General Trust

Other Federal Grant Funds

Year ended June 30, 2015

Balance, June 30, 2015 and 2014	\$ <u>225,519</u>
---------------------------------	-------------------

Exhibit B-17

CITY OF ELIZABETH

Schedule of HPRP Receivable

Other Federal Grants Fund

Year ended June 30, 2015

Balance, June 30, 2014 \$ 673

Balance, June 30, 2015 \$ 673

Exhibit B-18

CITY OF ELIZABETH

Schedule of Due to Current Fund

Other Federal Grants Fund

Year ended June 30, 2015

Balance, June 30, 2014 \$ —

Increased by:

 Paid by Current Fund 68,982

Balance, June 30, 2015 \$ 68,982

CITY OF ELIZABETH

Schedule of Due to Current Fund

Dog License Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	4,005
Increased by:		
Excess amount in Dog License Fund		<u>9,269</u>
		13,274
Decreased by:		
Disbursements		<u>4,005</u>
Balance, June 30, 2015	\$	<u><u>9,269</u></u>

CITY OF ELIZABETH

Schedule of Due to/(from) Current Fund

General Trust Other

Year ended June 30, 2015

Balance, June 30, 2015 and 2014

\$ 519

CITY OF ELIZABETH

Schedule of Appropriated Reserve - UEZ

UEZ Trust Fund

Year ended June 30, 2015

	Balance June 30, 2014	Appropriated	Paid by General Trust	Cancelled	Balance June 30, 2015
Uez Marketing Plan	\$ 109,066	—	5,590	—	103,476
Uez 09-101 Way-Finding Program	32,850	—	—	—	32,850
Uez 09-129 Way-Finding Signage Program	221,361	—	—	—	221,361
Uez 05-95 Broad St Streetscape	127,808	—	—	—	127,808
Uez 09-149 Invest Elizabeth Economy Stimulus	196,000	—	—	—	196,000
Uez 09-150 Westfield Ave Median Planting	353,849	—	—	—	353,849
Uez 09-151 Midtown Area Sewer Rehab	11,920	—	—	—	11,920
Uez 0112 Renewable Energy Stimulus Grant	365,757	—	—	—	365,757
Uez 0184 Feasibility Study Morris Ave	35,525	—	—	—	35,525
Uez 0734 North Broad St Streetscape Project	63,222	—	—	—	63,222
Uez 0735 Eliz Cctv Public Security Project	611,345	—	134,860	—	476,485
Uez 07-151 Elizabeth Ave Streetscape Phase Iv	122,783	—	—	—	122,783
Uez 08-41 Financial Lending Program	—	—	—	—	—
Uez 08-146 Streetscape	885,247	—	—	—	885,247
Uez 08-147 Powerwashing & Grafitti	222,479	—	—	—	222,479
Uez FY-13 Customer Service Service Skills Train	—	—	—	—	—
UEZ Midtown Parking Garage	—	969,900	—	—	969,900
Elizabeth Coalition to House Homeless	—	80,000	13,500	—	66,500
Uez Commercial District Security 2015	—	260,250	223,883	—	36,367
UEZ FY-2015 Administrative	—	298,190	200,000	—	98,190
UEZ FY-2014 Administrative	70,000	—	69,318	(682)	—
UEZ FY-2014 Commercial District Security	39,886	—	28,858	(11,028)	—
Customer Service Skills Training	75,131	—	32,642	—	42,489
UEZ FY-2014 Police Security 2 PO	—	—	—	—	—
	<u>\$ 3,544,229</u>	<u>1,608,340</u>	<u>708,651</u>	<u>(11,710)</u>	<u>4,432,208</u>

CITY OF ELIZABETH

Schedule of Reserves - 2nd Generation

Other Trust Fund

Year ended June 30, 2015

	Balance June 30, 2014	Transfer	Cash Received	Cash Disbursed	Balance June 30, 2014
Unappropriated Reserves	\$ 5,058,881	(1,450,107)	6,380,635	8,295,155	1,694,254
Appropriated Reserves					
UEZ 2Nd Generation Funds - Upstairs/Downstairs	\$ 35,000	—	—	—	35,000
UEZ 2015 Sgf Financial Lending Program	—	1,450,107	—	1,202,732	247,375
UEZ 2014 Financial Lending Program	483,370	—	—	126,195	357,175
UEZ 2013 Financial Lending Program	825,762	—	—	—	825,762
	\$ 1,344,132	1,450,107	—	1,328,927	1,465,312

CITY OF ELIZABETH

Schedule of Due to UEZ Trust Fund

General Trust Other

Year ended June 30, 2015

Balance, June 30, 2014	\$	5,744,208
Increased by:		
Interest earned		<u>30,595</u>
		5,774,803
Decreased by:		
Cash Disbursements		<u>708,651</u>
Balance, June 30, 2015	\$	<u><u>5,066,152</u></u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>22,793,873</u>
Increased by receipts:	
Interest collected	801
Capital Improvement Fund	2,000,000
Sale of notes	4,888,000
Sale of bonds	14,575,000
Premium on sale of bonds	57,349
Reimbursement for Funded Ordinances	<u>436,545</u>
	<u>21,957,695</u>
	<u>44,751,568</u>
Decreased by:	
Improvement authorizations	16,608,184
Transfer to Current Fund	281,150
Notes paid	2,000,000
Bond sale expense	<u>122,992</u>
	<u>19,012,326</u>
Balance, June 30, 2015	\$ <u><u>25,739,242</u></u>

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2015

<u>Description</u>	<u>Amount</u>
Fund balance	\$ 8,051,243
Capital Improvement Fund	312,171
Reserve for bond sale expense	40,984
Reserve for retirement of debt	2,043,583
Due to Current Fund	226,272
Due to Sewer Utility Capital Fund	—
Reserve for receivables	386,693
Due from NJ DOT	(275,048)
Due from Department of Environmental Protection	(110,914)
Due from Union County Improvement Authority	(648,785)
Improvement authorizations:	
<u>Account number</u>	
904	75,012
948	1,381,512
966	68,132
967	5,658
968	87,243
972	61,322
973	91,984
975	233,731
976	295,681
979	199,336
978	447,749
980	75,078
981	(113,894)
983	149,707
984	384,028
988	179,833
991	(197,674)
992	27,714
993	477,407
994	(280,997)
995	193,651
998	(89,598)
X01	692,622

(Continued)

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2015

Description	Amount
X02	\$ 3,253
X03	57,502
X04	39,459
X08	40,755
X09	11,100
X10	40,413
X12	100,000
X13	115,487
X14	(39,632)
X16	120,013
X17	3,894
X18	743,963
X19	(375,630)
X20	119,810
X22	15,008
X23	12,968
X24	374,747
X25	173,810
X26	35,250
X29	228,970
X30	614,772
X32	130,890
X33	47,231
X34	328,723
X35	28,600
X36	(844,718)
X37	5,089
X38	(530,621)
X41	506,593
X42	(169,788)
X43	(14,597)
X44	61,040
X45	779,676
X46	168,389
X47	826,541
X48	231,588

(Continued)

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

General Capital Fund

June 30, 2015

<u>Description</u>	<u>Amount</u>
X50	\$ 106,893
X51	(379,758)
X52	7,581
X53	(35,038)
X54	2,604,447
X55	11,581
X56	744,379
X57	(4,707,982)
X58	1,289,664
X59	550,000
X60	1,500,000
X61	(2,797,761)
X62	42,813
X63	(38,626)
X64	999,305
X65	327,250
X66	1,700,000
X67	775,250
X68	450,000
X69	750,000
X70	1,558,090
X71	400,000
X72	600,000
X73	(130,830)
X74	80,000
X75	250,000
X76	150,000
X77	150,000
X78	130,000
X79	100,000
X80	90,000
	<u>\$ 25,739,242</u>

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2015

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2015		Rate of interest	Balance, June 30, 2014	Increased by bonds issued	Decreased by payments	Balance, June 30, 2015
			Date	Amount					
General Improvement Bonds, Series 2005 (Bonds maturing on or after 2016 are subject to redemption)	\$ 15,000,000	5/15/2005				\$ 750,000	—	750,000	—
General Improvement Bonds, Series 2006 (Bonds maturing on or after 2017 are subject to redemption)	11,500,000	5/15/2006	5/15/2016	955,000	4.250%				
			5/15/2017	955,000	4.250%				
			5/15/2018	955,000	4.250%				
			5/15/2019	955,000	4.250%				
			5/15/2020	955,000	4.250%				
			5/15/2021	950,000	4.250%	6,680,000	—	955,000	5,725,000
General Improvement Bonds, Series 2007	12,325,000	6/15/2007	6/15/2016	3,400,000	4.250%				
			6/15/2017	3,540,000	4.250%	9,685,000	—	2,745,000	6,940,000
General Improvement Refunding Bonds, Series 2008	12,645,000	6/12/2008				495,000	—	495,000	—
General Improvement Bonds, Series 2008 (Bonds maturing on or after 2019 are subject to redemption)	12,455,000	8/15/2008	8/15/2015	805,000	4.250%				
			8/15/2016	840,000	4.250%				
			8/15/2017	875,000	4.250%				
			8/15/2018	910,000	4.250%				
			8/15/2019	950,000	4.250%				
			8/15/2020	990,000	4.250%				
			8/15/2021	1,035,000	4.375%				
			8/15/2022	1,080,000	4.375%				
			8/15/2023	1,125,000	4.375%	9,385,000	—	775,000	8,610,000

(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2015

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2015		Rate of interest	Balance, June 30, 2014	Increased by bonds issued	Decreased by payments	Balance, June 30, 2015
			Date	Amount					
General Improvement Bonds, Series 2011 (Bonds maturing on or after 2022 are subject to redemption)	\$ 12,755,000	4/15/2011	4/15/2016	\$ 645,000	4.250%				
			4/15/2017	680,000	4.250%				
			4/15/2018	715,000	4.500%				
			4/15/2019	755,000	4.500%				
			4/15/2020	790,000	4.500%				
			4/15/2001	835,000	4.500%				
			4/15/2022	880,000	4.500%				
			4/15/2023	925,000	4.500%				
			4/15/2024	970,000	4.750%				
			4/15/2025	1,025,000	4.750%				
			4/15/2026	1,075,000	5.000%				
			4/15/2027	1,135,000	5.250%				
General Improvement Refunding Bonds, Series 2011	2,715,000	7/6/2011	11/1/2015	275,000	3.000%				
			11/1/2016	85,000	3.000%				
			11/1/2016	185,000	2.250%				
			11/1/2017	265,000	2.500%				
			11/1/2018	80,000	4.000%				
			11/1/2018	180,000	3.000%				
			11/1/2019	260,000	4.000%				
			11/1/2020	75,000	5.000%				
			11/1/2020	180,000	3.500%				
			11/1/2021	255,000	3.750%				
					2,115,000	—	275,000	1,840,000	
General Improvement Refunding Bonds, Series 2012	8,095,000	5/15/2012	5/15/2016	1,540,000	4.000%				
			5/15/2017	1,690,000	4.000%				
			5/15/2018	1,945,000	4.000%				
					6,630,000	—	1,455,000	5,175,000	

(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2015

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2015		Rate of interest	Balance, June 30, 2014	Increased by bonds issued	Decreased by payments	Balance, June 30, 2015
			Date	Amount					
General Improvement Refunding Bonds, Series 2013A	\$ 11,490,000		3/1/2016	\$ 785,000	3.000%				
			3/1/2017	775,000	3.000%				
			3/1/2018	770,000	4.000%				
			3/1/2019	765,000	4.000%				
			3/1/2020	765,000	4.000%				
			3/1/2021	765,000	4.000%				
			3/1/2022	765,000	4.000%				
			3/1/2023	760,000	4.000%				
			3/1/2024	760,000	4.000%				
			3/1/2025	760,000	4.000%				
			3/1/2026	755,000	4.000%				
			3/1/2027	755,000	3.000%				
			3/1/2028	745,000	3.125%				
			3/1/2029	735,000	3.125%				
			3/1/2030	675,000	3.250%				
						\$ 11,370,000	—	35,000	11,335,000
General Refunding ERI Bonds Series 2013 B Taxable	1,430,000		3/1/2016	225,000	1.594%				
			3/1/2017	230,000	2.086%				
			3/1/2018	235,000	2.386%				
			3/1/2019	240,000	2.676%				
			3/1/2020	250,000	2.926%				
						1,400,000	—	220,000	1,180,000
General Improvement Bonds, Series 2013	14,763,000	4/1/2013	4/1/2016	885,000	2.000%				
			4/1/2017	895,000	2.000%				
			4/1/2018	910,000	2.000%				
			4/1/2019	925,000	2.000%				
			4/1/2020	940,000	3.000%				
			4/1/2021	960,000	3.000%				
			4/1/2022	985,000	3.000%				
			4/1/2023	1,010,000	3.000%				
			4/1/2024	1,035,000	3.000%				
			4/1/2025	1,065,000	3.000%				
			4/1/2026	1,100,000	3.000%				
			4/1/2027	1,130,000	3.125%				
			4/1/2028	1,168,000	3.250%				
						\$ 13,883,000	—	875,000	13,008,000

(Continued)

CITY OF ELIZABETH

Schedule of General Serial Bonds

General Capital Fund

Year ended June 30, 2015

Purpose of issue	Amount of original issue	Date of issue	Maturities of bonds outstanding June 30, 2015		Rate of interest	Balance, June 30, 2014	Increased by bonds issued	Decreased by payments	Balance, June 30, 2015							
			Date	Amount												
General Improvement Bonds, Series 2014	\$ 11,000,000	4/1/2014	4/1/2016	\$ 705,000	2.000%	11,000,000	—	695,000	10,305,000							
			4/1/2017	725,000	3.000%											
			4/1/2018	745,000	3.000%											
			4/1/2019	770,000	3.000%											
			4/1/2020	800,000	3.000%											
			4/1/2021	830,000	3.000%											
			4/1/2022	865,000	3.000%											
			4/1/2023	900,000	3.000%											
			4/1/2024	935,000	3.000%											
			4/1/2025	970,000	3.000%											
			4/1/2026	1,010,000	3.000%											
			4/1/2027	1,050,000	3.125%											
			General Improvement Bonds of 2015	14,575,000	4/1/2015					4/1/2016	860,000	2.000%	—	14,575,000	—	14,575,000
										4/1/2017	855,000	2.250%				
4/1/2018	865,000	2.500%														
4/1/2019	880,000	2.500%														
4/1/2020	890,000	2.500%														
4/1/2021	910,000	2.500%														
4/1/2022	925,000	2.500%														
4/1/2023	950,000	2.500%														
4/1/2024	975,000	3.000%														
4/1/2025	1,000,000	3.000%														
4/1/2026	1,030,000	3.000%														
4/1/2027	1,060,000	3.000%														
4/1/2028	1,090,000	3.000%														
4/1/2029	1,125,000	3.000%														
4/1/2030	1,160,000	3.000%														
						\$ 84,438,000	14,575,000	9,890,000	89,123,000							
					Bonds issued	\$ 14,575,000	—									
					Budget appropriation	—	9,890,000									
					\$ 14,575,000	9,890,000										

CITY OF ELIZABETH

Schedule of Bond Anticipation Notes

General Capital Fund

Year ended June 30, 2015

<u>Ordinance number</u>	<u>Improvement description</u>	<u>Date of original issue</u>	<u>Issue Date</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, June 30, 2015</u>
4197	Environmental Engineering	4/10/2014				\$ 410,000	—	410,000	—
4282/4335	Obrien Field Synthetic Turf	4/10/2014				590,000	—	590,000	—
4421	Fire House Catherine St	4/10/2014				1,000,000	—	1,000,000	—
4433	Improvements Erxieban Pool	4/10/2014	4/9/2015	4/8/2016	1.25%	1,000,000	1,000,000	1,000,000	1,000,000
3118	Underground Storage Tank	4/9/2015	4/9/2015	4/8/2016	1.25%	—	47,000	—	47,000
3314	Midtown Streetscape	4/9/2015	4/9/2015	4/8/2016	1.25%	—	10,307	—	10,307
3981	Recreational Improvements	4/9/2015	4/9/2015	4/8/2016	1.25%	—	435,630	—	435,630
4195	Resurfacing Various Roads	4/9/2015	4/9/2015	4/8/2016	1.25%	—	395,063	—	395,063
4432	Waterfront Improvements	4/9/2015	4/9/2015	4/8/2016	1.25%	—	3,000,000	—	3,000,000
4509	Mickey Walker Park	4/9/2015	4/9/2015	4/8/2016	1.25%	—	1,000,000	—	1,000,000
						<u>\$ 3,000,000</u>	<u>5,888,000</u>	<u>3,000,000</u>	<u>5,888,000</u>
						Renewed	\$ 1,000,000	1,000,000	
						Issued	4,888,000	—	
						Paid	—	2,000,000	
							<u>\$ 5,888,000</u>	<u>3,000,000</u>	

CITY OF ELIZABETH

Schedule of Due to Current Fund

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014, Due from /(to)	\$ <u>(281,150)</u>
Increased by:	
Transferred from debt service reserve	<u>226,272</u>
	<u>226,272</u>
	(507,422)
Decreased by:	
Interfund returned	<u>281,150</u>
Balance, June 30, 2015, Due from/ (to)	\$ <u><u>(226,272)</u></u>

CITY OF ELIZABETH

Schedule of Deferred Charges to Future
Taxation-Funded

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	90,408,884
Increased by:		
Bonds		<u>14,575,000</u>
		<u>104,983,884</u>
Decreased by:		
Budget appropriations to pay bonds and loans:		
Loans payable		592,273
General serial bonds		<u>9,890,000</u>
		<u>10,482,273</u>
Balance, June 30, 2015	\$	<u><u>94,501,611</u></u>

CITY OF ELIZABETH

Schedule of Deferred Charges to Future
Taxation-Unfunded

General Capital Fund

Year ended June 30, 2015

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2014	2015 authorizations	Sale of Bonds/ Loans	Balance, June 30, 2015	Bond anticipation notes	Analysis of balance	
									Expenditures	Unexpended improvement authorizations
3118	965	Underground storage tanks	1999	\$ 47,000	—	—	47,000	47,000	—	—
3314	974	Midtown Streetscape-Pedestrian Plaza	2001	10,307	—	—	10,307	10,307	—	—
3357	976	Various improvements and acq. of equip.	2002	590,000	—	—	590,000	—	—	590,000
3560	981	Broad Street streetscape	2004	125,000	—	—	125,000	—	113,894	11,106
3654	991	City Hall Improvements	2004	197,674	—	—	197,674	—	197,674	—
3661	992	Broad Street Streetscape	2004	500,000	—	—	500,000	—	—	500,000
3667	994	Iron Oxide property improvement	2004	950,000	—	—	950,000	—	280,997	669,003
3757	998	Library Renovations	2005	590,000	—	—	590,000	—	89,598	500,402
3778	X01	Mack Building - E'Port	2006	2,110,000	(1,100,000)	—	1,010,000	—	—	1,010,000
3915	X12	Mack Building Improvements, supplemental	2008	1,900,000	—	—	1,900,000	—	—	1,900,000
3916	X13	Recreation Improvements	2008	290,000	—	—	290,000	—	—	290,000
3925	X14	Acquisition of property, Equipment and Vehicle	2008	200,000	—	—	200,000	—	39,632	160,368
3980	X18	Police headquarters renovation	2009	1,000,000	—	—	1,000,000	435,630	—	564,370
3981	X19	Various recreation facility improvements	2009	1,140,000	—	—	1,140,000	—	375,630	764,370
4124	X24	Roof replacements	2010	590,000	—	590,000	—	—	—	—
4193	X36	Elizabeth River Walkway	2011	890,000	—	—	890,000	—	844,718	45,282
4195	X33	Resurfacing Various Roads	2011	395,960	—	—	395,960	395,063	—	897
4196	X34	Traffic Lights	2011	570,000	—	570,000	—	—	—	—
4197	X35	Environmental Engineering - various properties	2011	2,850,000	—	1,410,000	1,440,000	—	—	1,440,000
4209	X37	Environmental Engineering - various properties	2011	380,000	—	380,000	—	—	—	—
4225	X38	Solar Panels	2012	950,000	—	—	950,000	—	530,621	419,379
4251	X39	Vehicles Public Works	2012	400,000	—	400,000	—	—	—	—
4223	X42	Streetscape (reapprop ord 3560)	2012	1,300,000	—	—	1,300,000	—	169,788	1,130,212
4224	X43	Streetscape (reapprop ord 3661)	2012	1,400,000	—	—	1,400,000	—	14,597	1,385,403
4282/4335	X44	O'Brien Field Synthetic Turf	2012	90,000	—	90,000	—	—	—	—
4302	X45	Resurfacing Various Roads	2012	1,350,000	—	1,350,000	—	—	—	—
4303	X46	Holland Playground and Skate Park	2012	425,000	—	—	425,000	—	—	425,000
4306	X47	Acquistion of Fire Equipment	2012	1,375,000	—	1,375,000	—	—	—	—
4319	X50	Improvements Waterfront Park	2013	1,400,000	—	—	1,400,000	—	—	1,400,000
4282/4335	X51	O'Brien Field Synthetic Turf	2013	1,330,000	—	500,000	830,000	—	379,758	450,242
4384	X53	Fire Pumper	2013	75,000	—	—	75,000	—	35,038	39,962
4421	X54	Fire House Catherine St	2014	1,240,000	—	1,240,000	—	—	—	—
4423	X55	Elizabeth River Trail Phase II	2014	1,520,000	—	—	1,520,000	—	—	1,520,000
4424	X56	Environmental Engineering	2014	760,000	—	760,000	—	—	—	—
4432	X57	Hurricane Sandy Waterfront Improvements	2014	19,000,000	—	—	19,000,000	3,000,000	4,707,982	11,292,018
4433	X58	Reconstruction & Improvements Erxieban Pool	2014	2,250,000	—	—	2,250,000	1,000,000	—	1,250,000
4441	X59	City Hall Renovations	2014	950,000	—	500,000	450,000	—	—	450,000

(Continued)

CITY OF ELIZABETH

Schedule of Deferred Charges to Future
Taxation-Unfunded

General Capital Fund

Year ended June 30, 2015

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2014	2015 authorizations	Sale of Bonds/ Loans	Balance, June 30, 2015	Bond anticipation notes	Analysis of balance	
									Expenditures	Unexpended improvement authorizations
4451	X60	Reconstruct Fire House Catherine St	2014	\$ 1,425,000	—	1,425,000	—	—	—	—
4459	X61	Road Resurfacing	2014	4,750,000	—	—	4,750,000	—	2,797,761	1,952,239
4465	X62	Acquisition of Bahway Polish Home	2014	760,000	—	760,000	—	—	—	—
	X63		2015	—	1,100,000	—	1,100,000	—	38,626	1,061,374
4475	X64	Traffic lights and road resurfacing	2015	—	950,000	950,000	—	—	—	—
4479	X66	River Trail Phase IV	2015	—	1,615,000	1,615,000	—	—	—	—
4509	X70	Mickey Walker Renovations	2015	—	2,375,000	500,000	1,875,000	1,000,000	—	875,000
4522	X73	Catherine St. Firehouse	2015	—	950,000	160,000	790,000	—	130,830	659,170
4577	X75	Road Resurfacing	2015	—	4,750,000	—	4,750,000	—	—	4,750,000
4578	X76	Salt Storage Facility	2015	—	2,850,000	—	2,850,000	—	—	2,850,000
4579	X77	Miller Evans Logan Park	2015	—	2,850,000	—	2,850,000	—	—	2,850,000
4580	X78	Kenah Park Improvements	2015	—	2,470,000	—	2,470,000	—	—	2,470,000
4581	X79	Jackson park Improvements	2015	—	1,900,000	—	1,900,000	—	—	1,900,000
4582	X80	Acquisition of Property Atlantic St.	2015	—	1,710,000	—	1,710,000	—	—	1,710,000
				\$ 58,075,941	22,420,000	14,575,000	65,920,941	5,888,000	10,747,144	49,285,797
									Unfunded improvement authorizations	\$ 51,889,816
Less unexpended proceeds from notes										
Unexpended proceeds of bond anticipation notes:										
								<u>Account</u>	<u>Ordinance</u>	
								X18	3980	435,630
								X46	4303	168,389
								X58	4433	1,000,000
								X70		1,000,000
										<u>2,604,019</u>
									\$	<u>49,285,797</u>

CITY OF ELIZABETH

Schedule of Reserve for Bond Sale Expense

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	<u>142,476</u>
Increased by:		
Charge to ordinance		<u>21,500</u>
		<u>21,500</u>
		163,976
Decreased by cash disbursements		<u>122,992</u>
Balance, June 30, 2015	\$	<u><u>40,984</u></u>

CITY OF ELIZABETH

Schedule of Due from
Department of Transportation

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>275,048</u>
------------------------	-------------------

Balance, June 30, 2015	\$ <u>275,048</u>
------------------------	-------------------

Analysis of Balance

Dowd Ave. Section 8 (Ord. 3620)	136,693
Municipal Aid (Atlantic, Amboy and Bay) Ord. 4195	<u>138,355</u>
	\$ <u>275,048</u>

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2015

Improvement description	Ordinance number	2015 Authorizations							Balance, June 30, 2015	
		Balance, June 30, 2014		Down Payment	Deferred Charges to Future Taxation Unfunded	Adjustments	Expended	Funded	Unfunded	
		Funded	Unfunded							
Waterfront Park	\$	75,012	—	—	—	—	—	75,012	—	
Midtown acquisition real property	2791	1,493,592	—	—	—	—	112,080	1,381,512	—	
Public improvements	3138/3358	68,132	—	—	—	—	—	68,132	—	
Capital leasing	3136	5,658	—	—	—	—	—	5,658	—	
Demolition of unsafe building	3218	87,243	—	—	—	—	—	87,243	—	
Improvements to city property	3288	61,322	—	—	—	—	—	61,322	—	
Various capital improvements	3313	91,984	—	—	—	—	—	91,984	—	
Leasing UCIA Ord. 3299	3299	233,731	—	—	—	—	—	233,731	—	
Various improvements and acquisition of equipment	3357	295,763	590,000	—	—	—	82	295,681	590,000	
Fire headquarters	3463	199,336	—	—	—	—	—	199,336	—	
Various Improvements	3461	447,749	—	—	—	—	—	447,749	—	
Acquisition of various equipment	3464	75,078	—	—	—	—	—	75,078	—	
Broad Street Streetscape	3560	—	11,106	—	—	—	—	—	11,106	
Emergency response facility	3581	149,707	—	—	—	—	—	149,707	—	
Elmora Racquet Club	3615	384,028	—	—	—	—	—	384,028	—	
O'Donnell Dempsey Center	3633	179,833	—	—	—	—	—	179,833	—	
Environment Engineering & Regulatory various properties	3635	—	—	—	—	—	—	—	—	
Marina improvements	3637	—	—	—	—	—	—	—	—	
City Hall Improvements	3654	—	—	—	—	—	—	—	—	
Broad Street Streetscape	3661	39,714	500,000	—	—	—	12,000	27,714	500,000	
60-90 Broadway	3662	477,407	—	—	—	—	—	477,407	—	
Iron Oxide Property improvements	3667	—	669,003	—	—	—	—	—	669,003	
Leasing UCIA Ord. 2004	3647	193,651	—	—	—	—	—	193,651	—	
Police and Fire communications equipment	3697	—	—	—	—	—	—	—	—	
Library Renovations	3757	—	500,402	—	—	—	—	—	500,402	
Mack Building - E'Port	3778	692,622	2,110,000	—	—	(1,100,000)	—	692,622	1,010,000	
Miller- Evans- Logan Recreation Center	3779	3,253	—	—	—	—	—	3,253	—	
Hazardous Material Response Vehicle	3792	57,502	—	—	—	—	—	57,502	—	
Bike, Hike, Roll Multipurpose Throughway	3793	39,459	—	—	—	—	—	39,459	—	
Road Improvements	3847	40,755	—	—	—	—	—	40,755	—	
Acquisition of bus - reappropriation	3848	150,000	—	—	—	—	138,900	11,100	—	
60 - 90 Broadway - supplemental	3854	40,413	—	—	—	—	—	40,413	—	
Mack Building Improvements, supplemental	3915	100,000	1,900,000	—	—	—	—	100,000	1,900,000	
Recreation Improvements	3916	115,487	290,000	—	—	—	—	115,487	290,000	
Acquisition of property, Equipment and Vehicles	3925	—	163,528	—	—	—	3,160	—	160,368	
Spray Fountain for Kellog Park	3940	120,013	—	—	—	—	—	120,013	—	
Police headquarters reappropriation	3979	3,894	—	—	—	—	—	3,894	—	
Police headquarters renovation	3980	389,660	1,000,000	—	—	—	81,327	308,333	1,000,000	
Various recreation facility improvements	3981	—	764,370	—	—	—	—	—	764,370	

(Continued)

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2015

Improvement description	Ordinance number	2015 Authorizations							
		Balance, June 30, 2014		Down Payment	Deferred Charges to Future Taxation Unfunded	Adjustments	Expended	Balance, June 30, 2015	
		Funded	Unfunded					Funded	Unfunded
Acquisition of 60-90 Broadway Union Street	4005 \$	119,810	—	—	—	—	—	119,810	—
Acquisition Grimmauld Place	4092	—	—	—	—	—	—	—	—
Resurfacing Various Roads	4122	15,008	—	—	—	—	—	15,008	—
Roof replacements	4123	84,021	—	—	—	71,053	—	12,968	—
Synthetic Turf Soccer Fields	4124	—	374,747	—	—	—	—	374,747	—
Waterfront Park Improvements	4125	173,810	—	—	—	—	—	173,810	—
Rehabilitation of Parks	4126	35,580	—	—	—	330	—	35,250	—
Guslavage Judgement	4137	121,123	—	—	—	—	121,123	—	—
Environmental Engineering - various properties	4156	—	—	—	—	—	—	—	—
Traffic Lights and Road Resurfacing	4165	329,608	—	—	—	100,638	—	228,970	—
Water Park - Mickey Walker Center	4166	614,772	—	—	—	—	—	614,772	—
Elizabeth River Walkway	4169	130,890	—	—	—	—	—	130,890	—
Resurfacing Various Roads	4193	—	46,366	—	—	1,084	—	—	45,282
Traffic Lights	4195	—	324,450	—	—	276,322	—	47,231	897
Environmental Engineering - various properties	4196	—	359,384	—	—	30,661	—	328,723	—
Environmental Engineering - various properties	4197	—	1,653,350	—	—	184,750	—	28,600	1,440,000
Solar Panels	4209	—	245,839	—	—	240,750	—	5,089	—
Vehicles Public Works	4225	—	862,280	—	—	442,901	—	—	419,379
Vehicles and Equipment Public Works	4251	—	2,461	—	—	2,461	—	—	—
911 Sentinel System	4252	496,098	—	—	—	496,098	—	—	—
Streetscape (reapprop ord 3560)	4262	506,593	—	—	—	—	—	506,593	—
Streetscape (reapprop ord 3661)	4223	—	1,146,910	—	—	16,698	—	—	1,130,212
O'Brien Field Synthetic Turf	4224	—	1,385,403	—	—	—	—	—	1,385,403
Resurfacing Various Roads	4282	—	68,540	—	—	7,500	—	61,040	—
Holland Playground and Skate Park	4302	—	2,277,365	—	—	1,497,689	—	779,676	—
Acquisition of Fire Equipment	4303	—	593,389	—	—	—	—	—	593,389
City Hall Improvements	4306	—	826,541	—	—	—	—	826,541	—
Improvements Waterfront Park	4305	231,588	—	—	—	—	—	231,588	—
O'Brien Field Synthetic Turf	4319	256,751	1,400,000	—	—	149,858	—	106,893	1,400,000
Recreation vehicles	4335	—	520,228	—	—	69,986	—	—	450,242
Fire Pumper	4334	214,499	—	—	—	206,918	—	7,581	—
Fire House Catherine St	4384	—	39,962	—	—	—	—	—	39,962
Elizabeth River Trail Phase II	4421	1,701,059	1,240,000	—	—	336,612	—	2,604,447	—
Environmental Engineering	4423	71,719	1,520,000	—	—	60,138	—	11,581	1,520,000
Hurricane Sandy Waterfront Improvements	4424	40,000	760,000	—	—	55,621	—	744,379	—
Reconstruction & Improvements Erxieban Pool	4432	—	15,677,649	—	—	4,385,631	—	—	11,292,018
City Hall Renovations	4433	1,667,468	2,250,000	—	—	1,377,804	—	289,664	2,250,000
Reconstruct Fire House Catherine St - Supplement	4411	50,000	950,000	—	—	—	—	550,000	450,000
	4451	75,000	1,425,000	—	—	—	—	1,500,000	—

(Continued)

CITY OF ELIZABETH

Schedule of Improvement Authorizations

General Capital Fund

Year ended June 30, 2015

Improvement description	Ordinance number	2015 Authorizations							
		Balance, June 30, 2014		Down Payment	Deferred Charges to Future Taxation Unfunded	Adjustments	Expended	Balance, June 30, 2015	
		Funded	Unfunded					Funded	Unfunded
Road Resurfacing	4459	\$ 250,000	4,750,000	—	—	—	3,047,761	—	1,952,239
Acquisition of Bahway Polish Home	4465	40,000	760,000	—	—	—	757,187	42,813	—
Demolition of Mack building	4474	—	—	—	—	1,100,000	38,626	—	1,061,374
Traffic Lights and Road Resurfacing	4475	—	—	50,000	950,000	—	695	999,305	—
New Phone System	4476	—	—	750,000	—	—	422,750	327,250	—
River Trail Phase IV	4479	—	—	85,000	1,615,000	—	—	1,700,000	—
Acquisition and Reconditioning of Ambulances	4494	—	—	850,000	—	—	74,750	775,250	—
Demolition of Polish Home	4507	—	—	450,000	—	—	—	450,000	—
Acquisition of Emergency Generators	4508	—	—	750,000	—	—	—	750,000	—
Renovation of Mickey Walker Recreation Center	4509	—	—	125,000	2,375,000	—	66,910	558,090	1,875,000
Various Sidewlk and Drainage Improvements	4496	—	—	400,000	—	—	—	400,000	—
Acquisition of Dispatch and Records Management	4526	—	—	600,000	—	—	—	600,000	—
Reconstruction of Fire House Supplement	4522	—	—	50,000	950,000	—	340,830	—	659,170
Acquistion of Bus	4554	—	—	80,000	—	—	—	80,000	—
Resurfacing of Various Roads	4577	—	—	250,000	4,750,000	—	—	250,000	4,750,000
Construction of Salt Storage Facility	4578	—	—	150,000	2,850,000	—	—	150,000	2,850,000
Construction of Miller Evans Spray Park	4579	—	—	150,000	2,850,000	—	—	150,000	2,850,000
Improvements to Kenah Park	4580	—	—	130,000	2,470,000	—	—	130,000	2,470,000
Improvements to Jackson Park	4581	—	—	100,000	1,900,000	—	—	100,000	1,900,000
Acquistion of 328-330 Atlantic Street	4582	—	—	90,000	1,710,000	—	—	90,000	1,710,000
E grand Street Supermarket Design and Expenses	4542	—	—	500,000	—	—	500,000	—	—
Improvements in Connections to E Grand St. Supermarket	4543	—	—	900,000	—	—	900,000	—	—
		\$ 13,537,395	49,958,273	6,460,000	22,420,000	—	16,629,684	23,856,168	51,889,816
Capital Improvement Fund				\$ 6,460,000	Transfer to Reserve for Bond expense		21,500		
Capital Surplus				—	Disbursed		16,608,184		
				\$ 6,460,000			16,629,684		

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	4,772,171
Increased by:		
Budget appropriation		<u>2,000,000</u>
		6,772,171
Decreased by improvement		
Authorizations funded		<u>6,460,000</u>
Balance, June 30, 2015	\$	<u><u>312,171</u></u>

CITY OF ELIZABETH

Schedule of Reserve for
Retirement of Debt

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	2,269,855
Decreased by:		
Due to Current Fund revenue		<u>226,272</u>
Balance, June 30, 2015	\$	<u><u>2,043,583</u></u>

CITY OF ELIZABETH

Schedule of Due from Department
of Environmental Protection

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u><u>110,914</u></u>
------------------------	--------------------------

Balance, June 30, 2015	\$ <u><u>110,914</u></u>
------------------------	--------------------------

Analysis of Balance

Elizabeth River Walkway (2004-91-056)	\$ 55,457
Elizabeth River Walkway (2004-91-056)	<u>55,457</u>
	\$ <u><u>110,914</u></u>

CITY OF ELIZABETH

Schedule of Bonds and Notes Authorized but not Issued

General Capital Fund

Year ended June 30, 2015

Ordinance number	Account number	General improvements	Year of ordinance	Balance, June 30, 2014	2015 authorizations	Reductions	Balance, June 30, 2015
3118	965	Underground storage tanks	1999	47,000	—	47,000	—
3314	974	Midtown Streetscape-Pedestrian Plaza	2001	10,307	—	10,307	—
3357	976	Various improvements and acquisition of equipment	2002	590,000	—	—	590,000
3560	981	Broad Street Streetscape	2004	125,000	—	—	125,000
3654	991	City Hall Improvements	2004	197,674	—	—	197,674
3661	992	Broad Street Streetscape	2004	500,000	—	—	500,000
3667	994	Iron Oxide	2004	950,000	—	—	950,000
3757	998	Library Renovations	2005	590,000	—	—	590,000
3778	X01	Mack Building - E'Port	2006	2,110,000	(1,100,000)	—	1,010,000
3915	X12	Mack Building Improvements, supplemental	2008	1,900,000	—	—	1,900,000
3916	X13	Recreation Improvements	2008	290,000	—	—	290,000
3925	X14	Acquisition of property, Equipment and Vehicles	2008	200,000	—	—	200,000
3980	X18	Police headquarters renovation	2009	1,000,000	—	—	1,000,000
3981	X19	Various recreation facility improvements	2009	1,140,000	—	435,630	704,370
4124	X24	Roof replacements	2010	590,000	—	590,000	—
4193	X36	Elizabeth River Walkway	2011	890,000	—	—	890,000
4195	X33	Resurfacing Various Roads	2011	395,960	—	395,063	897
4196	X34	Traffic Lights	2011	570,000	—	570,000	—
4197	X35	Environmental Engineering - various properties	2011	2,440,000	—	1,000,000	1,440,000
4209	X37	Environmental Engineering - various properties	2011	380,000	—	380,000	—
4225	X38	Solar Panels	2012	950,000	—	—	950,000
4251	X39	Vehicles Public Works	2012	400,000	—	400,000	—
4223	X42	Streetscape (reapprop ord 3560)	2012	1,300,000	—	—	1,300,000
4224	X43	Streetscape (reapprop ord 3661)	2012	1,400,000	—	—	1,400,000
4282	X44	O'Brien Field Synthetic Turf	2012	—	—	—	—
4302	X45	Resurfacing Various Roads	2012	1,350,000	—	1,350,000	—
4303	X46	Holland Playground and Skate Park	2012	425,000	—	—	425,000
4306	X47	Acquisition of Fire Equipment	2012	1,375,000	—	1,375,000	—
4319	X50	Improvements Waterfront Park	2013	1,400,000	—	—	1,400,000
4335	X51	Obrien Field Synthetic Turf	2013	830,000	—	—	830,000
4384	X53	Fire Pumper	2013	75,000	—	—	75,000
4421	X54	Fire House Catherine St	2014	240,000	—	240,000	—
4423	X55	Elizabeth River Trail Phase II	2014	1,520,000	—	—	1,520,000
4424	X56	Environmental Engineering	2014	760,000	—	760,000	—
4432	X57	Hurricane Sandy Waterfront Improvements	2014	19,000,000	—	3,000,000	16,000,000
4433	X58	Reconstruction & Improvements Erxieban Pool	2014	1,250,000	—	—	1,250,000
4411	X59	City Hall Renovations	2014	950,000	—	500,000	450,000
4451	X60	Reconstruct Fire House Catherine St - Supplement	2014	1,425,000	—	1,425,000	—
4459	X61	Road Resurfacing	2014	4,750,000	—	—	4,750,000
4465	X62	Acquisition of Bahway Polish Home	2014	760,000	—	760,000	—
4474	X63	Demolition of Mack Building	2015	—	1,100,000	—	1,100,000
4475	X64	Traffic lights and road resurfacing	2015	—	950,000	950,000	—
4479	X66	River Trail Phase IV	2015	—	1,615,000	1,615,000	—
4509	X70	Mickey Walker Renovations	2015	—	2,375,000	1,500,000	875,000
4522	X73	Catherine St. Firehouse	2015	—	950,000	160,000	790,000
4577	X75	Road Resurfacing	2015	—	4,750,000	—	4,750,000
4578	X76	Salt Storage Facility	2015	—	2,850,000	—	2,850,000
4579	X77	Miller Evans Logan Park	2015	—	2,850,000	—	2,850,000
4580	X78	Kenah Park Improvements	2015	—	2,470,000	—	2,470,000
4581	X79	Jackson park Improvements	2015	—	1,900,000	—	1,900,000
4582	X80	Acquisition of Property Atlantic St.	2015	—	1,710,000	—	1,710,000
				\$ 55,075,941	22,420,000	17,463,000	60,032,941
						\$ 14,575,000	
						4,888,000	
						\$ 19,463,000	

Sale of bonds
Notes issued

CITY OF ELIZABETH

Schedule of Due from Union County
Improvement Authority

General Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014		\$	<u><u>648,785</u></u>
Balance, June 30, 2015		\$	<u><u>648,785</u></u>
	<u>Analysis of Balance</u>		
1997 lease		\$	131,073
1999 lease			13,405
2001 lease			246,703
2004 lease			<u>257,604</u>
		\$	<u><u>648,785</u></u>

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2015

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2014		Balance June 30, 2014	Decreased by	Balance June 30, 2015
					Date	Amount			
2004-92-103	Land for public parking	\$ 217,700	4/18/1997	2.00%	7/22/2015	\$ 6,505	\$ 39,227	12,816	26,411
					1/22/2016	6,569			
					7/22/2016	6,634			
					1/22/2017	6,703			
2004-90-080	Ball field - Westfield Ave.	75,000	5/14/1997	2.00%	8/14/2015	2,241	13,516	4,416	9,100
					2/14/2016	2,263			
					8/14/2016	2,286			
					2/14/2017	2,310			
MUN 00226	NJ Department of Transportation	5,000,000	7/13/1998	0.50%	1/11/2016	477,500	5,000,000	500,000	4,500,000
					1/10/2017	479,888			
					1/11/2018	482,287			
					1/11/2019	484,698			
					1/12/2020	487,122			
					1/11/2021	489,557			
					1/12/2022	492,005			
					1/12/2023	494,465			
					1/13/2024	496,938			
					1/12/2025	115,540			
2004-95-130	Ballfield - Westfield Ave.	337,599	5/1/2005	2.00%	10/29/2015	12,821	131,495	25,263	106,232
					4/30/2016	12,949			
					10/29/2016	13,079			
					4/30/2017	13,210			
					10/29/2017	13,342			
					4/30/2018	13,475			
					10/29/2018	13,610			
					4/30/2019	13,746			

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2015

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2014		Balance June 30, 2014	Decreased by	Balance June 30, 2015
					Date	Amount			
2004-92-105	Kenah Center Acquisitions	\$ 70,000	12/2/1998	2.00%	9/2/2015	\$ 2,030			
					3/2/2016	2,050			
					9/2/2016	2,071			
					3/2/2017	2,092			
					9/2/2017	2,112			
					3/2/2018	2,134			
					9/2/2018	2,155			
					11/7/2014	9,412			
2004-03-081	Elmora Raquet Club	400,000	8/1/2008	2.00%	11/7/2015	9,602			
					5/7/2016	9,698			
					11/7/2016	9,795			
					5/7/2017	9,896			
					11/7/2017	9,991			
					5/7/2018	10,091			
					11/7/2018	10,192			
					5/7/2019	10,294			
					11/7/2019	10,397			
					5/7/2020	10,501			
					11/7/2020	10,606			
					5/7/2021	10,712			
					11/7/2021	10,819			
					5/7/2022	10,927			
					11/7/2022	11,037			
					5/7/2023	11,147			
					11/7/2023	11,259			
					5/7/2024	11,371			
					11/7/2024	11,485			
					5/7/2025	11,600			
11/7/2025	11,716								
5/7/2026	11,833								
11/7/2026	11,951								
5/7/2027	12,071								
11/7/2027	12,192								
5/7/2028	12,313								
						\$ 18,644	4,000	\$ 14,644	
						302,415	18,919	283,496	

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2015

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2014		Balance June 30, 2014	Decreased by	Balance June 30, 2015
					Date	Amount			
2004-97-018	Kenah Field Expansion	\$ 280,938	12/22/2008	2.00%	9/24/2015	\$ 6,677			
					3/24/2016	6,744			
					9/24/2016	6,811			
					3/24/2017	6,879			
					9/24/2017	6,948			
					3/24/2018	7,018			
					9/24/2018	7,088			
					3/24/2019	7,159			
					9/24/2019	7,230			
					3/24/2020	7,302			
					9/24/2020	7,375			
					3/24/2021	7,449			
					9/24/2021	7,524			
					3/24/2022	7,599			
					9/24/2022	7,675			
					3/24/2023	7,752			
					9/24/2023	7,829			
					3/24/2024	7,907			
					9/24/2024	7,986			
					3/24/2025	8,066			
					9/24/2025	8,147			
					3/24/2026	8,229			
					9/24/2026	8,311			
					3/24/2027	8,394			
					9/24/2027	8,478			
					3/24/2028	8,563			
					9/24/2028	8,648			

(Continued)

CITY OF ELIZABETH

Schedule of Loans Payable

General Capital Fund

Year ended June 30, 2015

Loan number	Improvement description	Amount of original issue	Date of original issue	Interest rate	Principal Payments outstanding June 30, 2014		Balance June 30, 2014	Decreased by	Balance June 30, 2015
					Date	Amount			
2004-91-056	Elizabeth River Walkway Semi annual (on Apr. 27 and oct. 27)	\$ 267,196	12/22/2012	0.00%	2016	\$ 13,702			
					2017	13,702			
					2018	13,702			
					2019	13,702			
					2020	13,702			
					2021	13,703			
					2022	13,702			
					2023	13,703			
					2024	13,702			
					2025	13,703			
					2026	13,702			
					2027	13,703			
					2028	13,702			
					2029	13,703			
					2030	13,702			
					2031	13,703			
							\$ 5,970,884	592,273	5,378,611

CITY OF ELIZABETH

Schedule of Cash

Water Utility Funds

Year ended June 30, 2015

	<u>Operating Fund</u>	<u>Trust Fund</u>	<u>Capital Fund</u>
Balance, June 30, 2014	\$ 849,611	157,472	1,875,167
Increased by receipts:			
Due to Liberty Water	812	—	—
Reserve for capital expenditures	—	—	1,324,995
Interest earned	4,563	—	—
Interfund receipts	3,273	—	3,095
Total receipts	<u>8,648</u>	<u>—</u>	<u>1,328,090</u>
Subtotal	<u>858,259</u>	<u>157,472</u>	<u>3,203,257</u>
Decreased by disbursements:			
Interfund disbursements	3,095	—	3,273
Payment to Liberty Water for Improvements	812	—	509,689
Total disbursements	<u>3,907</u>	<u>—</u>	<u>512,962</u>
Balance, June 30, 2015	<u>\$ 854,352</u>	<u>157,472</u>	<u>2,690,295</u>

CITY OF ELIZABETH

Schedule of Analysis of Capital Cash

Water Utility Capital Fund

June 30, 2015

<u>Description</u>	<u>Amount</u>
Capital Improvement Fund	\$ 697,239
Reserve for capital expenditures	<u>1,992,814</u>
	<u>\$ 2,690,295</u>

CITY OF ELIZABETH

Schedule of Reserve for Customer Deposits

Water Utility Trust Fund

Year ended June 30, 2015

Balance, June 30, 2014 and 2015	\$ <u>157,472</u>
---------------------------------	-------------------

CITY OF ELIZABETH

Reserve for Capital Expenditures

Water Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	1,177,508
Increased by collections from Liberty Water		<u>1,324,995</u>
		2,502,503
Decreased by expenditures		<u>509,689</u>
Balance, June 30, 2015	\$	<u><u>1,992,814</u></u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Receivable (Payable)

Water Utility Operating Fund

Year ended June 30, 2015

	<u>Total</u>	<u>Water Capital Fund</u>
Balance, June 30, 2014, Due from (to)	\$ 420	420
Increased by:		
Interest earned	3,095	3,095
	3,515	3,515
Decreased by:		
Cash receipts	3,273	3,273
Balance, June 30, 2015, Due from (to)	\$ <u>242</u>	<u>242</u>

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

Water Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014 and 2015 \$ 697,239

CITY OF ELIZABETH

Schedule of Water Liens Receivable

Water Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	16,647
Decreased by:		
Collections due to Liberty Water		<u>812</u>
Balance, June 30, 2015	\$	<u><u>15,835</u></u>

CITY OF ELIZABETH

Due to Liberty Water

Water Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	—
Increased by collections for Liberty Water		<u>812</u>
		812
Decreased by expenditures		<u>812</u>
Balance, June 30, 2015	\$	<u><u>—</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Amortization

Water Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	16,441,271
Increased by projects completed		<u>6,510,230</u>
Balance, June 30, 2015	\$	<u><u>22,951,501</u></u>

CITY OF ELIZABETH

Schedule of Fixed Capital

Water Utility Capital Fund

Year ended June 30, 2015

<u>Description</u>	<u>Balance, June 30, 2014</u>	<u>Additions</u>	<u>Balance, June 30, 2015</u>
Capital acquisitions	\$ 1,092,716	—	1,092,716
Land	14,013	—	14,013
General structures	350,250	—	350,250
Distributions mains and accessories	9,023,984	6,510,230	15,534,214
Meters, meter boxes and vaults	987,199	—	987,199
Service pipe and stops	1,896,542	—	1,896,542
Hydrants	136,929	—	136,929
General equipment	2,172,691	—	2,172,691
Miscellaneous service not distributed	445,555	—	445,555
Engineering and supervision	79,059	—	79,059
Computer equipment	6,949	—	6,949
Maintenance of City roads	235,384	—	235,384
	<u>\$ 16,441,271</u>	<u>6,510,230</u>	<u>22,951,501</u>

CITY OF ELIZABETH

Schedule of Cash - Treasurer

Sewer Utility Funds

Year ended June 30, 2015

	Operating Fund	Capital Fund
	<u> </u>	<u> </u>
Balance, June 30, 2014	\$ 12,896,161	14,376,975
Increased by receipts:		
Consumers' accounts receivable	22,521,459	—
Capital Improvement Fund	—	600,000
Miscellaneous revenues	1,280,887	—
Notes issued	—	6,375,000
Environmental Infrastructure Loan	—	160,981
Bonds issued		22,000,000
Interfund	146,820	174,182
	<u>23,949,166</u>	<u>29,310,163</u>
Total receipts		
	<u>36,845,327</u>	<u>43,687,138</u>
Decreased by disbursements:		
Budget appropriations	16,449,190	—
Appropriation reserves	240,764	—
Accounts payable	41,266	—
Interest on bonds and notes	1,051,728	—
Bond sale expenses	—	120,259
Notes paid	—	22,000,000
Interfund disbursements	174,182	146,820
Improvement authorizations	—	7,573,325
	<u>17,957,130</u>	<u>29,840,404</u>
Total disbursements		
Balance, June 30, 2015	\$ <u><u>18,888,197</u></u>	<u><u>13,846,734</u></u>

CITY OF ELIZABETH

Schedule of Analysis of Sewer Utility Capital Cash

Sewer Utility Capital Fund

Year ended June 30, 2015

	Balance June 30, 2014	Receipts		Disbursements		Transfer		Balance June 30, 2015
		Debt issued	Miscellaneous	Improvement authorizations	Miscellaneous	From	To	
Due from NJ Wastewater Treatment Trust	\$ (508,053)	—	—	—	—	—	241,259	(266,794)
Contracts payable	933,483	—	—	—	—	—	—	933,483
Stormwater grant receivable	(5,155)	—	—	—	—	—	—	(5,155)
Bond sale expense payable	25,054	—	—	—	120,259	—	150,000	54,795
Reserve for renewal and replacement	364,000	—	—	—	—	—	—	364,000
Capital Improvement Fund	1,363,338	—	600,000	—	—	—	—	1,963,338
EITF receivable	(507,334)	—	160,981	—	—	10,308,525	—	(10,654,878)
Due to Sewer Operating Fund	(27,222)	—	174,182	—	146,820	—	—	140
Appropriated reserve for grants	20,619	—	—	—	—	—	—	20,619
Fund Balance	1,089,318	—	—	—	—	—	—	1,089,318
Improvement authorizations:								
Ordinance number								
1848	(332,000)	332,000	—	—	—	—	—	—
2340	(105,686)	101,719	—	—	—	—	—	(3,967)
2481	(101,766)	—	—	—	—	—	—	(101,766)
2834	(219,876)	—	—	—	—	—	—	(219,876)
2909	656,083	—	—	—	—	241,259	—	414,824
3245	2,019,078	248,870	—	156,839	—	—	—	2,111,109
3119	38,925	—	—	—	—	—	—	38,925
3462	—	1,200,000	—	—	—	—	—	1,200,000
3634	(1,294,522)	1,330,000	—	35,478	—	—	—	—
3652	(59,964)	59,964	—	—	—	—	—	—
3653	(475,000)	475,000	—	—	—	—	—	—
3720	483,545	—	—	—	—	—	—	483,545
3748	(262,593)	262,593	—	—	—	—	—	—
3795	(364,854)	364,854	—	—	—	—	—	—
3878	81,409	—	—	—	—	—	—	81,409
3982	618,255	—	—	—	—	—	—	618,255
3992	231,625	—	—	—	—	—	—	231,625
3993	(2)	—	—	—	—	—	—	(2)
4035	151,780	—	—	145,981	—	—	—	5,799
4036	(474,637)	—	—	—	—	—	—	(474,637)
4093	144,592	—	—	19,250	—	—	—	125,342
4170	(1,497,854)	—	—	—	—	—	—	(1,497,854)
4198	(27,535)	—	—	70,347	—	—	—	(97,882)
4199	242,883	—	—	—	—	—	—	242,883
4200	(926,899)	—	—	—	—	—	—	(926,899)
4320	(149,220)	—	—	129,385	—	—	—	(278,605)
4323	3,616,919	—	—	2,870,025	—	25,000	—	721,894
4420	(363,759)	—	—	414,910	—	—	5,105,508	4,326,839
4452	10,000,000	2,000,000	—	3,724,670	—	125,000	—	8,150,330
4480	—	—	—	—	—	—	5,203,017	5,203,017
4510	—	—	—	6,440	—	—	—	(6,440)
	<u>\$ 14,376,975</u>	<u>6,375,000</u>	<u>935,163</u>	<u>7,573,325</u>	<u>267,079</u>	<u>10,699,784</u>	<u>10,699,784</u>	<u>13,846,734</u>

CITY OF ELIZABETH

Schedule of Consumers' Accounts Receivable

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ 10,842
Increased by:	
Current litigation billing adjustment	2,810,486
Rents levied	<u>23,560,537</u>
	<u>26,371,023</u>
	26,381,865
Decreased by:	
Collections	<u>22,521,459</u>
Balance, June 30, 2015	<u><u>\$ 3,860,406</u></u>

CITY OF ELIZABETH

Schedule of Appropriated Reserve for State Grants

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>20,619</u>
Balance, June 30, 2015	\$ <u>20,619</u>

CITY OF ELIZABETH

Schedule of Fixed Capital

Sewer Utility Capital Fund

Year ended June 30, 2015

	Balance, June 30, 2014	Increases	Balance, June 30, 2015
	<u>2014</u>	<u>Increases</u>	<u>2015</u>
Sewer pumps	\$ 1,335,787	—	1,335,787
Computer equipment	47,728	—	47,728
Transportation equipment	263,450	—	263,450
General equipment	734,495	—	734,495
Joint Meeting Dewatering Plant	15,775,548	—	15,775,548
Sewer lines	8,890,510	—	8,890,510
Sanitary sewer system	25,136,012	—	25,136,012
Refunding bond issuance costs	315,000	—	315,000
Overflow pollution abatement program	256,000	—	256,000
	<u>\$ 52,754,530</u>	<u>—</u>	<u>52,754,530</u>

CITY OF ELIZABETH

Schedule of Fixed Capital Authorized and Uncompleted

Sewer Utility Capital Fund

Year ended June 30, 2015

Ordinance number	Improvement description	Ordinance authori- zation	Balance, June 30, 2014	2015 improvement authori- zations	Balance June 30, 2015
1987	Pollution abatement program	\$ 4,550,000	4,550,000	—	4,550,000
2287	Joint Meeting Dewatering Plant	3,200,000	3,200,000	—	3,200,000
2386	Fiscal year adjustment bonds	1,425,000	1,425,000	—	1,425,000
2525	Joint Meeting Dewatering Plant	4,775,000	4,775,000	—	4,775,000
2812	Sewer jet and catch basin	85,000	85,000	—	85,000
2909	Infiltration and inflow reduction	3,210,000	1,589,582	—	1,589,582
3119	Overflow pollution abatement program	840,000	584,000	—	584,000
3245	NJ environmental infrastructure trust	14,920,000	14,920,000	—	14,920,000
3340	Sewer refunding bonds	2,875,000	125,000	—	125,000
3462	Combined Sewer System	1,200,000	1,200,000	—	1,200,000
3634	CSO Characterization study	1,400,000	1,400,000	—	1,400,000
3636	Various Storm and Sewer Improvements	5,500,000	—	—	—
3652	Storm sewer Improvements	400,000	400,000	—	400,000
3653	Construction Harding Road Storm sewer	500,000	500,000	—	500,000
3720	Joint Meeting capital construction	3,600,000	3,600,000	—	3,600,000
3748	Harding Rd. Supplement Ord. 3653	300,000	300,000	—	300,000
3795	Harding Rd. Storm Sewer	500,000	500,000	—	500,000
3878	Verona Ave. - Gebhardt Storm Sewer	4,000,000	4,000,000	—	4,000,000
3982	Verona Ave. - Gebhardt Storm Sewer - Supplemental	3,500,000	3,500,000	—	3,500,000
3992	Summer St. Storm Sewer Improvements	1,000,000	1,000,000	—	1,000,000
3993	Joint Meeting Capital Projects	4,500,000	306,931	—	306,931
4035	Midtown sewer improvements	14,000,000	6,854,050	—	6,854,050
4036	Verona Ave. - Gebhardt Storm Sewer	1,000,000	1,000,000	—	1,000,000
4037	Summer St. Storm Sewer Improvements	200,000	200,000	—	200,000
4093	Infrastructure Upgrades Phase I	12,000,000	12,000,000	—	12,000,000
4170	North Ave. sewer modification	1,500,000	1,500,000	—	1,500,000
4198	Western Ave. sewer system improvement	12,000,000	12,000,000	—	12,000,000
4199	Third Ave. sewer modification	2,600,000	2,600,000	—	2,600,000
4200	South St. sewer modification	1,500,000	1,500,000	—	1,500,000
4320	South St. Sewer - Pump Station	5,000,000	5,000,000	—	5,000,000
4323	Sewer Capital Upgrades Phase II	12,000,000	12,000,000	—	12,000,000
4420	Elizabeth River Flood Control Project	7,500,000	7,500,000	—	7,500,000
4452	Sewer System Improvements	12,000,000	12,000,000	—	12,000,000
4480	Joint Meeting Capital Projects	5,400,000	—	5,400,000	5,400,000
4510	Trumbull St. Flood Control Project	5,500,000	—	5,500,000	5,500,000
4527	Progress St. Flood Control Project	4,500,000	—	4,500,000	4,500,000
4528	South St. Improvement (supplement #4320)	125,000	—	125,000	125,000
4529	Eliz River Flood Control (supp. #4420)	1,300,000	—	1,300,000	1,300,000
			<u>\$ 122,114,563</u>	<u>16,825,000</u>	<u>138,939,563</u>

CITY OF ELIZABETH

Schedule of Reserve for Renewal and Replacement of
Property, Plant, and Equipment

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014 and 2015	\$ <u>364,000</u>
---------------------------------	-------------------

CITY OF ELIZABETH

Schedule of Appropriation Reserves

Sewer Utility Operating Fund

Year ended June 30, 2015

	Balance, June 30, 2014	Encumbrance payable cancelled	Balance after modification	Paid	Balance lapsed
Operating:					
Management fee	\$ 461,743	81,897	543,641	293,889	249,752
Joint meeting	2,387,223	—	2,387,223	1,500,000	887,223
Capital improvements:					
Capital outlay	841,079	—	841,079	—	841,079
	<u>\$ 3,690,045</u>	<u>81,897</u>	<u>3,771,943</u>	<u>1,793,889</u>	<u>1,978,054</u>
			Cash	\$ 240,764	
			reserve	1,500,000	
			Accounts payable	<u>53,125</u>	
				<u>\$ 1,793,889</u>	

CITY OF ELIZABETH

Schedule of Accounts Payable

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	800,867
Increased by:		
Appropriation reserves		<u>53,125</u>
		853,992
Decreased by:		
Disbursements		<u>41,266</u>
Balance, June 30, 2015	\$	<u><u>812,726</u></u>

CITY OF ELIZABETH

Schedule of Bond Anticipation Notes

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Ordinance number</u>	<u>Improvement description</u>	<u>Date of original issue</u>	<u>Issue Date</u>	<u>Date of maturity</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, June 30, 2015</u>
4452	Sewer System Improvements	6/26/2014				\$ 10,000,000	—	10,000,000	—
Various	Sewer System Improvements	4/9/2015	4/9/2015	4/8/2016	1.250%	—	6,375,000	—	6,375,000
4323	Sewer Capital Upgrades Phase II	6/27/2013				<u>12,000,000</u>	<u>—</u>	<u>12,000,000</u>	<u>—</u>
						<u>\$ 22,000,000</u>	<u>6,375,000</u>	<u>22,000,000</u>	<u>6,375,000</u>

CITY OF ELIZABETH

Schedule of Accrued Interest on Bonds and Notes

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	241,403
Increased by budget appropriation		<u>1,026,260</u>
		1,267,663
Decreased by:		
Cash disbursements		<u>1,051,728</u>
Balance, June 30, 2015	\$	<u><u>215,935</u></u>

CITY OF ELIZABETH

Schedule of Due from Trustee
Environmental Infrastructure Trust and Fund Loans

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Loan Description</u>	<u>Balance</u> <u>June 30, 2014</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2015</u>
NJEIT fund loan - Ord. 3636 -06ST 06Sf	\$ 34,655	—	—	34,655
NJEIT fund loan - Ord. 3720 -06STJ 06SFJ	488,545	—	—	488,545
Due from State Ord. 4035	—	—	96,589	(96,589)
NJEIT Loan Ord. 4035	—	—	64,392	(64,392)
Due from State Ord. 3992/4037 Summer St.	4,914	—	—	4,914
NJEIT Ord. 4199-13ST	264,176	—	—	264,176
NJEIT Ord. 4199-13SF	(284,956)	—	—	(284,956)
NJEIT Ord. 4420 Elizabeth Field F	—	1,205,000	—	1,205,000
NJEIT Ord. 4420 Elizabeth Field ST	—	3,900,508	—	3,900,508
NJEIT Ord. 4480 joint Meeting F	—	1,230,000	—	1,230,000
NJEIT Ord. 4480 joint Meeting ST	—	3,973,017	—	3,973,017
	<u>\$ 507,334</u>	<u>10,308,525</u>	<u>160,981</u>	<u>10,654,878</u>

CITY OF ELIZABETH

Schedule of Serial Bonds

Sewer Utility Capital Fund

Year ended June 30, 2015

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2015		Interest rate	Balance, June 30, 2014	Increased by Bonds Issued	Paid by	Balance, June 30, 2015
			Date	Amount					
Sewer improvements	7/15/1998	\$ 2,924,000	7/15/2015-18	\$ 150,000	5.000	\$ 750,000	—	150,000	600,000
Sewer Refunding Bonds	7/6/2011	2,555,000	11/1/2016	90,000	3.000				
			11/1/2016	115,000	2.250				
			11/1/2017	205,000	2.500				
			11/1/2018	80,000	4.000				
			11/1/2018	120,000	3.000				
			11/1/2019	195,000	4.000				
			11/1/2020	75,000	5.000				
			11/1/2020	120,000	3.500				
			11/1/2021	195,000	3.750	1,615,000	—	210,000	1,405,000
Sewer Utility Bonds (Maturities on or after 4/1/2024 are subject to redemption on or after 4/1/2023)	4/1/2013	12,000,000	4/1/2016	720,000	2.000				
			4/1/2017	725,000	2.000				
			4/1/2018	740,000	2.000				
			4/1/2019	750,000	2.000				
			4/1/2020	765,000	3.000				
			4/1/2021	780,000	3.000				
			4/1/2022	800,000	3.000				
			4/1/2023	820,000	3.000				
			4/1/2024	845,000	3.000				
			4/1/2025	865,000	3.000				
			4/1/2026	895,000	3.000				
			4/1/2027	920,000	3.125				
			4/1/2028	950,000	3.250			11,285,000	—

(continued)

CITY OF ELIZABETH

Schedule of Serial Bonds

Sewer Utility Capital Fund

Year ended June 30, 2015

Purpose of issue	Date of issue	Original issue	Maturities of bonds outstanding June 30, 2015		Interest rate	Balance, June 30, 2014	Increased by Bonds Issued	Paid by	Balance, June 30, 2015
			Date	Amount					
Sewer Utility Bonds (Maturities on or after 4/1/2025 are subject to redemption on or after 4/1/2024)	4/1/2015	22,000,000	4/1/2016	1,300,000	2.000				
			4/1/2017	1,295,000	2.250				
			4/1/2018	1,310,000	2.500				
			4/1/2019	1,325,000	2.500				
			4/1/2020	1,345,000	2.500				
			4/1/2021	1,370,000	2.500				
			4/1/2022	1,400,000	2.500				
			4/1/2023	1,430,000	2.500				
			4/1/2024	1,470,000	3.000				
			4/1/2025	1,510,000	3.000				
			4/1/2026	1,550,000	3.000				
			4/1/2027	1,595,000	3.000				
			4/1/2028	1,645,000	3.000				
			4/1/2029	1,700,000	3.000				
			4/1/2030	1,755,000	3.000				
						—	22,000,000	—	22,000,000
						\$ 13,650,000	22,000,000	1,070,000	34,580,000

CITY OF ELIZABETH

Schedule of Local Unit Bonds

Sewer Utility Capital Fund

Year ended June 30, 2015

Purpose of issue	Bond number	Original issue	Maturities of bonds outstanding June 30, 2015		Interest rate	Balance, June 30, 2014	Paid by budget appropriations	Balance, June 30, 2015	
			Date	Amount					
Wastewater Treatment Bonds - Trust Loan (Ord. 2909)	97L	\$ 1,600,000			Non-interest bearing	\$ 242,303	242,303	—	
Wastewater Treatment Bonds - Wastewater Treatment Trust Loan (Ord. 2909)	97T	1,610,000	9/1/2015	120,000	5.25	365,000	115,000	250,000	
			9/1/2016	130,000	5.25				
						<u>\$ 607,303</u>	<u>357,303</u>	<u>250,000</u>	
						Forgiveness Paid	\$ 241,259	<u>116,044</u>	
							<u>\$ 357,303</u>		

CITY OF ELIZABETH

Schedule of Reserve for Amortization

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>70,080,112</u>
Increased by:	
Local Unit bonds paid by operating budget	116,044
Environmental infrastructure Loans payable	1,793,079
NJEIT forgiveness	1,994,627
Serial bonds paid by operating budget	<u>1,070,000</u>
	<u>4,973,750</u>
Balance, June 30, 2015	\$ <u><u>75,053,862</u></u>

CITY OF ELIZABETH

Schedule of Reserve for Deferred Amortization

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>9,204,200</u>
Balance, June 30, 2015	\$ <u>9,204,200</u>

CITY OF ELIZABETH

Schedule of Bonds and Notes Authorized but not Issued

Sewer Utility Capital Fund

Year ended June 30, 2015

Ordinance number	Improvement description	Balance, June 30, 2014	Improvement authori- zations	Decreased By	Balance, June 30, 2015
1848	Trenton Ave. pumping station	\$ 332,000	—	332,000	—
2340	Purchase of equipment	105,686	—	101,719	3,967
2481	Water/storm sanitary sewer	101,766	—	—	101,766
2834	Reconstruction and rehabilitation of combined sewer system - overflow pollution abatement program	219,876	—	—	219,876
3245	Combined sewer outflow system	248,870	—	248,870	—
3462	CSO Characterization study	1,200,000	—	1,200,000	—
3634	CSO Characterization study	1,330,000	—	1,330,000	—
3652	Storm sewer Improvements	380,000	—	59,964	320,036
3653	Construction Harding Road Storm sewer	475,000	—	475,000	—
3720	Joint Meeting Capital Projects	196,665	—	—	196,665
3748	Harding Rd. Supplement Ord. 3653	285,000	—	262,593	22,407
3795	Harding Rd. Storm Sewer	475,000	—	364,854	110,146
3982	Verona Ave. - Gebhardt Storm Sewer - Supplemental	80,502	—	—	80,502
3992	Summer St. Storm Sewer Improvements	63,085	—	—	63,085
3993	Joint Meeting Capital Projects	330,200	—	—	330,200
4036	Verona Ave. - Gebhardt Storm Sewer	1,000,000	—	—	1,000,000
4037	Summer St. Storm Sewer Improvements	200,000	—	—	200,000
4170	North Ave. sewer modification	1,500,000	—	—	1,500,000
4198	Western Ave. sewer system improvement	12,000,000	—	—	12,000,000
4199	Third Ave. sewer modification	297,660	—	—	297,660
4200	South St. sewer modification	1,500,000	—	—	1,500,000
4320	South St. Sewer - Pump Station	4,750,000	—	—	4,750,000
4420	Elizabeth River Flood Control Project	7,125,000	—	4,117,379	3,007,621
4452	Sewer System Improvements	2,000,000	—	2,000,000	—
4480	Joint Meeting Capital Projects	—	5,400,000	4,196,519	1,203,481
4510	Trumbull St. Flood Control Project	—	5,500,000	—	5,500,000
4527	Progress St. Flood Control Project	—	4,500,000	—	4,500,000
4528	South St. Improvement (supplement #4320)	—	125,000	—	125,000
4529	Eliz River Flood Control (supp. #4420)	—	1,300,000	—	1,300,000
		<u>\$ 36,196,310</u>	<u>16,825,000</u>	<u>14,688,898</u>	<u>38,332,412</u>
				\$ 6,375,000	
				<u>8,313,898</u>	
				<u>\$ 14,688,898</u>	

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

Purpose of issue	Date of issue	Original issue			Interest rate	Balance, June 30, 2014	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2015
			Date	Amount					
NJ Environmental Trust Loan (Ord. 3245)	10/1/2000	\$ 2,635,000	8/1/2015	\$ 160,000	5.13				
			8/1/2016	170,000	5.13				
			8/1/2017	180,000	5.25				
			8/1/2018	190,000	5.25				
			8/1/2019	200,000	5.25				
			8/1/2020	210,000	5.25				
					\$ 1,265,000	—	155,000	1,110,000	
NJ Environmental Fund Loan (Ord. 3245)	Semi-annual payments on 8/1and 2/1	2,548,815	8/1/2015	132,293	Non-interest bearing				
			8/1/2016	133,249					
			8/1/2017	133,817					
			8/1/2018	133,996					
			8/1/2019	133,849					
			8/1/2020	133,377					
					934,715	—	134,134	800,581	
NJ Environmental Trust Loan 2001A - 11/8/2001 (Ord. 3245)	Semi-annual payments on 8/1and 2/1	3,130,000	8/1/2015	190,000	5.00				
			8/1/2016	200,000	5.00				
			8/1/2017	210,000	5.00				
			8/1/2018	220,000	5.00				
			8/1/2019	235,000	5.00				
			8/1/2020	245,000	4.75				
8/1/2021	255,000	4.75							
					1,740,000	—	185,000	1,555,000	
NJ Environmental Trust Loan 2002A - 03ST (Ord. 3428)	8/1/2002	1,945,000	8/1/2015	115,000	5.00				
			8/1/2016	125,000	5.00				
			8/1/2017	130,000	5.00				
			8/1/2018	135,000	5.00				
			8/1/2019	145,000	5.00				
			8/1/2020	150,000	5.00				
			8/1/2021	155,000	5.00				
			8/1/2022	165,000	4.75				
					1,230,000	—	110,000	1,120,000	
NJ Environmental Fund Loan 2002A (Ord. 3428)	Semi-annual payments on 8/1and 2/1	1,775,000	2016	101,620	Non-interest bearing				
			2017	104,043					
			2018	103,210					
			2019	102,225					
			2020	104,043					
			2021	102,603					
			2022	101,013					
			2023	102,349					
NJ Environmental Fund Loan 2001A (Ord. 3245)	11/8/2001	3,084,896	8/1/2015	145,601	Non-interest bearing				
			2/1/2016	21,370					
			8/1/2016	148,950					
			2/1/2017	18,180					
			8/1/2017	152,139					
			2/1/2018	14,831					
			8/1/2018	155,169					
			2/1/2019	11,323					
			8/1/2019	161,229					
			2/1/2020	7,575					
			8/1/2020	163,861					
			2/1/2021	3,863					
			8/1/2021	166,528					
					1,340,381	—	169,762	1,170,619	

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>			
NJ Environmental Trust Loan 2006A (Ord. 3636)	11/29/2006 Semi-annual interest payments on 8/1and 2/1	\$ 755,000	8/1/2015	\$ 35,000	5.000							
			8/1/2016	40,000	5.000							
			8/1/2017	40,000	4.000							
			8/1/2018	40,000	4.000							
			8/1/2019	40,000	4.000							
			8/1/2020	45,000	4.000							
			8/1/2021	45,000	4.125							
			8/1/2022	50,000	4.125							
			8/1/2023	50,000	4.250							
			8/1/2024	50,000	5.000							
			8/1/2025	55,000	4.250							
			8/1/2026	55,000	4.250	\$ 580,000	—	35,000	545,000			
			NJ Environmental Fund Loan (Ord. 3636) 2006A (07SF)	11/29/2006	2,161,034	8/1/2015	87,691	Non-interest bearing				
						2/1/2016	20,448					
8/1/2016	95,422											
2/1/2017	18,574											
8/1/2017	93,548											
2/1/2018	17,074											
8/1/2018	92,048											
2/1/2019	15,575											
8/1/2019	90,549											
2/1/2020	14,075											
8/1/2020	98,421											
2/1/2021	12,389											
8/1/2021	96,734											
2/1/2022	10,649											
8/1/2022	104,366											
2/1/2023	8,716											
8/1/2023	102,434											
2/1/2024	6,724											
8/1/2024	100,442											
2/1/2025	4,381											
8/1/2025	107,471											
2/1/2026	2,191											
8/1/2026	105,280		1,416,621	—	111,419	1,305,202						
NJ Environmental Trust Loan 2006A (07STJ) (Ord. 3720)	11/29/2006 Semi-annual interest payments on 8/1and 2/1	880,000	8/1/2015	40,000	5.000							
			8/1/2016	45,000	5.000							
			8/1/2017	45,000	4.000							
			8/1/2018	45,000	4.000							
			8/1/2019	50,000	4.000							
			8/1/2020	50,000	4.000							
			8/1/2021	55,000	4.125							
			8/1/2022	55,000	4.125							
			8/1/2023	60,000	4.250							
			8/1/2024	60,000	5.000							
			8/1/2025	65,000	4.250							
			8/1/2026	65,000	4.250	675,000	—	40,000	635,000			

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>
NJ Environmental Fund Loan 2006A (07SFJ) (Ord. 3720)	11/29/2006	\$ 2,523,335	8/1/2015	\$ 100,816	Non-interest bearing				
			2/1/2016	23,888					
			8/1/2016	108,321					
			2/1/2017	21,777					
			8/1/2017	106,210					
			2/1/2018	20,088					
			8/1/2018	104,522					
			2/1/2019	18,399					
			8/1/2019	112,214					
			2/1/2020	16,524					
			8/1/2020	110,338					
			2/1/2021	14,647					
			8/1/2021	117,843					
			2/1/2022	12,518					
			8/1/2022	115,715					
			2/1/2023	10,390					
			8/1/2023	122,968					
			2/1/2024	7,998					
			8/1/2024	120,576					
			2/1/2025	5,183					
8/1/2025	127,143								
2/1/2026	2,592								
8/1/2026	124,551	\$	1,653,677	—	128,456	1,525,221			
NJ Environmental Trust Loan (Ord. 3878) (09ST)	12/1/2009	1,755,000	8/1/2015	70,000	5.00				
			2/1/2016		5.00				
			8/1/2016	75,000	5.00				
			2/1/2017		5.00				
			8/1/2017	80,000	5.00				
			2/1/2018		5.00				
			8/1/2018	85,000	5.00				
			2/1/2019		5.00				
			8/1/2019	90,000	4.00				
			2/1/2020		4.00				
			8/1/2020	90,000	4.00				
			2/1/2021		4.00				
			8/1/2021	95,000	4.00				
			2/1/2022		4.00				
			8/1/2022	100,000	3.50				
			2/1/2023		3.50				
			8/1/2023	100,000	4.00				
			2/1/2024		4.00				
			8/1/2024	105,000	4.00				
			2/1/2025		4.00				
8/1/2025	110,000	3.75							
2/1/2026		3.75							
8/1/2026	115,000	4.00							
2/1/2027		4.00							
8/1/2027	120,000	4.00							
2/1/2028		4.00							
8/1/2028	125,000	4.00							
2/1/2029		4.00							
8/1/2029	130,000	4.00	1,560,000	—	70,000	1,490,000			

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>
NJ Environmental Fund Loan (Ord. 3878) (09SF)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 1,763,165	8/1/2015	\$ 59,768	Non-interest bearing				
			2/1/2016	29,885					
			8/1/2016	59,768					
			2/1/2017	29,884					
			8/1/2017	59,768					
			2/1/2018	29,885					
			8/1/2018	59,768					
			2/1/2019	29,884					
			8/1/2019	59,768					
			2/1/2020	29,885					
			8/1/2020	59,768					
			2/1/2021	29,885					
			8/1/2021	59,768					
			2/1/2022	29,884					
			8/1/2022	59,768					
			2/1/2023	29,884					
			8/1/2023	59,768					
			2/1/2024	29,884					
			8/1/2024	59,768					
			2/1/2025	29,885					
			8/1/2025	59,768					
			2/1/2026	29,884					
			8/1/2026	59,768					
			2/1/2027	29,885					
8/1/2027	59,768								
2/1/2028	29,884								
8/1/2028	59,768								
2/1/2029	29,885								
8/1/2029	59,768	\$ 1,404,556	—	89,652	1,314,904				
NJ Environmental Trust Loan (Ord. 3993) (09STJ) Series 2010 A (CW-ARRA)	12/1/2009 Semi-annual payments on 8/1 and 2/1	1,025,000	8/1/2015	40,000	5.00				
			2/1/2016						
			8/1/2016	45,000	5.00				
			2/1/2017						
			8/1/2017	45,000	5.00				
			2/1/2018						
			8/1/2018	50,000	5.00				
			2/1/2019						
			8/1/2019	50,000	4.00				
			2/1/2020						
			8/1/2020	55,000	5.00				
			2/1/2021						
			8/1/2021	55,000	3.00				
			2/1/2022						
			8/1/2022	60,000	4.00				
			2/1/2023						
			8/1/2023	60,000	4.00				
			2/1/2024						
8/1/2024	60,000	4.00							
2/1/2025									
8/1/2025	65,000	4.00							
2/1/2026									
8/1/2026	70,000	3.50							
2/1/2027									
8/1/2027	70,000	4.00							
2/1/2028									
8/1/2028	75,000	4.00							
2/1/2029									
8/1/2029	75,000	4.00	915,000	—	40,000	875,000			

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

Purpose of issue	Date of issue	Original issue			Interest rate	Balance, June 30, 2014	Increased by Bonds Issued	Paid by budget appropriations	Balance, June 30, 2015
			Date	Amount					
NJ Environmental Fund Loan (Ord. 3993) (09SFJ)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 1,048,267	8/1/2015	\$ 35,534	Non-interest bearing				
			2/1/2016	17,768					
			8/1/2016	35,534					
			2/1/2017	17,767					
			8/1/2017	35,534					
			2/1/2018	17,768					
			8/1/2018	35,534					
			2/1/2019	17,768					
			8/1/2019	35,534					
			2/1/2020	17,768					
			8/1/2020	35,534					
			2/1/2021	17,768					
			8/1/2021	35,534					
			2/1/2022	17,768					
			8/1/2022	35,534					
			2/1/2023	17,768					
			8/1/2023	35,534					
			2/1/2024	17,767					
			8/1/2024	35,534					
			2/1/2025	17,768					
			8/1/2025	35,534					
			2/1/2026	17,768					
			8/1/2026	35,534					
			2/1/2027	17,768					
			8/1/2027	35,534					
2/1/2028	17,768								
8/1/2028	35,534								
2/1/2029	17,767								
8/1/2029	35,534	\$ 835,060	—	53,302	781,758				
NJ Environmental Trust Loan (Ord. 3992) (09STJ) Series 2010 A (CW-ARRA)	12/1/2009 Semi-annual payments on 8/1 and 2/1	220,000	8/1/2015	10,000	5.00				
			2/1/2016						
			8/1/2016	10,000	5.00				
			2/1/2017						
			8/1/2017	10,000	5.00				
			2/1/2018						
			8/1/2018	10,000	5.00				
			2/1/2019						
			8/1/2019	10,000	4.00				
			2/1/2020						
			8/1/2020	10,000	4.00				
			2/1/2021						
			8/1/2021	10,000	3.00				
			2/1/2022						
			8/1/2022	10,000	4.00				
			2/1/2023						
			8/1/2023	15,000	4.00				
			2/1/2024						
			8/1/2024	15,000	4.00				
			2/1/2025						
			8/1/2025	15,000	4.00				
			2/1/2026						
			8/1/2026	15,000	3.50				
			2/1/2027						
			8/1/2027	15,000	4.00				
2/1/2028									
8/1/2028	15,000	4.00							
2/1/2029									
8/1/2029	15,000	4.00	195,000	—	10,000	185,000			

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>
NJ Environmental Fund Loan (Ord. 3992) (09SFJ)	12/1/2009 Semi-annual payments on 8/1 and 2/1	\$ 222,305	8/1/2015	\$ 7,536	Non-interest bearing				
			2/1/2016	3,767					
			8/1/2016	7,536					
			2/1/2017	3,768					
			8/1/2017	7,536					
			2/1/2018	3,768					
			8/1/2018	7,536					
			2/1/2019	3,768					
			8/1/2019	7,536					
			2/1/2020	3,767					
			8/1/2020	7,536					
			2/1/2021	3,768					
			8/1/2021	7,536					
			2/1/2022	3,767					
			8/1/2022	7,536					
			2/1/2023	3,768					
			8/1/2023	7,536					
			2/1/2024	3,767					
			8/1/2024	7,536					
			2/1/2025	3,768					
			8/1/2025	7,536					
			2/1/2026	3,768					
			8/1/2026	7,536					
			2/1/2027	3,768					
			8/1/2027	7,536					
2/1/2028	3,767								
8/1/2028	7,536								
2/1/2029	3,768								
8/1/2029	7,536								
						\$ 177,090	—	11,304	165,786
NJ Environmental Fund Loan (12SF)	5/3/2012	2,839,367	8/1/2015	96,250	Non-interest bearing				
			2/1/2016	48,125					
			8/1/2016	96,250					
			2/1/2017	48,125					
			8/1/2017	96,250					
			2/1/2018	48,125					
			8/1/2018	96,250					
			2/1/2019	48,125					
			8/1/2019	96,250					
			2/1/2020	48,125					
			8/1/2020	96,250					
			2/1/2021	48,125					
			8/1/2021	96,250					
			2/1/2022	48,125					
			8/1/2022	96,250					
			2/1/2023	48,125					
			8/1/2023	96,250					
			2/1/2024	48,125					
			8/1/2024	96,250					
			2/1/2025	48,125					
			8/1/2025	96,250					
2/1/2026	48,125								
8/1/2026	96,250								
2/1/2027	48,125								
8/1/2027	96,250								
2/1/2028	48,125								
8/1/2028	96,250								
2/1/2029	48,125								
8/1/2029	96,250								
2/1/2030	48,125								
8/1/2030	96,250								
2/1/2031	48,125								
8/1/2031	96,250								
						2,550,617	—	144,375	2,406,242

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>
NJ Environmental Trust Loan (12ST)	5/3/2012	\$ 2,595,000	8/1/2015	\$ 95,000	4.00				
			2/1/2016	—					
			8/1/2016	100,000	5.00				
			2/1/2017	—					
			8/1/2017	105,000	5.00				
			2/1/2018	—					
			8/1/2018	110,000	5.00				
			2/1/2019	—					
			8/1/2019	115,000	5.00				
			2/1/2020	—					
			8/1/2020	120,000	5.00				
			2/1/2021	—					
			8/1/2021	125,000	5.00				
			2/1/2022	—					
			8/1/2022	135,000	5.00				
			2/1/2023	—					
			8/1/2023	140,000	5.00				
			2/1/2024	—					
			8/1/2024	150,000	5.00				
			2/1/2025	—					
			8/1/2025	155,000	5.00				
			2/1/2026	—					
			8/1/2026	160,000	5.00				
			2/1/2027	—					
			8/1/2027	170,000	5.00				
			2/1/2028	—					
			8/1/2028	175,000	5.00				
			2/1/2029	—					
			8/1/2029	180,000	5.00				
			2/1/2030	—					
			8/1/2030	185,000	5.00				
			2/1/2031	—					
			8/1/2031	190,000	5.00	\$ 2,505,000	—	95,000	2,410,000

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>
NJ Environmental Trust Loan (13ST)	5/22/2013	\$ 560,000	8/1/2015	\$ 20,000	4.00				
			2/1/2016						
			8/1/2016	20,000	4.00				
			2/1/2017						
			8/1/2017	25,000	4.00				
			2/1/2018						
			8/1/2018	25,000	4.00				
			2/1/2019						
			8/1/2019	25,000	4.00				
			2/1/2020						
			8/1/2020	25,000	4.00				
			2/1/2021						
			8/1/2021	25,000	4.00				
			2/1/2022						
			8/1/2022	30,000	4.00				
			2/1/2023						
			8/1/2023	30,000	5.00				
			2/1/2024						
			8/1/2024	30,000	5.00				
			2/1/2025						
			8/1/2025	30,000	3.00				
			2/1/2026						
			8/1/2026	35,000	3.00				
			2/1/2027						
			8/1/2027	35,000	3.00				
			2/1/2028						
			8/1/2028	35,000	3.00				
			2/1/2029						
			8/1/2029	35,000	3.00				
			2/1/2030						
			8/1/2030	35,000	3.00				
			2/1/2031						
			8/1/2031	40,000	3.00				
			2/1/2032						
			8/1/2032	40,000	3.00	\$ 560,000	—	20,000	540,000

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>
NJ Environmental Fund Loan (13ST)	5/22/2013	\$ 1,742,340	8/1/2015	\$ 59,062	Non-interest bearing				
			2/1/2016	29,532					
			8/1/2016	59,062					
			2/1/2017	29,531					
			8/1/2017	59,062					
			2/1/2018	29,532					
			8/1/2018	59,062					
			2/1/2019	29,531					
			8/1/2019	59,062					
			2/1/2020	29,532					
			8/1/2020	59,062					
			2/1/2021	29,531					
			8/1/2021	59,062					
			2/1/2022	29,532					
			8/1/2022	59,062					
			2/1/2023	29,532					
			8/1/2023	59,062					
			2/1/2024	29,531					
			8/1/2024	59,062					
			2/1/2025	29,532					
			8/1/2025	59,062					
			2/1/2026	29,531					
			8/1/2026	59,062					
			2/1/2027	29,531					
			8/1/2027	59,062					
			2/1/2028	29,532					
			8/1/2028	59,062					
			2/1/2029	29,532					
8/1/2029	59,062								
2/1/2030	29,532								
8/1/2030	59,062								
2/1/2031	29,531								
8/1/2031	59,062								
2/1/2032	29,532								
8/1/2032	59,062								
						\$ 1,653,746	—	88,593	1,565,153
NJ Environmental Fund Loan (13ST) Ord. 4420	5/28/2015	1,205,000	8/1/2015	—	5.00				
			8/1/2016	40,000	5.00				
			8/1/2017	40,000	5.00				
			8/1/2018	45,000	5.00				
			8/1/2019	45,000	5.00				
			8/1/2020	50,000	5.00				
			8/1/2021	50,000	5.00				
			8/1/2022	55,000	5.00				
			8/1/2023	55,000	5.00				
			8/1/2024	60,000	5.00				
			8/1/2025	65,000	5.00				
			8/1/2026	65,000	5.00				
			8/1/2027	70,000	4.00				
			8/1/2028	70,000	4.00				
			8/1/2029	75,000	4.00				
			8/1/2030	80,000	4.00				
8/1/2031	80,000	4.00							
8/1/2032	85,000	4.00							
8/1/2033	85,000	4.00							
8/1/2034	90,000	4.00							
						—	1,205,000	—	1,205,000

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>	
NJ Environmental Fund Loan (15SF) Ord. 4420	5/28/2015	\$ 2,912,379	8/1/2015	\$ 98,725						
			2/1/2016	49,362						
			8/1/2016	98,725						
			2/1/2017	49,362						
			8/1/2017	98,725						
			2/1/2018	49,362						
			8/1/2018	98,725						
			2/1/2019	49,362						
			8/1/2019	98,725						
			2/1/2020	49,362						
			8/1/2020	98,725						
			2/1/2021	49,362						
			8/1/2021	98,725						
			2/1/2022	49,362						
			8/1/2022	98,725						
			2/1/2023	49,362						
			8/1/2023	98,725						
			2/1/2024	49,362						
			8/1/2024	98,725						
			2/1/2025	49,362						
			8/1/2025	98,725						
			2/1/2026	49,362						
			8/1/2026	98,725						
			2/1/2027	49,362						
			8/1/2027	98,725						
			2/1/2028	49,362						
			8/1/2028	98,725						
			2/1/2029	49,362						
			8/1/2029	98,725						
			2/1/2030	49,362						
			8/1/2030	98,725						
			2/1/2031	49,362						
			8/1/2031	98,725						
			2/1/2032	49,362						
8/1/2032	98,725									
2/1/2033	49,362									
8/1/2033	98,725									
2/1/2034	49,363									
8/1/2034	98,725				\$ —	3,900,508	988,129	2,912,379		
NJ Environmental Fund Loan (15STJ) Ord. 4480	5/28/2015	1,230,000	8/1/2015	—	5.00					
			8/1/2016	40,000	5.00					
			8/1/2017	45,000	5.00					
			8/1/2018	45,000	5.00					
			8/1/2019	50,000	5.00					
			8/1/2020	50,000	5.00					
			8/1/2021	50,000	5.00					
			8/1/2022	55,000	5.00					
			8/1/2023	60,000	5.00					
			8/1/2024	60,000	5.00					
			8/1/2025	65,000	5.00					
			8/1/2026	65,000	5.00					
			8/1/2027	70,000	4.00					
			8/1/2028	75,000	4.00					
			8/1/2029	75,000	4.00					
			8/1/2030	80,000	4.00					
8/1/2031	80,000	4.00								
8/1/2032	85,000	4.00								
8/1/2033	90,000	4.00								
8/1/2034	90,000	4.00			—	1,230,000	—	1,230,000		

(continued)

CITY OF ELIZABETH

Schedule of Environmental Infrastructure Loans Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

<u>Purpose of issue</u>	<u>Date of issue</u>	<u>Original issue</u>	<u>Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance, June 30, 2014</u>	<u>Increased by Bonds Issued</u>	<u>Paid by budget appropriations</u>	<u>Balance, June 30, 2015</u>		
NJ Environmental Fund Loan (15SFJ) Ord. 4480	5/28/2015	\$ 2,966,519	8/1/2015	\$ 100,560							
			2/1/2016	50,280							
			8/1/2016	100,560							
			2/1/2017	50,280							
			8/1/2017	100,560							
			2/1/2018	50,280							
			8/1/2018	100,560							
			2/1/2019	50,280							
			8/1/2019	100,560							
			2/1/2020	50,280							
			8/1/2020	100,560							
			2/1/2021	50,280							
			8/1/2021	100,560							
			2/1/2022	50,280							
			8/1/2022	100,560							
			2/1/2023	50,280							
			8/1/2023	100,560							
			2/1/2024	50,280							
			8/1/2024	100,560							
			2/1/2025	50,280							
			8/1/2025	100,560							
			2/1/2026	50,280							
			8/1/2026	100,560							
			2/1/2027	50,280							
			8/1/2027	100,560							
			2/1/2028	50,280							
			8/1/2028	100,560							
			2/1/2029	50,280							
			8/1/2029	100,560							
			2/1/2030	50,280							
			8/1/2030	100,560							
2/1/2031	50,280										
8/1/2031	100,560										
2/1/2032	50,280										
8/1/2032	100,560										
2/1/2033	50,280										
8/1/2033	100,560										
2/1/2034	50,279										
8/1/2034	100,560										
						\$ —	3,973,017	1,006,498	2,966,519		
						<u>24,114,651</u>	<u>10,308,525</u>	<u>3,787,706</u>	<u>30,635,470</u>		

CITY OF ELIZABETH

Schedule of Sewer Liens Receivable

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	12,992
Decreased by collections		<u>711</u>
Balance, June 30, 2015	\$	<u><u>12,281</u></u>

CITY OF ELIZABETH

Schedule of Capital Improvement Fund

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	1,363,338
Increased by:		
Budget appropriation		<u>600,000</u>
Balance, June 30, 2015	\$	<u><u>1,963,338</u></u>

CITY OF ELIZABETH

Schedule of Encumbrances Payable

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ 81,897
Increased by budget appropriation	<u>1,038,121</u>
	1,120,018
Decreased by cancellation to appropriation reserve	<u>81,897</u>
Balance, June 30, 2015	<u><u>\$ 1,038,121</u></u>

CITY OF ELIZABETH

Schedule of Due from State of New Jersey -
Wastewater Treatment Trust Fund

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	508,053
Decreased by cancellation		<u>241,259</u>
Balance, June 30, 2015	\$	<u><u>266,794</u></u>

Analysis of balance

Grant due from State	\$	15,535
Wastewater trust loan		<u>251,259</u>
	\$	<u><u>266,794</u></u>

CITY OF ELIZABETH

Schedule of Miscellaneous Rents Receivable

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014 and 2015	\$ <u>5,342</u>
---------------------------------	-----------------

CITY OF ELIZABETH

Schedule of Bond Sale Expense Payable

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	25,054
Increased by transfer from Ordinances		<u>150,000</u>
		175,054
Decreased by disbursements		<u>120,259</u>
Balance, June 30, 2015	\$	<u><u>54,795</u></u>

CITY OF ELIZABETH

Schedule of State Grant Receivable

Sewer Utility Capital Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$ <u>5,155</u>
Balance, June 30, 2015	\$ <u>5,155</u>

CITY OF ELIZABETH

Schedule of Interfund Accounts Payable (Receivable)

Sewer Utility Operating Fund

Year ended June 30, 2015

	<u>Total</u>	<u>Sewer Capital Fund</u>
Balance, June 30, 2014, Due to	\$ 27,222	27,222
Increased by:		
Cash receipts	146,820	146,820
	<u>146,820</u>	<u>146,820</u>
	174,042	174,042
Decreased by disbursement	<u>174,182</u>	<u>174,182</u>
Balance, June 30, 2015, Due to	<u><u>\$ (140)</u></u>	<u><u>(140)</u></u>

CITY OF ELIZABETH

Schedule of Capital Outlay Reserve

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	—
Increased by transfer from Appropriations and Reserve		<u>2,349,387</u>
Balance, June 30, 2015	\$	<u><u>2,349,387</u></u>

CITY OF ELIZABETH

Schedule of Sewer Installment Receivable

Sewer Utility Operating Fund

Year ended June 30, 2015

Balance, June 30, 2014	\$	—
Increased by sewer billing judgement		<u>3,000,000</u>
Balance, June 30, 2015	\$	<u><u>3,000,000</u></u>

CITY OF ELIZABETH

Schedule of Changes in General Fixed Assets

General Fixed Assets Account Group

Year ended June 30, 2015

	Balance			Balance
	June 30, 2014	Additions	Dispositions	June 30, 2015
General fixed assets:				
Land and buildings	\$ 49,228,128	1,203,553	298,116	50,133,565
Equipment	13,830,969	461,470	175	14,292,264
Vehicles	22,413,975	2,897,735	223,132	25,088,578
	<u>\$ 85,473,072</u>	<u>4,562,758</u>	<u>521,423</u>	<u>89,514,407</u>

SUPPLEMENTARY DATA

CITY OF ELIZABETH

Supplementary Data

Comparative Schedule of Tax Rate Information

<u>Calendar Year</u>		<u>2015</u>	<u>2014</u>	<u>2013</u>
Tax Rate	\$	<u>26.099</u>	<u>25.315</u>	<u>23.900</u>
Apportionment of tax rate:				
Municipal		15.380	15.733	14.360
County		4.054	3.774	3.710
Local school		<u>6.665</u>	<u>5.808</u>	<u>5.830</u>

Tax rates are based on municipal assessed valuations.

Assessed valuations:

2015	\$	897,539,015
2014		900,763,476
2013		897,432,852
2012		901,140,000
2011		906,866,041

Comparison of Tax Levies and Collection Currently

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

<u>Year</u>		<u>Tax levy</u>	<u>Currently</u>	
			<u>Cash collections</u>	<u>Percentage of collection</u>
2015	\$	231,247,104	224,027,058	96.88%
2014		223,144,806	216,260,002	96.91%
2013		209,461,310	201,315,671	96.11%
2012		207,091,742	198,728,844	95.96%
2011		203,243,054	195,373,014	96.13%

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>Amount of tax title liens</u>	<u>Amount of delinquent taxes</u>	<u>Total delinquent</u>	<u>Percentage of tax levy</u>
2015	\$	1,030,635	7,134,597	8,165,232	3.53%
2014		2,800,572	6,384,613	9,185,185	4.12%
2013		2,811,450	7,522,799	10,334,249	4.63%
2012		2,195,010	7,680,893	9,875,903	4.71%
2011		1,661,478	7,276,211	8,937,689	4.32%

(Continued)

CITY OF ELIZABETH

Supplementary Data

Property Acquired by Tax Title Lien Liquidation

The value of property acquired by liquidation of tax title liens on June 30, on the basis of the last assessed valuation of such properties, was as follows:

<u>Year</u>	<u>Amount</u>
2015	\$ 2,220,500
2014	2,788,300
2013	2,504,200
2012	2,504,200
2011	2,469,200

Comparison of Sewer Utility Levies

<u>Year</u>	<u>Levy</u>	<u>Cash collections</u>
2015	\$ 23,560,537	22,521,459
2014	19,791,475	19,791,475
2013	17,104,082	17,090,018
2012	18,249,098	18,233,271
2011	17,853,803	17,997,698

Comparative Schedule of Fund Balances

	<u>Year</u>	<u>Balance, June 30,</u>	<u>Utilized in budget of succeeding year</u>
Current Fund	2015	\$ 40,941,516	33,000,000
	2014	35,687,955	28,000,000
	2013	29,140,310	25,000,000
	2012	30,388,549	26,000,000
	2011	25,046,861	22,000,000
Water Utility	2015	854,594	—
	2014	850,031	—
	2013	845,211	—
	2012	836,805	—
	2011	829,664	—
Sewer Utility	2015	12,335,127	6,000,000
	2014	8,054,727	4,500,000
	2013	7,043,501	5,500,000
	2012	6,267,923	1,500,000
	2011	2,829,234	1,500,000

(Continued)

CITY OF ELIZABETH

Supplementary Data

Officials in Office and Surety Bonds

The following officials were in office at June 30, 2015:

<u>Name</u>	<u>Office</u>	<u>Bond Amount</u>
J. Christian Bollwage	Mayor	
Patricia Perkins-Auguste	Councilwoman-at-Large, President of City Council	
Frank J. Cuesta	Councilman-at-Large	
Manuel Grova, Jr.	Councilman-at-Large	
Carlos L. Torres	Councilman- First Ward	
Nelson Gonzalez	Councilman- Second Ward	
Kevin Kiniery	Councilman- Third Ward	
Carlos Cedeno	Councilman- Fourth Ward	
William Gallman, Jr	Councilman- Fifth Ward	
Frank O. Mazza	Councilman- Sixth Ward	
Yolanda M. Roberts	City Clerk	
Bridget S. Zellner	Business Administrator	
Marie T. Krupinski	Assistant Business Adminiistrator	
Anthony M. Zengaro	Comptroller, Chief Financial Officer	
Paul Lesniak	City Treasurer, Collector of Taxes	\$ 500,000
William R. Holzapfel	City Attorney	
Eduardo Rodriguez	Director of Policy and Planning	
Onofrio Vitullo	Director of Fire Department	
Krishna Garlic	Director of Health, Welfare & Housing	
James Cosgrove	Director of Police Department	
John F Papetti, Jr	Director of Public Works	
Paul M. Addressa	Director of Recreation Department	
Roman Montes	Presiding Judge	125,000 blanket bond
Carl L. Marshall	Municipal Court Judge	125,000 blanket bond
Daniel J. Russell	Acting Municipal Court Judge	125,000 blanket bond
Teresa Iturralde Estrada	Municipal Court Director	125,000 blanket bond
Margaret Gonzalez	Court Administrator	125,000 blanket bond

CITY OF ELIZABETH

General Comments and Recommendations

Year ended June 30, 2015

CITY OF ELIZABETH

General Comments and Recommendations

General Comments

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

N.J.S.A. 40A:-11-4 states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law."

The governing body of the City has the responsibility of determining whether the expenditures in any category will exceed the statutory bid limit, within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the City Attorney's opinion should be sought before a commitment is made.

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements that exceeded the bid threshold, that may have been negotiated and awarded without public advertising for bids and bidding per N.J.S.A. 40A:11-5.

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

Our audit of expenditures did not reveal any individual payments, contracts or agreements in excess of the statutory bid limit "for the performance of any work or the furnishing or hiring of any materials or supplies," other than those for which bids had been previously sought by public advertisement or for which a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

Collection of Interest on Delinquent Taxes and Assessments

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

The governing body on February 10, 2015 adopted the following resolution authorizing interest to be charged on delinquent taxes:

"RESOLVED, that in accordance with N.J.S.A. 54:4-67, as amended and supplemented by Chapter 435 of the Laws of 1979 and Chapter 75 of the Laws of 1991, the Tax Collector is hereby authorized to accept payment of taxes without interest charges provided said payment is made within the tenth calendar day following the date upon which the same became payable; and be it

FURTHER RESOLVED, that when a Saturday, Sunday or legal holiday occurs on the tenth day period referred to above, an extra day or days grace be given for said holiday (s); and be it

CITY OF ELIZABETH

General Comments and Recommendations

FURTHER RESOLVED, that the governing body does hereby fix as the rate of interest to be charged for delinquent taxes, assessments, water, and sewer charges at eight per centum (8%) per annum for the first \$1,500 of the delinquency, and eighteen per centum (18%) per annum on amounts in excess of \$1,500, to be calculated from the date the tax was payable until the date of actual payment: and be it

FURTHER RESOLVED, by the City Council of the City of Elizabeth to add an additional penalty of six per centum (6%) on delinquent taxes in excess of \$10,000 that are not paid prior to the end of the fiscal year.”

It appears from the audit that interest was collected in accordance with the foregoing resolution.

Status of Prior Year Statutory Comments Recommendations:

All prior year recommendations are resolved.

Current Year Comments and Recommendations:

Data Processing Center:

1. Comment – There is no contract with an outside vendor to provide the remote storage of data and programs and a remote operating agreement with the identification of individual recovery responsibilities.

Recommendation – An outside vendor for disaster recovery resources be obtained.

SINGLE AUDIT SECTION

LOUIS C. MAI CPA & ASSOCIATES

P.O. Box 624
Pompton Plains, N.J. 07444

Phone: 973-492-2524
Fax: 973-492-9515

Report on Compliance for Each Major Federal Program and State Award Program; Report on Internal Control over Compliance; and Report on the Schedule of Expenditures of Federal Awards and State Awards Required by OMB Circular A-133 and NJ OMB Circular 04-04

Independent Auditor's Report

The Honorable Mayor and
Members of the City Council
City of Elizabeth
Elizabeth, New Jersey:

Report on Compliance for Each Major Federal and State Program

We have audited the compliance of the City of Elizabeth, New Jersey (the City) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the State of New Jersey OMB State Grant Compliance Supplement that could have a direct and material effect on each of its major Federal programs for the year ended June 30, 2015. The City'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 City'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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and State of New Jersey OMB Circular 04-04, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards and OMB Circular A-133 and NJ OMB Circular 04-04 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 City'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 City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Elizabeth, New Jersey, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2015.

Other Matters

The results of our auditing procedures also disclosed other instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items F2015-001 through F2015-002. Our opinion on each major Federal program is not modified with respect to these matters.

The City's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the City 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 City'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 City'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 over compliance, such that there is reasonable possibility that material noncompliance with a type of compliance requirement of a Federal or State 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, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be a material weakness.

However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items F2015-001 and F2015-002 that we consider to be significant deficiencies.

The City's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133 and NJ OMB Circular 04-04

We have audited the regulatory basis financial statements of the City of Elizabeth, New Jersey as of and for the year ended June 30, 2015, and have issued our report thereon dated December 29, 2015, which report expressed an adverse opinion in accordance with accounting principles generally accepted in the United States of America and an unmodified opinion on the regulatory basis of accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of Federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and NJ OMB Circular 04-04 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The 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, the schedule of expenditures of Federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Louis C. Mai CPA & Associates
Louis C. Mai

Louis C. Mai, Registered Municipal Accountant
No. CR00217

December 29, 2015

CITY OF ELIZABETH

Schedule of Findings and Questioned Costs

Year ended June 30, 2015

(1) Summary of Auditor's Results

FINANCIAL STATEMENTS

- (a) The type of report issued on the financial statements:
Adverse opinion in accordance with accounting principles generally accepted in the United States of America.

Unmodified opinion on the basis of accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

- (b) Significant deficiencies in internal control were disclosed by the audit of the Financial Statements:
None reported Material weaknesses: **No**
- (c) Noncompliance which is material to the financial statements: **No**

FEDERAL AWARDS

- (d) Significant deficiencies in internal control over Federal major programs:
Federal: **Yes F2015-001 and F2015-002**
Material weaknesses: **None**
- (e) The type of report issued on compliance for Federal major programs:
Unmodified
- (f) Any audit findings which are required to reported under Section 510(a) of OMB Circular A-133 :
Yes F 2015-001 and F 2015-002

- (g) Major programs:
- | | |
|----------------|--|
| Federal: | |
| #14.218 | Community Development Block Grant (CDBG) |
| #14.239 | Home Investment Partnerships Program (HOME) |
| #14.241 | Housing Opportunities for People with Aids (HOPWA) |
| #16.922 | Equitable Sharing Program |
| #81.087 | Renewable Energy Research and Development |
| #81.128 | Energy Efficiency and Conservation Block Grant Program (EECBG) |
| #97.036 | Disaster Grants – Public Assistance (Presidentially Declared Disasters) |

- (h) Dollar threshold used to distinguish between Type A and Type B programs:
Federal: **\$333,999**

- (i) Auditee qualified as a low-risk auditee under Section 530 of OMB Circular A-133: **No**

(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*:

None

(3) Findings and Questioned Costs Relating to Federal Awards:
Federal Awards –**F 2015-001 and F 2015-002**

See the following Federal findings.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2015

F 2015-001

Reporting (L)

Federal Program:

Department of Housing and Urban Development

Community Development Block Grant (14.218)

Criteria: As an additional condition to form HUD 7082, the grantee is required to comply with 2CFR part 170 Reporting Subaward Information.

Condition: The grantee did not report eight subawards that were \$25,000 or greater.

Context: The grantee did not report any subawards that were \$25,000 or greater.

Effect: The condition to comply with 2CFR part 170 was not satisfied.

Cause: The grantee was not aware of the requirement.

Questioned Costs: None

Recommendation: The grantee should establish a process to report subawards.

Client Response: Included in the client prepared corrective action plan.

City of Elizabeth

Schedule of Federal and State Award Findings and Questioned Costs

June 30, 2015

F2015-002

Eligibility

Federal Program:

Department of Housing and Urban Development

Home Investment Partnerships Program (14.239)

- Criteria:** HOME-assisted units in a rental housing project must be occupied only by households that are eligible as low-income families and must meet certain limits on the rents that can be charged. The requirements also apply to HOME-assisted non-owner-occupied units in single-family (1-4 unit) housing purchased with HOME Funds. The maximum HOME rents, which include utilities or the utility allowance, are the lesser of: the fair market rent for comparable units in the area, as established by HUD under 24CFR section 888.111, or a rent that does not exceed 30 percent of the adjusted income of a family whose annual income equals 65 percent of the median income for the area as determined by HUD with adjustments for the number of bedrooms. In rental projects with five or more units there are additional rent limitations. Twenty percent of the HOME-assisted units must be occupied by very low-income families and meet one of the following requirements: (1) the rent does not exceed 30 percent of the annual income of a family whose income equals 50 percent of the median income for the area, as determined by HUD, with adjustments for larger or smaller families; or (2) the rent does not exceed 30 percent of the families adjusted income 24CFR sections 92.216 and 92.252)
- Condition:** The grantee is required to recertify tenant income in rental assisted housing yearly. In a number of cases income recertification was not performed. The grantee has 532 funded units in which 176 units have not received recertification of tenant's income.
- Effect:** The grantee is not in compliance with the continuing affordability requirements of the Housing Investment Partnerships Program.
- Cause:** The grantee has not been able to obtain tenant recertification information from the owner/project.
- Questioned Costs:** None.
- Recommendation:** The grantee should enforce the owner/project tenant recertification requirements.

CITY OF ELIZABETH

Summary Schedule of Prior Year federal and State
Single Audit Findings

June 30, 2015

FEDERAL

F10-01 ELIGIBILITY (HOPWA)

Resolved

F11-01 ELIGIBILITY (HOPWA)

Resolved

F12-01 ELIGIBILITY (HOPWA)

Resolved

F12-10 ACTIVITIES ALLOWED OR UNALLOWED & ALLOWABLE COSTS (CDBG)

The approval by various personnel has been implemented but the questioned costs for soft costs without documentation; developers fee and costs prior to award year have not been resolved.

F13-01 ELIGIBILITY (HOPWA)

Resolved

13-11 SPECIAL TEST AND PROVISION (CDBG)

Resolved

14-01 ELIGIBILITY (HOPWA)

Resolved

14-02 PROGRAM INCOME (CDBG)

Resolved

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2015

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	(Unaudited) Total Expenditures	State Funds Received	Funds Available 06/30/14	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/15	Pass through Number	Grant Period	
											From	To
Department of Health and Human Services (Passed through the NJ Department of Health and Senior Services)												
Maternal and Child Health Services Block Grant to the States LEAD Paint Analyzer	93.994	\$ 25,000	25,000	—	11,610	—	11,610	—	—	4220-100-046-4535-315	5/1/2002	6/30/2002
Pandemic Flu Grant Phase III	93.283	16,408	9,161	—	7,247	—	—	—	7,247			
Total Department of Health and Human Services			34,161	—	18,857	—	11,610	—	7,247			
Department of Housing and Urban Development: Community Development Block Grant:	14.218									N/A		
Unallocated			—	—	122,234	—	—	(314,455)	436,689		4/1/2001	3/31/2002
Program Income			—	—	44,820	—	(173,584)	206,509	11,895			
2002-03		2,793,000	2,758,747	—	34,253	—	—	—	34,253		4/1/2002	3/31/2003
2004-05		2,493,794	2,484,995	—	8,799	—	—	—	8,799		4/1/2004	3/31/2005
2005-06		2,353,936	2,345,931	—	8,005	—	—	—	8,005		4/1/2005	3/31/2006
2006-07		2,106,146	2,089,790	—	16,356	—	—	—	16,356		4/1/2006	3/31/2007
2007-08		2,185,737	2,183,781	—	1,956	—	—	—	1,956		4/1/2007	3/31/2008
2009-10		2,083,270	2,083,270	—	—	—	—	—	—		4/1/2009	3/31/2010
2010-11		2,270,945	2,263,680	—	14,833	—	—	7,568	7,265		4/1/2010	3/31/2011
2011-12		1,901,126	1,901,126	—	1,597	—	1,597	—	—		4/1/2011	3/31/2012
2012-13		1,865,232	1,505,524	—	6,686	—	(2,776)	8,443	1,019		4/1/2012	3/31/2013
2013-14		2,076,492	2,046,582	—	862,210	—	838,065	(5,765)	29,910		4/1/2013	3/31/2014
2014-15		2,274,538	1,546,544	—	—	2,274,538	1,448,844	97,700	727,994		4/1/2014	3/31/2015
			23,209,970	—	1,121,749	2,274,538	2,112,146	—	1,284,141			
HOME Investment Partnership:	14.239									N/A		
2003-04		1,545,595	1,535,752	—	9,843	—	—	—	9,843		4/1/2003	3/31/2004
2013-14		729,413	729,413	—	174,448	—	174,448	—	—		4/1/2013	3/31/2014
2014-15		682,429	350,328	—	—	682,429	350,328	—	332,101		4/1/2014	3/31/2015
			2,615,493	—	866,720	682,429	524,776	—	341,944			
Emergency Shelter Grant	14.231									N/A		
2013-2014		136,074	133,951	—	120,817	—	118,694	—	2,123		4/1/2013	3/31/2014
2011-2013		168,692	58,320	—	—	168,692	58,320	—	110,372		4/1/2014	3/31/2015
			192,271	—	105,420	168,692	177,014	—	112,495			
Homeless Prevention & Rapid Re-Housing Program (ARRA)	14.257	839,604	839,475	—	129	—	—	—	129			
Housing Opportunity for Persons with AIDS (Passed through the City of Newark)	14.241											
2013-14		1,167,590	1,167,590	—	638,249	—	633,666	4,583	—		1/1/2014	12/31/2014
2014-15		1,167,590	607,619	—	—	1,167,590	607,619	—	559,971		1/1/2015	12/31/2015
			1,775,209	—	638,249	1,167,590	1,241,285	4,583	559,971			
Total Department of Housing and Urban Development:			29,181,026	—	2,732,267	4,293,249	4,055,221	4,583	2,298,680			(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2015

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	(Unaudited) Total Expenditures	State Funds Received	Funds Available 06/30/14	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/15	Pass through Number	Grant Period	
											From	To
Department of Labor (Passed through the County of Union) Workforce Investment Act - Youth	17.259	\$ 60,000	60,000	—	53,242	—	53,242	—	—			
Total Department of Labor			60,000	—	53,242	—	53,242	—	—			
Department of Transportation (Passed through the State of New Jersey Department of Transportation) Highway Planning and Construction	20.205									100-078-6100-030		
Elizabeth River Trail		359,960		35,996	—	—	—	—	—		1/1/2012	12/31/2014
Safe Streets to Transit		150,000	84,159	—	65,841	—	—	—	65,841		1/1/2011	12/31/2013
2010 Safe Streets and Neighborhoods		300,000	—	185,286	300,000	—	—	—	300,000		1/1/2010	12/31/2011
Elizabeth Ave Streetscape Project Increase		37,814	—	37,814	37,814	—	—	—	37,814		1/1/2011	12/31/2013
Elizabeth Ave Streetscape Project		500,000	438,036	—	61,964	—	—	—	61,964		1/1/2011	12/31/2013
			522,195	259,096	465,619	—	—	—	465,619			
(Passed through NJ Department of Law and Public Safety) Drive Sober or Get Pulled Over	20.601	7,500	—	6,500	—	—	—	—	—			
Total Department of Transportation			522,195	265,596	465,619	—	—	—	465,619			
Department of Justice (Passed through the Count of Union) Edward Byrne Memorial Justice Grant Program	16.738											
2013-DJ-BX-0466		131,946	—	—	131,946	—	—	—	131,946			
2011-DJ-BX-3249		126,882	126,882	—	—	—	—	—	—			
2012-DJ-BX-0773		118,276	102,795	1	101,387	—	85,906	—	15,481			
2011-DJ-BX-2921		75,440	75,440	—	—	—	—	—	—	JAG 1-26-11	10/9/2012	10/8/2013
			305,117	1	233,333	—	85,906	—	147,427			
Equitable Sharing Program	16.922	1,065,636	1,104,574	—	340,973	—	379,911	—	(38,938)		7/1/2011	6/30/2014
Public Safety Partnership and Community Policing Grants COPS Hiring Recovery Program (ARRA)	16.710	4,961,943	4,961,943	—	—	—	—	—	—	N/A	7/1/2009	6/30/2012
(Passed through the County of Union) State Domestic Preparedness Equipment Support Program	16.007	250,000	243,175	—	6,825	—	—	—	6,825	N/A	1/1/2004	12/31/2004
Total Department of Justice			6,614,809	1	581,131	—	465,817	—	115,314			
Environmental Protection Agency Brownfield's Assessment and Clean up Cooperative Agreement	66.818											
Community Wide Petroleum Assessment		200,000	106,168	—	156,952	—	63,120	—	93,832		7/1/2011	6/30/2012
Community Wide Hazardous Substance Assessment		200,000	106,168	—	158,102	—	64,270	—	93,832		7/1/2011	6/30/2012
			212,336	—	315,054	—	127,390	—	187,664			
(Passed through the New Jersey Department of Environmental Protection) Capitalization Grants for Clean Water State Revolving Funds	66.458											
3rd Ave Sewer Modification		638,521	638,521	—	—	—	—	—	—			
Midtown Sewer Improvement		2,438,542	2,438,542	96,589	—	—	—	—	—			
			3,077,063	96,589	—	—	—	—	—			
Total Department of Environmental Protection			3,289,399	—	315,054	—	127,390	—	187,664			

(Continued)

CITY OF ELIZABETH

Schedule of Expenditures of Federal Awards

Year ended June 30, 2015

Grantor/ Program Title	Federal CFDA Number	Program or Award Amount	(Unaudited) Total Expenditures	State Funds Received	Funds Available 06/30/14	Grant Awarded	Net Disbursement Charges	Transfers and Adjustments	Funds Available 06/30/15	Pass through Number	Grant Period	
											From	To
Department of Homeland Security												
Passed through the NJ Department of Law and Public Safety) Emergency Management Agency Assistance	97.042	\$ 10,000	—	—	10,000	—	—	—	10,000	100-726-6120	10/1/2009	9/30/2010
Assistance to Firefighters Grant	97.044	64,000	63,948	—	52	—	—	—	52		9/1/2011	8/31/2012
(Passed through the N.J. Department of Law and Public Safety) Disaster Grants - Public Assistance (Sandy)	97.036	14,176,019	9,526,413	263,365	9,164,934	—	4,546,606	—	4,618,328			
Urban Areas Security Initiative	97.067											
2012		25,000	—	11,010	25,000	—	—	—	25,000			
2013		19,968	—	2,669	19,968	—	—	—	19,968	1200-100-975	9/1/2010	8/31/2012
			—	13,679	44,968	—	—	—	44,968			
(Passed through the Port of Authority of New York and New Jersey) Port Security Grant Program												
American Recovery and Reinvestment Act Port Security ARRA	97.116	1,041,176	914,413	480,000	135,211	—	8,448	—	126,763		7/1/2011	8/31/2013
Foam Concentrate	97.056	297,000	289,201	18,608	15,106	—	7,307	—	7,799	2011-PU-K00254	7/1/2012	8/30/2014
Foam Delivery Unit	97.056	1,725,000	1,692,012	37,775	69,990	—	37,002	—	32,988	2011-PU-K00254	7/1/2012	8/30/2014
Form Response Vehicle	97.056	179,000	179,000	178,917	179,000	—	178,917	83	—	2011-PU-K00254	7/1/2012	8/30/2014
Responder Accountability	97.056	241,228	241,228	241,224	—	—	—	—	—	2011-PU-K00254	7/1/2012	8/30/2014
Responder Accountability	97.056	100,000	100,000	100,000	4	—	—	4	—	2011-PU-K00254	7/1/2012	8/30/2014
CBRNE Equipment	97.056	97,760	97,760	—	—	—	—	—	—	2012-PU-00313-S01	7/1/2012	8/30/2014
			2,599,201	1,056,524	264,100	—	223,226	87	40,787			
Total Department of Homeland Security			13,103,975	1,550,203	9,609,265	—	4,778,280	87	4,830,898			
Department of Energy												
Energy Efficiency and Conservation Block Grant (ARRA)	81.128	1,176,700	1,059,921	—	1,054,018	—	937,239	—	116,779		7/1/2011	6/30/2013
Renewable Energy Research and Development (ARRA)	81.087	1,000,000	469,225	—	1,000,000	—	469,225	—	530,775		7/1/2011	6/30/2013
Total Department of Energy			1,529,146	—	2,054,018	—	1,406,464	—	647,554			
Department of Agriculture												
(Passed through the NJ Department of Agriculture) Summer Food Service Program for Children	10.559											
2014		354,399	354,399	232,856	—	354,399	235,260	119,139	—		7/1/2013	6/30/2014
2012		273,453	273,453	—	—	—	—	—	—	20-1801	7/1/2012	6/30/2013
Total Department of Agriculture			627,852	232,856	—	354,399	235,260	119,139	—			
			\$ 54,962,563	2,048,656	15,829,453	4,647,648	11,133,284	123,809	8,552,976			

See accompanying notes to schedule of expenditures of awards.

CITY OF ELIZABETH

Notes to Schedules of Expenditures of Awards

June 30, 2015

(1) General

The accompanying schedules of expenditures of Federal awards present the activity of Federal awards programs of the City of Elizabeth. The City is defined in Note 1 to the City's financial statements. Federal awards received directly from Federal agencies, as well as Federal awards passed through other government agencies are included on the schedule of expenditures of Federal awards.

(2) Basis of Accounting

The accompanying schedules of expenditures awards are presented using the budgetary basis of accounting. The basis of accounting is described in Note 1 to the City's financial statements.

(3) Relationship to General Purpose Financial Statements

Amount reported in the accompanying schedule agrees with or is reconcilable to amount reported in the City's financial statements. Expenditures of awards are reported in the City's financial statements as follows:

	<u>Federal</u>
Current/ Grant Fund	\$3,772,742
Capital Fund	4,546,606
Trust Funds	<u>2,813,936</u>
	\$11,133,284

(4) Relationship to Federal and State of New Jersey Financial Reports

The regulations and guidelines governing the preparation of federal financial reports vary by federal agency and among programs administered by the same agency. Accordingly, the amounts reported in the federal financial reports do not necessarily agree with the amounts reported in the accompanying Schedule which is prepared on the cash basis.

(5) Subrecipient programs

The Community Development Block Grant and Emergency Solutions Grant programs have subrecipients. The City expended \$1,606,774 with subrecipients during the year ended June 30, 2015.