

VILLAGE
OF
RIDGEWOOD

Village of Ridgewood
County of Bergen
Ridgewood, New Jersey

Comprehensive Annual Financial Report
For the Year Ended December 31, 2016

Comprehensive Annual
Financial Report

of the

VILLAGE OF RIDGEWOOD

Ridgewood, New Jersey

YEAR ENDED DECEMBER 31, 2016

Prepared by

Village of Ridgewood
Finance Department

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INTRODUCTORY SECTION

Village of Ridgewood

131 North Maple Avenue

Ridgewood, New Jersey 07450

September 20, 2017

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
County of Bergen, New Jersey

Dear Council Members:

The comprehensive annual financial report of the Village of Ridgewood (the “Village”) for the year ended December 31, 2016, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Village. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the Village. All disclosures necessary to enable the reader to gain an understanding of the Village's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the Village's organizational chart and a roster of officials. The financial section includes the financial statements and schedules, as well as the auditors' report thereon. The statistical section includes selected financial and demographic information generally presented on a multi-year basis. The Village is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' report on the internal control system and compliance with applicable laws, regulations, and findings and recommendations, is included in the single audit section of this report. The Village was not subject to the single audit provisions of the Uniform Guidance and New Jersey's OMB Circular 15-08 for the year ended December 31, 2016 as both state and federal expenditures were below the thresholds in the Uniform Guidance and New Jersey's OMB Circular 15-08.

REPORTING ENTITY AND ITS SERVICES: The Village of Ridgewood was incorporated as a Village in 1894 from that portion of the County of Bergen previously known as the Township of Ridgewood. The Village operates under the Council-Manager form of government, which is Plan B of the Faulkner Act. Five members, elected at large on a non-partisan basis for four-year overlapping terms, make up the Village Council. In turn a Mayor and Deputy Mayor are elected at the reorganization meeting of the new Council every two years. The Council appoints the Village Manager to administer its directives and conduct municipal affairs. This form of government provides a stable, non-partisan government with professional administration for all municipal services.

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of the Village Council
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The Village is located in the northwestern part of Bergen County, New Jersey, in the foothills of the Ramapo Mountains approximately twenty two miles from New York City. The area of the Village is approximately six square miles. The Village is a predominantly residential suburban community with most residences being owner occupied single family dwellings. There is virtually no manufacturing or other industry and very little underdeveloped land. The Village has, however, a substantial business district that serves as a regional center for shopping and dining and also has many professional and commercial offices.

The Village is served by New Jersey Transit, which offers rail service to Secaucus Junction that connects directly with New York City's Penn Station. Direct rail service is also available to Hoboken. From there, service is available to New York City via ferry or the Port Authority Trans-Hudson Railroad. There are also bus transportation facilities to New York City, Paterson, Newark and other nearby large cities.

The Board of Education in the Village operates under Title 18A, Education of the New Jersey Statutes and is an independent school district, coterminous in area with the Village of Ridgewood. It provides a full public education system and facilities from Kindergarten through Grade 12. The school system includes six elementary schools, two middle schools, and one four-year high school. The Village has a reputation of having one of the finest school systems in the State. The system has enjoyed excellent administration and has kept pace through its building program with the growth of the Village as well as the needs of its residents and school age population to ensure it maintains its high standing in the education community.

The School District prides itself in being an exemplary school system. Many state of the art programs are available and student achievement is extraordinarily high when compared to all reference groups. The focus of the School District is to provide a well-rounded educational experience for its students, together with many opportunities for exploration and experimentation. The School District offers a wide array of services for special needs students, as well as for those in accelerated programs.

The 2014 median family income for the Village of Ridgewood was \$169,490. This is almost double the state average. In 2016, the average assessed value of the residential property was approximately \$696,093. Residential property comprises 89.44% of the total taxable value in the Village of Ridgewood.

The Village Council has adopted the following "Mission Statement":

Mission Statement

It shall be the mission and purpose of the Ridgewood Village government –

To: Maintain the quality of life and municipal services, which have established the Village of Ridgewood as a premier residential community;

While: Maintaining sensitivity to economic conditions and State mandates which are imposing extraordinary costs of operation on the Village and increasing the tax burden on Village residents;

And: Emphasizing the strategic and entrepreneurial management of Village resources in order to mitigate the effect of those cost factors and to facilitate the effective and efficient delivery of services to the community.

The Honorable Mayor and Members
of the Village Council
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In order to further enhance our fulfillment of the mission statement, the Village Council in 2013 adopted an ordinance to form a Financial Advisory Committee (the "FAC"). The FAC is composed of residents who have financial acumen as well as Village management and a Council member liaison. The FAC's main responsibility is to assist Village Council and Village management on financial matters. Assistance will be provided in matters of financial reporting, budget process, and strategic planning. Developing policies for utilization of fund balance, debt management, and financial forecasting will assist in supporting the long term financial stability of the Village.

Similar to most New Jersey municipalities, the Village Council has embraced the practice to finance capital projects in customary fashion, by providing a small down payment, applying grant monies, and then issuing debt to fund the balance of the project.

Aggressive Labor Costs Containment

Employee compensation has been, and will continue to be, the largest expense item in the Village budget. The Village Council has set policy and broad objectives for bargaining as goals for the administration to achieve. Some of the goals implemented to date include:

- Optimize use of the 2% contract rate arbitration law during fire and police contract negotiations
- Determination of the effectiveness of existing positions before filling vacancies
- Limitation of wage increases to no higher than statutory limitations, when possible
- The implementation of a merit pay system for Department Directors
- Reduction and/or elimination of longevity and starting salaries for new employees
- Increase in the number of steps within each range
- Employee contributions towards health benefits
- Establishing a cap on terminal leave payments

Interlocal Agreements

The Village enters into interlocal service agreements with other municipalities, government entities, as well as the Ridgewood Board of Education, when a desirable piece of equipment or type of service would not be used 100% of the time by the Village. As we continuously analyze our cost of providing services we find areas where the Village has excess capacity and the ability to sell services to other communities. The additional revenue received partially offsets our costs of service, thereby reducing the Village's reliance on property taxes.

Examples of the Village's interlocal agreements include the fueling and maintenance of vehicles, consolidated dispatch of E-911 service, the purchase and/or use of shared equipment, health services, police pistol range, traffic signal maintenance and planning services. Each one of these agreements allows the Village to provide an enhanced service or the use of a piece of equipment at a cost less than what we could provide on our own. Beginning in 2015, the Village entered into two Public/Private Partnerships: HealthBarn USA, which provides a Healthy-Lifestyle Education for Children and Families and organic farming for residents; and, All City Management Services to furnish and deliver crossing guard services for all Village school posts for the Village Police Department. In 2016, the Village agreed to enter into agreement with Washington Township, to provide maintenance and repairs to Township vehicles.

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
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Property Taxes

A historical perspective of the apportionment of tax levies for local, school and county taxes follows. In 2016, 65.27% of the total tax levy was directed to the Board of Education, 10.72% to the County of Bergen, and 24.01% for current municipal operations.

ACCOUNTING SYSTEM AND REPORTS: The Village's accounting records and financial statements are maintained and prepared in conformity with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This method of accounting, a Regulatory Basis of Accounting other than Generally Accepted Accounting Principles, is designed primarily for determining compliance with legal provisions and budgetary restrictions. The accounting system of the Village is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements," Note 1.

DEBT ADMINISTRATION: The Village affirmed their "AAA" rating from Standard and Poor's for the 2016 Refunding and General Bond Sales. Because of this high rating, the interest cost on debt the Village must issue to fund major capital projects will be based upon the lowest rate available. Standard and Poor's rating letter to the Village stated, "The rating reflects the Village's strong and mature property tax base, high wealth and income levels, access to deep and diverse employment centers, and strong financial management with adequate reserve levels. Highlights of the finance department's management include monthly budget monitoring with amendments, if necessary, a defined investment policy with monthly reporting on investment performance, and financial planning."

At December 31, 2016, the Village had bonded debt of \$50,800,000, consisting of \$31,521,000 General Capital Bonds and \$19,279,000 Water Capital Bonds. In General Capital, the Village also has a \$6,155,273 loan from the New Jersey Environmental Infrastructure Trust Loan Program (NJEIT) and temporary debt of \$787,350 in the form of bond anticipation notes. In addition, the Village has unissued General Capital, Water Capital and Parking Capital debt of \$8,356,639, \$6,129,750 and \$2,048,615 respectively.

CASH MANAGEMENT: The investment policy of the Village is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 2. The Village has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

RISK MANAGEMENT: The Village carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The Village obtains the bulk of their insurance coverage through their participation in a risk-sharing public entity risk pool, the Bergen County Municipal Joint Insurance Fund. This Fund is described in more detail in Note 9 "Risk Management" to the financial statements.

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
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September 20, 2017

FINANCIAL INFORMATION AT FISCAL YEAR-END: As demonstrated by the various statements and schedules included in the financial section of this report, the Village continues to meet its responsibility for sound financial management. The following schedule presents a summary of the Current Fund, Water Utility Operating Fund and Parking Utility Operating Fund revenue for the year ended December 31, 2016, and the amount and percentage of increases or decreases in relation to prior year revenue.

<u>Revenue</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2015</u>	<u>Percent of Increase/ (Decrease)</u>
Fund Balance Anticipated	\$ 5,977,167	3.31%	\$ 2,146,063	56.02%
Utility Rents	14,168,323	7.84%	480,961	3.51%
Miscellaneous Revenue	12,126,209	6.71%	1,682,839	16.11%
Receipts from Delinquent Taxes	688,515	0.38%	(12,084)	(1.72%)
Parking Fees	1,323,062	0.73%	17,193	1.32%
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes, Including Reserve for Uncollected Taxes	34,843,420	19.29%	315,166	0.91%
Municipal Budget Totals - Revenue	69,126,696	38.26%	4,630,138	7.18%
Nonbudget Revenue	404,378	0.22%	(774,101)	(66.55%)
Other Credits to Income	2,119,811	1.17%	(546,569)	(20.50%)
Taxes Allocated to Schools, County and Open Space Trust	109,046,332	60.35%	2,524,247	2.37%
 Total	 <u>\$ 180,697,217</u>	 <u>100.00%</u>	 <u>\$ 5,833,715</u>	 3.34%

The slight decrease in Current Fund fund balance reflects the Village's conservative approach in anticipating fund balance and the Village's attempt to stabilize and improve their fund balance position, while establishing and maintaining reserves and the Village's strong financial position. The increase in budgeted revenue is primarily attributable to an increase in the Village's collection of current taxes, miscellaneous revenue and parking fees in 2016. The increase in taxes allocated to schools, county and open space trust reflect increases in the required collections of property taxes, which are remitted to those entities.

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
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September 20, 2017

The following schedule presents a summary of current fund and utility operating funds expenditures for the fiscal year ended December 31, 2016 and the percentage of increases or decreases in relation to prior year amounts.

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2015</u>	<u>Percent of Increase/ (Decrease)</u>
Current:				
General Government	\$ 17,490,017	9.97%	\$ 850,668	5.11%
Public Safety	12,674,849	7.22%	184,892	1.48%
Streets and Roads	4,670,198	2.66%	(208,758)	(4.28%)
Health and Welfare	289,955	0.17%	(15,854)	(5.18%)
Recreation and Education	1,512,810	0.86%	67,058	4.64%
Deferred Charges and Statutory Expenditures	5,558,773	3.17%	77,710	1.42%
Utility Budgeted Fund Balance	1,233,101	0.70%	392,605	46.71%
Utility Operating	10,788,211	6.15%	1,613,873	17.59%
Capital Improvements	1,987,900	1.13%	1,229,900	162.26%
Debt Service	8,321,410	4.74%	1,355,624	19.46%
Reserve for Uncollected Taxes	1,375,649	0.78%	- 0 -	0.00%
Municipal Budget Totals - Expenditures	65,902,873	37.55%	5,547,718	9.19%
County Taxes	15,731,319	8.96%	754,938	5.04%
Local School Taxes	93,030,172	53.00%	1,769,602	1.94%
Municipal Open Space Taxes	284,841	0.16%	(293)	(0.10%)
Other Expenditures	585,543	0.33%	91,637	18.55%
Total	<u>\$ 175,534,748</u>	<u>100.00%</u>	<u>\$ 8,163,602</u>	

OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, RMAs, was selected by the Village Council. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the *Government Auditing Standards*, issued by the Comptroller General of the United States, the Uniform Guidance and New Jersey's OMB Circular 15-08. The auditors' report on the financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
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September 20, 2017

ACKNOWLEDGMENTS: We would like to express our appreciation to the Members of the Village Council for their efforts in providing fiscal accountability to the citizens and taxpayers of the Village and contributing their full support to the development and maintenance of our financial operations. The preparation of this report could not have been accomplished without the efficient and dedicated services of our staff.

Respectfully submitted,

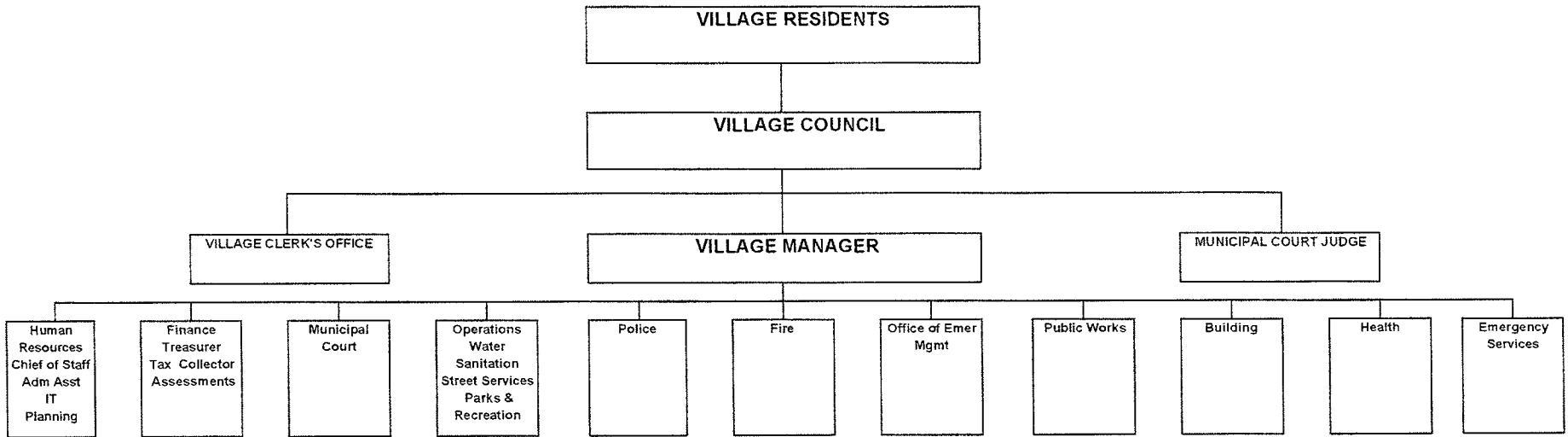
Heather A. Mailander

Heather A. Mailander
Village Manager / Village Clerk

Robert G. Rooney

Robert G. Rooney
Chief Financial Officer

VILLAGE OF RIDGEWOOD - ORGANIZATIONAL CHART



VILLAGE OF RIDGEWOOD
ROSTER OF OFFICIALS
DECEMBER 31, 2016

Elected Officials

Mayor	Susan Knudsen
Deputy Mayor	Michael Sedon
Councilman	Ramon Hache
Councilman	Jeffrey Voigt
Councilwoman	Bernadette Walsh

Appointed Officials

Acting Village Manager*	Heather A. Mailander	As of 9/7/2016
Village Manager	Roberta Sonenfeld	Through 9/6/2016
Village Clerk	Heather A. Mailander	
Chief Financial Officer	Robert G. Rooney	
Treasurer	Stephen P. Sanzari	
Deputy Clerk	Donna Jackson	
Tax Collector	Mary Jo Gilmour	
Tax Assessor	Michael Barker	
Magistrate	David Pfund	
Court Administrator	Maria Doerr	
Village Attorney	Matthew S. Rogers	
Construction Code Official	Thomas M. Yotka	

* - Appointed Village Manager effective 3/1/2017

VILLAGE OF RIDGEWOOD
Consultants and Advisors

AUDIT FIRM
Nisivoccia LLP, CPA's
Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mount Arlington, New Jersey 07856

ATTORNEY
Matthew Rogers, Esq.
123 Prospect Street
Ridgewood, New Jersey 07450

BOND COUNSEL
McManimon, Scotland & Baumann, LLC
Matthew Jessup
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Roseland, New Jersey 07068

OFFICIAL DEPOSITORIES
TD Bank
Valley National Bank
Hudson City Savings Bank

FINANCIAL ADVISORS
Phoenix Advisors, LLC
Anthony Inverso
4 West Park Street
Bordentown, NJ 08505

FINANCIAL SECTION



Mount Arlington Corporate Center
 200 Valley Road, Suite 300
 Mt. Arlington, NJ 07856
 973-328-1825 | 973-328-0507 Fax

Lawrence Business Park
 11 Lawrence Road
 Newton, NJ 07860
 973-383-6699 | 973-383-6555 Fax

Independent Auditors' Report

The Honorable Mayor and Members
 of the Village Council
 Village of Ridgewood
 Ridgewood, New Jersey

Report on the Financial Statements

We have audited the financial statements – *regulatory basis* - of the various funds of the Village of Ridgewood, in the County of Bergen (the "Village") as of and for the year ended December 31, 2016 and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") to demonstrate compliance with the Division's regulatory basis of accounting, and the budget laws of New Jersey; 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.

Auditors' 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 prescribed or permitted by the Division, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Village'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 Village'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.

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
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Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statements have been prepared by the Village on the basis with accounting practices prescribed or permitted by the Division to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund and account group of the Village as of December 31, 2016, or the changes in financial position or where applicable, cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the various funds and account group of the Village of Ridgewood as of December 31, 2016, and the results of operations and changes in fund balance, where applicable, of such funds, thereof for the year then ended, on the basis of the accounting practices prescribed or permitted by the Division to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey, as described in Note 1.

Emphasis of Matter

As discussed in Note 19 to the financial statements, the Village implemented Governmental Accounting Standards Board ("GASB") Statement No. 77, *Tax Abatement Disclosures*, during the year ended December 31, 2016. Our opinions are not modified with respect to this matter.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements of the various funds and account group that collectively comprise the Village's financial statements. The combining and individual fund and account group statements and schedules listed in the table of contents and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the financial statements.

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
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The combining and individual fund and account group statements and schedules and the schedules of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 combining and individual fund and account group statements and schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the financial statements as a whole.

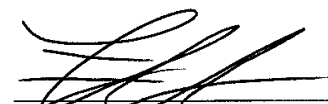
The accompanying other information such as the introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2017 on our consideration of the Village's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Village's internal control over financial reporting and compliance.

Mount Arlington, New Jersey
September 20, 2017


NISIVOCCIA LLP


Francis A. Jones
Certified Public Accountant
Registered Municipal Accountant No. 442

GENERAL PURPOSE FINANCIAL STATEMENTS

The financial statements provide a financial overview of the Village's operations. These financial statements present the financial position and operating results of all funds and account groups.

VILLAGE OF RIDGEWOOD
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS - REGULATORY BASIS
DECEMBER 31, 2016
(With Comparative Totals for 2015)

ASSETS AND OTHER DEBITS:	Current Fund		Trust Funds	General Capital Fund	Utility Funds		Account Group	Totals	
	Regular	Grant			Operating	Capital	General Fixed Assets	(Memorandum Only)	
								2016	2015
Assets:									
Cash and Cash Equivalents	\$ 8,159,236	\$ 8,765	\$4,294,057	\$ 4,818,670	\$11,406,687	\$ 7,355,656		\$ 36,043,071	\$ 31,602,835
Receivables and Other Assets:									
Property Taxes Receivable	760,640							760,640	688,738
Consumer Accounts Receivable					2,266,714			2,266,714	3,404,696
Assessments Receivable									3,158
Prospective Assessments				249,000				249,000	249,000
Liens Receivable	21,787							21,787	157,482
Federal and State Grant Fund		419,699						419,699	358,576
Interfunds Receivable	60,311		14	94,515	100,000	25,945		280,785	42,238
Other Receivables	141,044			964,607	145,286			1,250,937	1,134,730
Property Acquired for Taxes at Assessed Valuation	805,200							805,200	324,000
Fixed Assets in General Fixed Assets Account Group							\$186,401,652	186,401,652	184,088,225
Total Assets	9,948,218	428,464	4,294,071	6,126,792	13,918,687	7,381,601	186,401,652	228,499,485	222,053,678
Other Debits:									
Deferred Charges:									
Emergency Authorizations	48,000							48,000	96,000
To Future Taxation				46,720,262				46,720,262	45,383,953
Fixed Capital						80,053,284		80,053,284	74,809,638
Total Other Debits	48,000			46,720,262		80,053,284		126,821,546	120,289,591
Total Assets and Other Debits	\$ 9,996,218	\$ 428,464	\$4,294,071	\$52,847,054	\$13,918,687	\$87,434,885	\$186,401,652	\$355,321,031	\$342,343,269
LIABILITIES, RESERVES AND FUND BALANCES:									
Appropriation Reserves	\$ 1,933,327				\$ 1,456,962			\$ 3,390,289	\$ 2,774,890
Improvement Authorizations				\$ 6,749,795		\$ 8,126,619		14,876,414	13,228,814
Accrued Interest on Bonds and Notes					143,056			143,056	116,000
Interfunds Payable	94,529	\$ 16,936	\$ 33,187		36,133	100,000		280,785	42,238
Reserves for Amortization						52,595,919		52,595,919	49,783,823
Various Liabilities and Reserves	1,370,786	411,528	4,253,479	5,540,000	812,875	5,464,775	\$186,401,652	204,255,095	201,604,833
Serial Bonds, Bond Anticipation Notes and Loans Payable				38,463,623		19,279,000		57,742,623	53,931,560
Reserve for Receivables and Other Assets	1,788,982				2,412,000			4,200,982	4,715,514
Fund Balance	4,808,594		7,406	2,093,636	9,057,661	1,868,572		17,835,869	16,145,597
Total Liabilities, Reserves and Fund Balances	\$ 9,996,218	\$ 428,464	\$4,294,071	\$52,847,054	\$13,918,687	\$87,434,885	\$186,401,652	\$355,321,031	\$342,343,269

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

VILLAGE OF RIDGEWOOD
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CURRENT AND UTILITY OPERATING FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Current Fund			Utility Operating Funds		
	Final Budget	Actual	Variance	Final Budget	Actual	Variance
REVENUES:						
Fund Balance Utilized	\$ 3,300,000	\$ 3,300,000		\$ 2,677,167	\$ 2,677,167	
Water Rents				12,270,000	14,168,323	\$ 1,898,323
Parking Lot Fees and Permits				1,300,000	1,323,062	23,062
Miscellaneous Revenue	9,864,905	10,038,994	\$ 174,089	2,056,651	2,087,215	30,564
Receipts from Delinquent Taxes	700,000	688,515	(11,485)			
Total Amount to be Raised by Taxes for Support of Municipal Budget, Including Reserve for Uncollected Taxes	<u>33,962,030</u>	<u>34,843,420</u>	<u>881,390</u>			
Municipal Budget Totals - Revenue	47,826,935	48,870,929	1,043,994	18,303,818	20,255,767	1,951,949
Non-budget Revenues		345,806	345,806		58,572	58,572
Other Credits to Income		1,963,054	1,963,054		156,757	156,757
Taxes Allocated to School, County and Open Space	<u>109,046,332</u>	<u>109,046,332</u>				
TOTAL REVENUES	<u>156,873,267</u>	<u>160,226,121</u>	<u>3,352,854</u>	<u>18,303,818</u>	<u>20,471,096</u>	<u>2,167,278</u>
EXPENDITURES:						
General Government	17,490,017	17,490,017				
Public Safety	12,674,849	12,674,849				
Streets and Roads	4,670,198	4,670,198				
Health and Welfare	289,955	289,955				
Recreation and Education	1,512,810	1,512,810				
Deferred Charges and Statutory Expenditures	4,751,457	4,745,296	6,161	824,283	813,477	10,806
Budgeted Fund Balance				1,233,101	1,233,101	
Utility Operating				10,788,211	10,788,211	
Capital	157,000	157,000		1,830,900	1,830,900	
Debt Service:						
Principal	3,724,000	3,723,937	63	2,836,000	2,836,000	
Interest	1,181,000	1,119,670	61,330	791,323	641,803	149,520
Reserve for Uncollected Taxes	<u>1,375,649</u>	<u>1,375,649</u>				
Municipal Budget Totals - Expenditures	47,826,935	47,759,381	67,554	18,303,818	18,143,492	160,326
County Taxes	15,731,319	15,731,319				
Local School Taxes	93,030,172	93,030,172				
Municipal Open Space Taxes	284,841	284,841				
Other Expenditures		489,980	(489,980)		95,563	
TOTAL EXPENDITURES	<u>\$ 156,873,267</u>	<u>157,295,693</u>	<u>(422,426)</u>	<u>\$ 18,303,818</u>	<u>18,239,055</u>	<u>160,326</u>
Excess of Revenues Over Expenditures		2,930,428	<u>\$ 2,930,428</u>		2,232,041	<u>\$ 2,327,604</u>
Fund Balances January 1, 2016		5,178,166			9,502,787	
Less: Utilized as Anticipated Revenue		<u>3,300,000</u>			<u>2,677,167</u>	
Fund Balances December 31, 2016		<u>\$ 4,808,594</u>			<u>\$ 9,057,661</u>	

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

Except as noted below, the financial statements of the Village of Ridgewood (the "Village") include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Village, as required by N.J.S. 40A:5-5. Accordingly, the financial statements of the Village do not include the operations of the Free Public Library.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. As the financial reporting entity was established in accordance with New Jersey statutes, the requirements of GASB Codification Section 2100 were not followed and, accordingly, the reporting entity could be different from accounting principles generally accepted in the United States of America.

B. Description of Funds

The accounting policies of the Village conform to the accounting practices applicable to municipalities which have been prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Village 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 which are not accounted for in another fund.

Trust Funds - Receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created. The Trust Funds include the Public Assistance Fund which accounts for the balance in the accounts since this function was transferred to Bergen County.

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

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

B. Description of Funds (Cont'd)

Water Utility Operating Fund - Account for the operations of the Village Water Utility.

Water Utility Capital Fund - Account for the acquisition of capital facilities of the Water Utility.

Parking Utility Operating Fund – Account for the operations of the Village Parking Utility.

Parking Utility Capital Fund - Account for the acquisition of capital facilities of the Parking Utility.

General Fixed Asset Group of Accounts - These accounts were established with estimated values of land, buildings and certain fixed assets of the Village as discussed under the caption "Basis of Accounting".

C. Basis of Accounting

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The more significant accounting policies in New Jersey follow.

Revenue is recorded when received in cash except for certain amounts which may be due from the State of New Jersey. Grant revenue is realized in the operating funds when it is budgeted and in the capital funds when improvements are authorized. The amounts recorded as property taxes and consumer accounts receivable have not been included in revenue. Amounts that are due to the municipality, which are susceptible of accrual, are recorded as receivables with offsetting reserves in the Current Fund and Water and Parking Utility Operating Funds.

Expenditures are charged to operations generally based on budgeted amounts. Exceptions to this general rule include:

1. Accumulated unpaid vacation, sick pay and other employee amounts are not accrued.
2. Prepaid expenses, such as insurance premiums applicable to subsequent periods, are charged to current budget appropriations in total.
3. Principal and interest on long-term debt are recognized when due.

Expenditures, if any, in excess of appropriations, appropriation reserves or ordinances become deferred charges which must be raised by future taxes. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements and constitute part of the statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 of each year and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

C. Basis of Accounting (Cont'd)

Had the Village's financial statements been prepared under generally accepted accounting principles, encumbrances would not be considered as expenditures; appropriation reserves would not be recorded; revenue susceptible to accrual would have been reflected without offsetting reserves; Federal and State grants and assistance would be recognized when earned, not when received, inventories would not be reflected as expenditures at the time of purchase, fixed assets purchased by the Utility Capital Funds would be depreciated, investments would generally be stated at fair value, and the Village's net pension liability and related deferred inflows and outflows would be recorded.

The cash basis of accounting is followed in the Trust Funds.

D. Deferred Charges to Future Taxation

The General Capital Fund balance sheet includes both funded and unfunded deferred charges. Funded means that bonds or loans have been issued and are being paid off on a serial basis. Unfunded means that debt has been authorized but not permanently financed. A municipality can eliminate an unfunded deferred charge by raising it in the budget, by collecting a grant, or by selling bonds.

E. Other significant accounting policies include:

Management Estimates – The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents – Amounts include petty cash, change funds, amounts on deposit, and short-term investments with original maturities of three months or less.

Investments – Investments, if any, are stated at cost or amortized cost, which approximates market.

Grants Receivable – Grants receivable represent total grant awards less amounts collected to date. Because the amount of grants funds to be collected are dependent on the total costs eligible for reimbursement, the actual amount collected may be less than the total amount awarded.

Allowance for Uncollectible Accounts – No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Compensated Absences – Expenditures relating to unused vested accumulated vacation and sick pay are not recorded until paid.

Property Acquired For Taxes - Assessed Valuation – Property Acquired For Taxes - Assessed Valuation is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

E. Other significant accounting policies include (Cont'd)

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

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

Fixed Assets - Property and equipment purchased by the Current and General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Property and equipment purchased by the Utility Funds is recorded in the Utility Capital Funds at cost.

General Fixed Assets Account Group - General fixed assets are recorded at cost except for land and buildings which are recorded at estimated historical cost. Infrastructure assets are not included in general fixed assets, as per state directive. Major renewals and betterments are charged to the asset accounts; maintenance and minor repairs and replacements, which do not improve or extend the lives of the respective assets, are expensed currently. Donated fixed assets are valued at their fair market value on the date donated. No depreciation has been provided on general fixed assets. The total value recorded for general fixed assets is offset by a "Reserve for Fixed Assets". When properties are retired or otherwise disposed of, the asset and the reserve are adjusted accordingly. Fixed assets may also be recorded in the Current Fund and Capital Funds. The values recorded in the General Fixed Asset Account Group and the Current and Capital Funds may not always agree due to differences in valuation methods, timing of recognition of assets, and the recognition of infrastructures. Fixed assets are reviewed for impairment.

Property and equipment purchased by the Utility Funds are recorded in the Utility Capital accounts at cost and are not adjusted for dispositions and abandonments. The amounts shown do not purport to represent replacement costs or current values. Contributions in aid of construction are not capitalized. The balances in the Reserve and Deferred Reserve for Amortization accounts in the Utility Capital Funds represent charges to operations for the costs of acquisitions of property, equipment and improvements. The Utility Funds do not record depreciation on fixed assets.

F. Budget/Budgetary Control

Annual appropriated budgets are usually prepared in the first quarter for Current, operating utilities, and Open Space Trust Funds. The budgets are submitted to the governing body and the Division of Local Government Services. Budgets are prepared using the cash basis of accounting. The legal level of budgetary control is established at the line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the flexible chart of accounts referenced in N.J.S.A. 40A. All budget amendments/transfers must be approved by the Village during the year.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
 (Continued)

Note 2: Cash and Cash Equivalents and Investments

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

Investments are stated at cost, which approximates market. The Village classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB Statement No. 40 *Governmental Accounting Standards Board Deposit and Investment Risk Disclosures* requires disclosure of the level of custodial credit risk assumed by the Village in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial risk is the risk that in the event of bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Village ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Village limits its investments to those authorized in its cash management plan which are permitted under state statutes as detailed below.

Custodial Credit Risk – The Village's policy with respect to custodial credit risk requires that the Village ensures that Village funds are only deposited in financial institutions in which New Jersey municipalities are permitted to invest their funds.

Deposits

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

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

The market value of the collateral must equal 5% of the average daily balance of public funds; and in addition

If the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value equal to 100% of the amount exceeding 75%.

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

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 2: Cash and Cash Equivalents and Investments (Cont'd)

Investments

New Jersey statutes permit the Village to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Local Government Services in the Department of Community Affairs for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to (1) and (3) above;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 2: Cash and Cash Equivalents and Investments (Cont'd)

As of December 31, 2016, cash and cash equivalents of the Village of Ridgewood consisted of the following:

<u>Fund</u>	<u>Cash on Hand</u>	<u>Checking Accounts</u>	<u>Total</u>
Current	\$ 1,115	\$ 8,158,121	\$ 8,159,236
Grant Fund		8,765	8,765
Trust and Agency		4,294,057	4,294,057
General Capital		4,818,670	4,818,670
Water Utility Operating	100	10,460,784	10,460,884
Parking Utility Operating	3,496	942,307	945,803
Water Utility Capital		7,303,702	7,303,702
Parking Utility Capital		51,954	51,954
	<u>\$ 4,711</u>	<u>\$ 36,038,360</u>	<u>\$ 36,043,071</u>

The carrying amount of the Village's cash and cash equivalents at year end was \$36,043,071 and the bank balance was \$37,622,848. The Village did not hold any investments during the year.

Note 3: Interfunds

The following interfund receivable and payable balances appear on the combined balance sheet as of December 31, 2016:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 60,311	\$ 94,529
Federal and State Grant Fund		16,936
Trust Funds	14	33,187
General Capital Fund	94,515	
Water Utility Operating Fund		36,133
Water Utility Capital Fund	25,945	
Parking Utility Operating Fund	100,000	
Parking Utility Capital Fund		100,000
	<u>\$ 280,785</u>	<u>\$ 280,785</u>

The majority of the interfund balances from the prior year were liquidated as of December 31, 2016. The Current Fund interfund receivable balance includes \$1,000 and \$9,188 due from the Water Utility Operating Fund as a result of a prior year interfund and current year debt service interfund activity, respectively, \$30,800 and \$2,378 and \$9 due from the Other Trust Funds for animal control statutory excess, on-behalf expenditures and interest earnings, respectively, and \$16,634 due from the Federal and State Grant Fund as a result of grant interfund activity. The Current Fund interfund payable is comprised of \$14 is due to the Other Trust Funds for an interfund transfer error, and \$5,000 and \$89,515 due to the General Capital Fund for deferred charges funded by budget appropriation and debt service interfund activity, respectively. The Water Utility Operating Fund interfund payable represents \$25,945 due to the Water Utility Capital Fund for debt service interfund activity and the balances due to the Current Fund noted above. The \$100,000 Parking Utility Operating Fund interfund receivable is an interfund loan due from the Parking Utility Capital Fund. Interest earned in the Capital Funds, General and Utility, was realized as revenue in the Current and Utility Operating Funds, respectively.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt

The Local Bond Law governs the issuance of bonds to finance general Village capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. All bonds issued by the Village are general obligation bonds. The Village's full faith and credit and taxing power have been pledged to the payment of general obligation debt principal and interest.

Summary of Municipal Debt

	December 31,		
	2016	2015	2014
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 38,463,623	\$ 36,570,560	\$ 38,715,788
Water Utility:			
Bonds, Loans and Notes	19,279,000	17,175,000	18,510,000
Parking Utility:			
Notes		186,000	236,000
Total Issued	<u>57,742,623</u>	<u>53,931,560</u>	<u>57,461,788</u>
<u>Authorized but not Issued:</u>			
General:			
Bonds and Notes	8,256,639	8,813,393	7,312,502
Water Utility:			
Bonds and Notes	6,129,750	5,616,200	3,123,200
Parking Utility:			
Bonds and Notes	2,048,615	2,048,615	1,548,615
Total Authorized but Not Issued	<u>16,435,004</u>	<u>16,478,208</u>	<u>11,984,317</u>
Less:			
General:			
Reserve for:			
Payment of Debt Service		274,311	653,114
Water Utility:			
Reserve for:			
Payment of Debt Service		1,310,000	1,310,000
Total Deductions	<u>- 0 -</u>	<u>1,584,311</u>	<u>1,963,114</u>
Net Bonds, Notes and Loans Issued and Authorized but not Issued	<u>\$ 74,177,627</u>	<u>\$ 68,825,457</u>	<u>\$ 67,482,991</u>

Summary of Statutory Debt Condition – Revised Annual Debt Statement

The summarized statement of debt condition, which follows, is prepared in accordance with the required method of setting up the Revised Annual Debt Statement and indicates a statutory net debt of .74%.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt (Cont'd)

Summary of Statutory Debt Condition – Revised Annual Debt Statement (Cont'd)

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 48,250,000	\$ 48,250,000	
Water Utility Debt	25,408,750	25,408,750	
Parking Utility Debt	2,048,615	2,048,615	
General Debt	<u>46,720,262</u>		<u>\$ 46,720,262</u>
	<u>\$ 122,427,627</u>	<u>\$ 75,707,365</u>	<u>\$ 46,720,262</u>

Net Debt \$46,720,262 divided by Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, \$6,332,054,604 = .74%.

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

3-1/2% Average Equalized Valuation of Real Property	\$ 221,621,911
Net Debt	<u>46,720,262</u>
Remaining Borrowing Power	<u>\$ 174,901,649</u>

Calculation of "Self-Liquidating Purpose", Water Utility Per N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for Year	\$ 18,481,901
Deductions:	
Operating, Maintenance and Debt Service Costs	<u>13,734,776</u>
Excess in Revenue	<u>\$ 4,747,125</u>

Calculation of "Self-Liquidating Purpose", Parking Utility Per N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for Year	\$ 1,832,438
Deductions:	
Operating, Maintenance and Debt Service Costs	<u>1,344,715</u>
Excess in Revenue	<u>\$ 487,723</u>

Footnote: If there is an "excess in revenue", all such utility debt is deductible. If there is a "deficit", then utility debt is not deductible to the extent of 20 times such deficit amount.

The foregoing debt information is in general agreement with the Revised Annual Debt Statement filed by the Chief Financial Officer.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt (Cont'd)

New Jersey Environmental Infrastructure Trust (NJEIT) Loans

On August 1, 2001 the Village of Ridgewood entered into a New Jersey Environmental Infrastructure Financing Program loan agreement with the State of New Jersey, acting by and through the New Jersey Department of Environmental Protection. The Village borrowed \$7,795,000 from the program at interest rates of 4% to 5.5% and \$8,472,000 at 0% payable each August 1 and February 1 until the loans are paid in full in 2021. Balances outstanding are \$3,300,000 and \$2,602,510, respectively.

On November 4, 2004, the Village of Ridgewood entered into a New Jersey Environmental Infrastructure Financing Program loan agreement with the State of New Jersey, acting by and through the New Jersey Department of Environmental Protection. The Village borrowed \$675,000 from the program at interest rates of 3% to 5% and \$1,990,172 at 0% payable each September 1 and March 1 until the loans are paid in full in 2024. Balances outstanding at December 31, 2016 are \$390,000 and \$916,700, respectively.

Serial Bonds Payable

On July 19, 2016, the Village issued \$9,470,000 refunding bonds, consisting of \$5,805,000 General Improvement refunding bonds with interest rates ranging from 4.00% to 5.00% and \$3,665,000 Water Utility refunding bonds with interest rates ranging from 4.00% to 5.00%, to advance refund \$6,439,000 General Improvement bonds with interest rates ranging from 4.125% to 5.00% and \$4,311,000 Water Utility bonds with interest rates ranging from 4.125 to 5.00%. The General Improvement refunding bonds mature on June 15, 2018 through 2024 and the Water Utility refunding bonds mature on June 15, 2018 through 2032. The net proceeds from the issuance of the refunding bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the refunded bonds are called on June 15, 2017. The advance refunding met the requirements of an in-substance debt defeasance and the refunded bonds were removed from the Village's financial statements.

As a result of the advance refunding, the Village reduced its total debt service requirements by \$1,505,707, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$1,383,049.

On August 18, 2016, the Village issued \$17,733,000 bonds, consisting of \$12,218,000 General Improvement bonds with interest rates ranging from 4.00% to 5.00% and \$5,515,000 Water Utility bonds with interest rates ranging from 4.00% to 5.00%. The General Improvement bonds mature on August 1, 2017 through 2029 and the Water Utility bonds mature on August 1, 2017 through 2036.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt (Cont'd)

Schedule of Changes in Debt Issued

	Balance 12/31/2015	Additions	Retirements/ Defeased	Balance 12/31/2016
General Capital Fund:				
Serial Bonds	\$ 22,092,000	\$ 18,023,000	\$ 8,594,000	\$ 31,521,000
Bond Anticipation Notes	7,269,350		6,482,000	787,350
NJEIT Loans	7,209,210		1,053,937	6,155,273
Water Utility Capital Fund:				
Serial Bonds	15,500,000	9,180,000	5,401,000	19,279,000
Bond Anticipation Notes	1,675,000		1,675,000	
Parking Utility Capital Fund:				
Bond Anticipation Notes	186,000		186,000	
Total	\$ 53,931,560	\$ 27,203,000	\$23,391,937	\$ 57,742,623

At December 31, 2016, the Village had debt issued and outstanding as follows:

General Capital - Bond Anticipation Notes Payable

<u>Improvement Description</u>	<u>Date of</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2016</u>
	<u>Original Note</u>	<u>Maturity</u>		
Acquisition of Land	7/14/2009	8/18/2017	1.03%	\$ 287,000
Various Capital Improvements	6/17/2016	8/18/2017	1.03%	500,000
Various Capital Improvements	6/21/2013	8/18/2017	1.03%	350
				<u>\$ 787,350</u>

General Capital - Serial Bonds Payable

<u>Improvement Description</u>	<u>Maturities at December 31, 2016</u>				<u>Balance Dec. 31, 2016</u>
	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>	
General Bonds of 2007	06/29/2007	06/15/17	\$ 900,000	4.25%	\$ 900,000
General Refunding Bonds of 2013	05/08/2013	07/01/17	575,000	4.00%	
		07/01/18	600,000	4.00%	
		07/01/19	600,000	4.00%	
		07/01/20	620,000	4.00%	
		07/01/21	645,000	4.00%	
		07/01/22	675,000	4.00%	
					3,715,000

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt (Cont'd)

At December 31, 2016, the Village had debt issued and outstanding as follows: (Cont'd)

General Capital - Serial Bonds Payable (Cont'd)

Improvement Description	Maturities at December 31, 2016				Balance Dec. 31, 2016
	Date of Issue	Date of Maturity	Amount	Interest Rate	
General Improvement Bonds of 2013	06/15/2013	06/15/17	\$ 750,000	4.00%	\$ 8,883,000
		06/15/18	800,000	4.00%	
		06/15/19	850,000	4.00%	
		06/15/20	950,000	4.00%	
		06/15/21	1,000,000	4.00%	
		06/15/22	1,050,000	3.50%	
		06/15/23	1,100,000	3.50%	
		06/15/24	1,150,000	3.50%	
General Refunding Bonds of 2016	07/19/2016	06/15/18	825,000	4.00%	5,805,000
		06/15/19	815,000	4.00%	
		06/15/20	810,000	4.00%	
		06/15/21	830,000	4.00%	
		06/15/22	850,000	5.00%	
		06/15/23	855,000	5.00%	
		06/15/24	820,000	5.00%	
General Improvement Bonds of 2016	08/18/2016	08/01/17	600,000	3.00%	12,218,000
		08/01/18	600,000	3.00%	
		08/01/19	600,000	3.00%	
		08/01/20	600,000	3.00%	
		08/01/21	700,000	3.00%	
		08/01/22	800,000	3.00%	
		08/01/23	1,150,000	4.00%	
		08/01/24	1,200,000	4.00%	
		08/01/25	1,200,000	4.00%	
		08/01/26	1,200,000	3.00%	
		08/01/27	1,200,000	3.00%	
08/01/28	1,200,000	2.00%			
08/01/29	1,168,000	2.00%			
Total General Capital - Serial Bonds Payable					\$ 31,521,000

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt (Cont'd)

At December 31, 2016, the Village had debt issued and outstanding as follows: (Cont'd)

Water Capital - Serial Bonds Payable

<u>Improvement Description</u>	<u>Maturities at December 31, 2016</u>				<u>Balance Dec. 31, 2016</u>	
	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>		
Water Bonds of 2007	06/15/2007	06/15/17	\$ 275,000	4.25%	\$ 275,000	
Water Refunding Bonds of 2013	05/08/2013	07/01/17	215,000	4.00%		
		07/01/18	225,000	4.00%		
		07/01/19	225,000	4.00%		
		07/01/20	240,000	4.00%		
		07/01/21	245,000	4.00%		
		07/01/22	245,000	4.00%		
		07/01/23	250,000	4.00%		
		07/01/24	275,000	4.00%		
		07/01/25	275,000	3.50%		
		07/01/26	295,000	3.50%		
		07/01/27	290,000	4.00%		
		07/01/28	310,000	4.00%		
		07/01/29	305,000	4.00%		
		07/01/30	320,000	4.00%		3,715,000
Water Bonds of 2013	06/15/2013	06/15/17	650,000	4.00%		
		06/15/18	650,000	4.00%		
		06/15/19	650,000	4.00%		
		06/15/20	650,000	4.00%		
		06/15/21	700,000	4.00%		
		06/15/22	700,000	3.50%		
		06/15/23	700,000	3.50%		
		06/15/24	700,000	3.50%		
		06/15/25	709,000	3.50%		6,109,000
		Water Refunding Bonds of 2016	07/19/2016	06/15/18		240,000
06/15/19	240,000			4.00%		
06/15/20	235,000			4.00%		
06/15/21	235,000			4.00%		
06/15/22	235,000			5.00%		
06/15/23	235,000			5.00%		
06/15/24	230,000			5.00%		
06/15/25	255,000			5.00%		
06/15/26	255,000			5.00%		
06/15/27	255,000			5.00%		
06/15/28	255,000			5.00%		
06/15/29	255,000			5.00%		
06/15/30	255,000			5.00%		
06/15/31	250,000	5.00%	3,665,000			
06/15/32	235,000	5.00%				

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt (Cont'd)

At December 31, 2016, the Village had debt issued and outstanding as follows: (Cont'd)

Water Capital - Serial Bonds Payable (Cont'd)

<u>Improvement Description</u>	<u>Maturities at December 31, 2016</u>				<u>Balance Dec. 31, 2016</u>
	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>	
Water Bonds of 2016	08/18/2016	08/01/17	\$ 175,000	3.00%	
		08/01/18	175,000	3.00%	
		08/01/19	175,000	3.00%	
		08/01/20	175,000	3.00%	
		08/01/21	175,000	3.00%	
		08/01/22	200,000	3.00%	
		08/01/23	200,000	4.00%	
		08/01/24	200,000	4.00%	
		08/01/25	200,000	4.00%	
		08/01/26	350,000	3.00%	
		08/01/27	350,000	3.00%	
		08/01/28	350,000	2.00%	
		08/01/29	350,000	2.00%	
		08/01/30	350,000	2.00%	
		08/01/31	350,000	2.125%	
		08/01/32	350,000	2.125%	
		08/01/33	350,000	2.25%	
		08/01/34	350,000	2.25%	
08/01/35	350,000	2.375%			
08/01/36	340,000	2.375%	<u>\$ 5,515,000</u>		
Total Water Capital - Serial Bonds Payable					<u>\$ 19,279,000</u>

General Capital - NJ Environmental Infrastructure Trust (NJEIT) Loans Payable

	<u>Date of Final Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2016</u>
NJEIT Loan #1	8/1/2021	4 to 5.5%	\$ 4,984,035
NJEIT Loan #2	8/1/2024	3 to 5%	<u>1,171,238</u>
			<u>\$ 6,155,273</u>

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 4: Long-Term Debt (Cont'd)

Schedule of Annual Debt Service for Principal and Interest for the Next Five Years and Thereafter for Bonded Debt Issued and Outstanding

General Capital:

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 2,825,000	\$ 1,103,323	\$ 3,928,323
2018	2,825,000	1,031,565	3,856,565
2019	2,865,000	923,765	3,788,765
2020	2,980,000	813,265	3,793,265
2021	3,175,000	698,665	3,873,665
2022-2026	13,283,000	1,778,468	15,061,468
2027-2029	3,568,000	273,440	3,841,440
	<u>\$ 31,521,000</u>	<u>\$ 6,622,491</u>	<u>\$ 38,143,491</u>

Water Capital:

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 1,315,000	\$ 681,062	\$ 1,996,062
2018	1,290,000	642,678	1,932,678
2019	1,290,000	592,828	1,882,828
2020	1,300,000	543,078	1,843,078
2021	1,355,000	491,828	1,846,828
2022-2026	6,509,000	1,683,840	8,192,840
2027-2031	4,245,000	670,763	4,915,763
2032-2036	1,975,000	126,313	2,101,313
	<u>\$ 19,279,000</u>	<u>\$ 5,432,390</u>	<u>\$ 24,711,390</u>

Net Pension Liability

The State of New Jersey Public Employees' Retirement System's (PERS) net pension liability was calculated to be \$45,934,563 at June 30, 2016. The State of New Jersey Police and Firemen's Retirement System's (PFRS) net pension liability was calculated to be \$59,167,842 at June 30, 2016. See Note 5 for further information on the PERS and PFRS.

Note 5: Pension Plans

Village employees participate in one of the two contributory, defined benefit public employee retirement systems: the State of New Jersey Public Employee's Retirement System (PERS) or the State of New Jersey Police and Firemen's Retirement System (PFRS); or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division).

For additional information about the PERS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrprts.shtml.

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS. The following represents the membership tiers for PERS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to July 1, 2007 Members who were eligible to enroll on or after:
2	July 1, 2007 and prior to November 2, 2008
3	November 2, 2008 and prior to May 22, 2010
4	May 22, 2010 and prior to June 28, 2011
5	June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65.

Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions (Cont'd)

The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. Village contributions to PERS amounted to \$1,291,167 for 2016.

The employee contribution rate was 7.06% effective July 1, 2015 and increased to 7.20% effective July 1, 2016. Subsequent increases after October 1, 2011 are being phased in over 7 years effective on each July 1st to bring the total pension contribution rate to 7.5% of base salary as of July 1, 2018.

Pension Liabilities and Pension Expense

At June 30, 2016, the Village's liability was \$45,934,563 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. The Village's proportion of the net pension liability was based on a projection of the Village's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2016, the Village's proportion was 0.1551%, which was an increase of 0.0049% from its proportion measured as of June 30, 2015.

For the year ended December 31, 2016, the Village recognized actual pension expense in the amount of \$1,291,167.

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. This actuarial valuation used the following actuarial assumptions:

Inflation Rate	3.08%
Salary Increases:	
Through 2026	1.65% - 4.15% based on age
Thereafter	2.65% - 5.15% based on age
Investment Rate of Return	7.65%

Pre-retirement mortality rates were based on the RP-2000 Employee Pre-retirement Mortality Table for male and female active participants. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members and a one year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward one year for females).

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Actuarial Assumptions (Cont'd)

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.65% at June 30, 2016) 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. The long-term expected rate of return 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 real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad U.S. Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt ex. U.S.	5.00%	-0.25%
REIT	5.25%	5.63%

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Discount Rate

The discount rate used to measure the total pension liability was 3.98% as of June 30, 2016. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65% and a municipal bond rate of 2.85% as of June 30, 2016 based on the Bond Buyer Go 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. 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 upon the contribution rate in the most recent fiscal year. The local employers contributed 100% of their actuarially determined 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 2034. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2034, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Village's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Village's proportionate share of the collective net pension liability as of June 30, 2016 calculated using the discount rate as disclosed below, as well as what the Village's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2016		
	1% Decrease (2.98%)	Current Discount Rate (3.98%)	1% Increase (4.98%)
Village's proportionate share of the Net Pension Liability	\$ 56,287,445	\$ 45,934,563	\$ 37,387,361

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

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

Plan Description

The State of New Jersey, State of New Jersey Police and Firemen's Retirement System (PFRS), is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the PFRS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrprts.shtml.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

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

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement as well as death and disability benefits. All benefits vest after ten years of service, except for disability benefits which vest after 4 years of service.

The following represents the membership tiers for PFRS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to May 22, 2010 Members who were eligible to enroll on or after:
2	May 22, 2010 and prior to June 28, 2011
3	June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Contributions

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing members. The Local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual amounts over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of the assets.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
 (Continued)

Note 5: Pension Plans (Cont'd)

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

Special Funding Situation

Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific funded amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to this legislation.

However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer. The June 30, 2016 State special funding situation net pension liability amounts are the accumulated differences between the annual actuarially determined State obligation under the special funding situation and the actual State contribution through the valuation date. The State special funding situation pension expense is the actuarially determined contribution amount that the State owes for the fiscal year ended June 30, 2016. The pension expense is deemed to be a State administrative expense due to the special funding situation.

Village contributions to PFRS amounted to \$2,474,440 for 2016. During the fiscal year ended June 30, 2016, the State of New Jersey contributed \$190,383 to the PFRS for normal pension benefits on behalf of the Village, which is less than the contractually required contribution of \$634,611.

The employee contributions for PFRS are 10.00% of employees' annual compensation, as defined.

Pension Liabilities and Pension Expense

At June 30, 2016, the Village's liability for its proportionate share of the net pension liability was \$59,167,842. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. The Village's proportion of the net pension liability was based on a projection of the Village's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2016, the Village's proportion was 0.30974%, which was an increase of 0.00526% from its proportion measured as of June 30, 2015.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

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

Pension Liabilities and Pension Expense (Cont'd)

Additionally, the State's proportionate share of the net pension liability attributable to the Village is \$4,968,631 as of June 30, 2016. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. The State's proportionate share of the net pension liability associated with the Village was based on a projection of the Village's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2016, the State's proportion was 0.30974%, which was an increase of 0.00526% from its proportion measured as of June 30, 2015 which is the same proportion as the Village's.

Village's Proportionate Share of the Net Pension Liability	\$ 59,167,842
State's Proportionate Share of the Net Pension Liability Associated with the Village	4,968,631
Total Net Pension Liability	\$ 64,136,473

For the year ended December 31, 2016, the Village recognized total pension expense of \$2,474,440.

Actuarial Assumptions

The total pension liability for the June 30, 2016 measurement date was determined by an actuarial valuation as of July 1, 2015 which was rolled forward to June 30, 2016. This actuarial valuation used the following actuarial assumptions:

Inflation Rate	3.08%
Salary Increases:	
Through 2026	2.10% - 8.98% based on age
Thereafter	3.10% - 9.98% based on age
Investment Rate of Return	7.65%

Pre-retirement mortality rates were based on the RP-2000 Pre-retirement mortality tables projected thirteen years using Projection Scale BB and then projected on a generational basis using the plan actuary's modified 2014 projection scales. Post-retirement mortality rates for male service retirements and beneficiaries are based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Post-retirement mortality rates for female service retirements and beneficiaries are based on the RP-2000 Combined Healthy Mortality Tables projected thirteen years using Projection Scale BB and then two years using the plan actuary's modified 2014 projection scales, which was further projected on a generational basis using the plan actuary's modified 2014 projection scales. Disability retirement rates were based on the special mortality tables used for the period after disability retirement.

The actuarial assumptions used in the July 1, 2015 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.65% at June 30, 2016) 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. The long-term expected rate of return 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 real rates of return for each major asset class included in PFRS' target asset allocation as of June 30, 2016 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	5.00%	0.87%
U.S. Treasuries	1.50%	1.74%
Investment Grade Credit	8.00%	1.79%
Mortgages	2.00%	1.67%
High Yield Bonds	2.00%	4.56%
Inflation-Indexed Bonds	1.50%	3.44%
Broad U.S. Equities	26.00%	8.53%
Developed Foreign Equities	13.25%	6.83%
Emerging Market Equities	6.50%	9.95%
Private Equity	9.00%	12.40%
Hedge Funds/Absolute Return	12.50%	4.68%
Real Estate (Property)	2.00%	6.91%
Commodities	0.50%	5.45%
Global Debt ex. U.S.	5.00%	-0.25%
REIT	5.25%	5.63%

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

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

Discount Rate – PFRS

The discount rate used to measure the total pension liability was 5.55% as of June 30, 2016. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.65% and a municipal bond rate of 2.85% as of June 30, 2016 based on the Bond Buyer Go 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. 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 and the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 30% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined 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 2050. Therefore, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through 2050, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Total Net Pension Liability (including the State's proportionate share of the net pension liability attributable to the Village) to Changes in the Discount Rate

The following presents the total net pension liability (including the State's proportionate share of the net pension liability attributable to the Village) as of June 30, 2016 calculated using the discount rate as disclosed above, as well as what the collective net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2016		
	1% Decrease (4.55%)	Current Discount Rate (5.55%)	1% Increase (6.55%)
Village's proportionate share of the Net Pension Liability and the State's proportionate share of the Net Pension Liability associated with the Village	\$ 82,699,280	\$ 64,136,473	\$ 48,999,622

Pension Plan Fiduciary Net Position - PFRS

Detailed information about the PFRS's fiduciary net position is available in the separately issued PFRS financial statements.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2016
(Continued)

Note 5: Pension Plans (Cont'd)

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or PFRS, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the Village recognized pension expense of \$6,122 for 2016. Employee contributions to DCRP were \$10,717 for 2016.

Note 6: Other Post-Employment Benefits

In addition to the pension benefits described in Note 5, the Village provides other post-employment benefits to certain employees after retirement, substantially similar in nature to the health benefits provided to employees presently working

The Village contributes to the State Health Benefits Program ("SHBP"), a cost-sharing, multiple-employer defined benefit 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.

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.

In accordance with the Village's resolution, Village employees are entitled to the following benefits:

Municipal and Police Employees:

Married Village employees retiring at age 62 or older who have accumulated 15 years or more of uninterrupted service, or under age 62 with 25 years or more, are entitled to fifty percent of the premium for hospital and surgical health insurance family coverage to be paid by the Village. Single employees retiring at age 62 or older who have accumulated 15 years or more of uninterrupted service, or under age 62 with 25 years or more, are entitled to one hundred percent of the premium for hospital and surgical insurance individual coverage to be paid by the Village. All years of qualifying service must be with the Village of Ridgewood.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 6: Other Post-Employment Benefits (cont'd)

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 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.

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 Village on a monthly basis. The Village's portion of post-retirement benefits is funded on a pay-as-you-go basis from the Current Fund and Utility Operating Fund budgets.

In the event an employee qualifying under these conditions is eligible for Medicare coverage with supplemental coverage, the total cost of which amounts to less than fifty percent of the cost of the premium for hospital and surgical health insurance family coverage, or less than the cost of the premiums for hospital and surgical insurance individual coverage presently supplied by the Village to its employees, such employee will be required to enroll in the Medicare supplemental coverage program, the cost of which will be reimbursable by the Village.

The Village's portion of post-retirement benefits is funded on a pay-as-you-go basis. During 2016 the Village had 178 retirees who met the eligibility requirements and recognized expenditures in the amount of \$3,144,554.

Note 7: Accrued Sick and Vacation Benefits

Municipal employees are permitted to accrue unused sick time of which may be taken as time off or paid upon retirement or separation at an agreed upon rate. It is estimated that the current cost of such unpaid compensation would approximate \$6,732,517. This amount is not reported either as an expenditure or liability. However, it is expected that the cost of such unpaid compensation will be included in the Village's budget operating expenditures in the year in which it is used.

The above amount is partially funded by the Reserve for Terminal Leave of \$448,444 on the Other Trust Funds balance sheet at December 31, 2016.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 8: Selected Tax Information

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered to be delinquent and the imposition of interest charges is made. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year.

Unpaid taxes of the current year may be placed in lien at a tax sale held after December 10.

	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>Tax Rate</u>	\$ 2.476	\$ 2.433	\$ 2.385
<u>Apportionment of Tax Rate</u>			
Municipal	.587	.581	.574
County	.272	.260	.246
Local School	1.612	1.587	1.560
Municipal Open Space	.005	.005	.005
<u>Assessed Valuations</u>			
2016	<u>\$ 5,774,358,900</u>		
2015		<u>\$ 5,750,039,200</u>	
2014			<u>\$ 5,733,152,900</u>

Comparison of Tax Levies and Collections Currently

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

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collections</u>	<u>Percentage of Collection</u>
2016	\$ 143,389,420	\$ 142,514,103	99.38%
2015	140,449,848	139,674,690	99.44%
2014	137,031,046	136,226,560	99.41%

Also, increases in future tax levies can also be warranted if revenue sources outside of those directly generated by the municipality, such as federal or state aid, should decline without corresponding decreases in budgeted expenditures.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 9: Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. Health benefits are provided to employees through the State of New Jersey Health Benefits Plan.

The Village is currently a member of the Bergen County Municipal Joint Insurance Fund (the "Fund"). The Fund provides its members with Liability, Property, Environmental, Public Officials and Employer Practices, and Workers' Compensation Insurance. The Fund is a risk-sharing public entity risk pool that is both an insured and self-administered group of governmental entities established for the purpose of providing low-cost insurance coverage for their respective members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of the Fund, the Village could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund's liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body.

Selected financial information for the Fund as of December 31, 2016 is as follows:

Total Assets	<u>\$ 15,104,233</u>
Net Position	<u>\$ 4,249,512</u>
Total Revenue	<u>\$ 16,218,444</u>
Total Expenses	<u>\$ 14,851,068</u>
Member Dividends	<u>\$ 639,746</u>
Change in Net Position	<u>\$ 727,630</u>

Financial statements for the Fund are available at the offices of the Fund's Executive Director:

Bergen County Municipal Joint Insurance Fund
PERMA Risk Management Services
9 Campus Drive, Suite 216
Parsippany, NJ 07054
(201) 881-7633

New Jersey Unemployment Compensation Insurance

The Village has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Village is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Village is billed quarterly for amounts due to the State. The following is a summary of Village contributions, employee contributions, interest earned, reimbursements to the State for benefits paid and the ending balance of the Village's expendable trust fund for the current and previous two years.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 9: Risk Management (Cont'd)

New Jersey Unemployment Compensation Insurance (Cont'd)

Fiscal Year	Contributions		Interest Earned	Amount Reimbursed	Ending Balance
	Village	Employee			
2016	\$ 75,000	\$ 47,260	\$ 528	\$ 123,714	\$ 236,626
2015	142,084	42,938	425	116,854	237,552
2014	101,080	88,807	127	91,796	168,959

Note 10: Fund Balances Appropriated

Fund balances at December 31, 2016, which were appropriated and included as anticipated revenue for the year ending December 31, 2017 are as follows:

Current Fund	\$ 3,630,000
Water Utility Operating Fund	3,546,764
Parking Utility Operating Fund	500,000

Note 11: Fixed Assets

The following schedule is a summarization of general fixed assets for the year ended December 31, 2016:

	Balance December, 2015	Additions	Deletions	Balance December, 2016
Land	\$ 127,410,600			\$ 127,410,600
Buildings	27,727,991	\$ 92,502		27,820,493
Machinery and Equipment	28,949,634	2,220,925		31,170,559
	<u>\$ 184,088,225</u>	<u>\$ 2,313,427</u>	<u>\$ - 0 -</u>	<u>\$ 186,401,652</u>

Note 12: Commitments and Contingencies

Claims and Other Legal Proceedings

The Village is periodically involved in lawsuits arising in the normal course of business, including claims for property damage, personnel litigation, personal injury, disputes over contract awards and property tax assessment appeals. The Village is involved in property tax assessment appeals which are pending at the Tax Court of New Jersey. The Village has established a reserve for litigation at December 31, 2016 in the amount of \$2,170 in the Water Utility Operating Fund. In the opinion of management, the ultimate outcome of these lawsuits will not have a material adverse effect on the Village's financial position as of December 31, 2016.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
 (Continued)

Note 12: Commitments and Contingencies (Cont'd)

Claims and Other Legal Proceedings (Cont'd)

Amounts received or receivable from grantors, principally the federal and state governments are subject to regulatory requirements and adjustments by the agencies. Any disallowed claims, including amounts previously recognized by the Village as revenue would constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantors cannot be determined at this time, although Village officials expect such amounts, if any, to be immaterial.

In accordance with the NJ Division of Pension and Benefits regulations, the Village previously elected to defer the payment of two months health insurance premiums. The December 31, 2016 and 2015 deferrals were approximately \$718,630 and \$730,929, respectively; which becomes payable upon the Village leaving the State Health Benefits Program.

Note 13: Local School District Taxes

Regulations provide for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district. The Village of Ridgewood has elected to defer school taxes.

The Local School District Tax was raised on the school year basis and liability deferred by statute, resulting in school tax payable set forth in liabilities computed as follows:

	<u>Balance December 31,</u>	
	<u>2016</u>	<u>2015</u>
Balance of School Tax	\$ 46,515,257	\$ 45,630,456
Less: Amount Deferred	<u>46,515,257</u>	<u>45,630,456</u>
School Tax Payable (Cash Liability)	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>

Note 14: Other Reserves

Reserves on the balance sheet of the Current Fund at December 31, 2016, consisted of the following:

Sale of Municipal Assets	\$ 1,546
Flood Emergency	4,974
Planning Board Legal Fees	<u>40,000</u>
	<u>\$ 46,520</u>

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 15: Other Receivables

Other Receivables on the balance sheet of the various funds at December 31, 2016, consisted of the following:

	<u>Current Fund</u>	<u>Water Utility Operating Fund</u>
Overpayment of Debt Service	\$ 141,044	\$ 95,563
Fees for:		
Maintenance Plans		13,036
Fire Sprinkler Service		36,228
	<u>\$ 141,044</u>	<u>\$ 144,827</u>

Note 16: Open Space Trust Fund

The Village created an Open Space Trust Fund with a tax levy of up to \$.02 per \$100 of assessed valuation in 1998. The funds collected are used to acquire and maintain open space, historical preservation and farm land property in the Village. To date, \$4,041,368 has been collected and the balance in the Open Space Trust Fund at December 31, 2016 was \$579,527.

Note 17: Related Party Transactions

During 2016 the Village appropriated and charged \$2,366,776 to operations for the 2016 budget appropriation to the free public library. Of that amount \$2,122,098 was the minimum required library tax per state requirements.

Note 18: Deferred Compensation Plans

The County offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, which are administered by Nationwide and Valic, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency.

Note 19: Tax Abatement

During the year ended December 31, 2016, the Village implemented Governmental Accounting Standards Board (GASB) Statement 77, *Tax Abatements*, which requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues.

VILLAGE OF RIDGEWOOD
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016
(Continued)

Note 19: Tax Abatement (Cont'd)

As of December 31, 2016, The Village provides a tax abatement to a nonprofit housing corporation for its senior citizen housing development in the Village pursuant to the provisions of the Limited-Dividend Law (N.J.S.A. 55:16-18) (the "Law"), a resolution of the governing body dated March 18, 1982 and an agreement dated March 18, 1982. In consideration of the full abatement of taxes, the nonprofit housing corporation is required to pay to the Village an annual service charge. The annual service charge made by the nonprofit corporation will be equal to 6.28% of the annual gross revenues derived from such housing project as detailed in the tax abatement agreement. The tax abatement provided under the agreement shall be terminated when the nonprofit corporation or its successors and the development cease to remain subject to the provisions of the Law or a period of not more than 40 years from the effective date of the tax exemption, whichever event occurs first.

The Village recognized revenue in the amount of \$105,149 from this annual service charge or payment in lieu of taxes which is recorded as a miscellaneous revenue in the Current Fund. The taxes which would have been paid on this property for 2016 without the abatement would have been \$355,353 of which \$84,963 would have been for the local municipal tax, minimum library tax and municipal open space tax.

**COMBINING AND INDIVIDUAL FUND AND ACCOUNT
GROUP STATEMENTS AND SCHEDULES**

The combining and individual fund and account group statements and schedules present more detailed information for the individual funds in a format that segregates information by fund type.

VILLAGE OF RIDGEWOOD
COUNTY OF BERGEN
2016
CURRENT FUND

The current fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.

VILLAGE OF RIDGEWOOD
CURRENT FUND
COMPARATIVE BALANCE SHEET

	December 31,	
	2016	2015
<u>ASSETS</u>		
Regular Fund:		
Cash and Cash Equivalents	\$ 8,158,121	\$ 8,742,483
Change Fund	1,115	1,115
	8,159,236	8,743,598
Receivables and Other Assets with Full Reserves:		
Delinquent Property Taxes Receivable	760,640	688,738
Tax Title Liens Receivable	21,787	157,482
Property Acquired for Taxes - Assessed Valuation	805,200	324,000
Other Accounts Receivable	141,044	
Interfunds Receivable	60,311	31,828
	1,788,982	1,202,048
Deferred Charges:		
Special Emergency Authorization	48,000	96,000
Total Regular Fund	9,996,218	10,041,646
Grant Fund:		
Cash and Cash Equivalents	8,765	30,650
Grants Receivable	419,699	358,576
Total Grant Fund	428,464	389,226
TOTAL ASSETS	\$ 10,424,682	\$ 10,430,872

VILLAGE OF RIDGEWOOD
CURRENT FUND
COMPARATIVE BALANCE SHEET
(Continued)

	December 31,	
	2016	2015
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Regular Fund:		
Appropriation Reserves:		
Encumbered	\$ 637,988	\$ 765,282
Unencumbered	1,295,339	1,483,062
Total Appropriation Reserves	1,933,327	2,248,344
Other Encumbrances	81,758	81,758
Other Reserves	46,520	319,969
Interfunds Payable	94,529	10,308
Prepaid Taxes	1,029,038	780,433
Tax Overpayments	150,976	203,661
Due to State of New Jersey:		
Veterans and Senior Citizens Deductions	2,266	741
Marriage License Fees	300	2,620
Uniform Construction Code Fees	14,196	13,598
Due to County for Added Taxes	45,732	
	3,398,642	3,661,432
Reserve for Receivables and Other Assets	1,788,982	1,202,048
Fund Balance	4,808,594	5,178,166
Total Regular Fund	9,996,218	10,041,646
Grant Fund:		
Appropriated Reserves	315,117	274,231
Reserve for Encumbrances	21,795	41,889
Unappropriated Reserves	74,616	73,106
Interfunds Payable	16,936	
Total Grant Fund	428,464	389,226
TOTAL LIABILITIES, RESERVES AND FUND BALANCE	\$ 10,424,682	\$ 10,430,872

VILLAGE OF RIDGEWOOD
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

<u>Revenue and Other Income Realized</u>	Year Ended December 31,	
	2016	2015
Fund Balance Utilized	\$ 3,300,000	\$ 3,032,000
Miscellaneous Revenue Anticipated	10,038,994	9,961,207
Receipts from:		
Delinquent Taxes	688,515	700,599
Current Taxes	142,514,103	139,674,690
Nonbudget Revenue	345,806	298,714
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,039,233	1,090,801
Other Credits	923,797	1,290,161
Interfunds Returned	24	25,738
Total Income	158,850,472	156,073,910
 <u>Expenditures</u>		
Budget Appropriations - Municipal Purposes	46,383,732	45,684,918
County Taxes	15,731,319	14,976,381
Local School District Taxes	93,030,172	91,260,570
Municipal Open Space Tax	284,841	285,134
Other Debits	320,429	462,078
Interfunds and Other Accounts Receivable Advanced	169,551	31,828
Total Expenditures	155,920,044	152,700,909
 Excess in Revenue/Statutory Excess to Fund Balance	 2,930,428	 3,373,001
 <u>Fund Balance</u>		
Balance January 1	5,178,166	4,837,165
	8,108,594	8,210,166
Decreased by:		
Utilized as Anticipated Revenue	3,300,000	3,032,000
 Balance December 31	\$ 4,808,594	\$ 5,178,166

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2016

	Budget	Added by NJSA 40A:4-87	Realized	Excess or Deficit *
Fund Balance Anticipated	\$ 3,300,000		\$ 3,300,000	
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	38,800		37,865	\$ 935 *
Other	80,500		92,089	11,589
Fees and Permits - Other	332,500		343,485	10,985
Fines and Costs - Municipal Court	396,200		385,586	10,614 *
Interest and Costs on Taxes	259,000		206,660	52,340 *
Interest on Investments and Deposits	52,000		41,458	10,542 *
Rent of Municipal Property	118,950		131,766	12,816
Sewer User Fees - Tax Exempt Properties	259,500		249,327	10,173 *
Sewer User Fees - Outside Hookups	45,200		8,269	36,931 *
Recreation Fees	243,000		254,300	11,300
Special Franchise Tax	268,000		270,836	2,836
Cable Franchise Fees	357,000		367,402	10,402
Graydon Pool Fees	354,000		342,934	11,066 *
Uniform Fire Safety Act	151,000		148,784	2,216 *
Management Agreement - Water Property Tax Exempt	95,400		97,126	1,726
Ambulance Billings	355,400		373,974	18,574
Sewer Significant Dischargers	208,250		178,509	29,741 *
Parking Utility Operating Surplus - Prior Year	450,000		450,000	
Water Utility Operating Surplus - Prior Year	783,101		783,101	
Energy Receipts Tax	1,867,322		1,867,322	
Uniform Construction Code Fees	925,000		1,087,686	162,686
Interlocal Municipal Service Agreements Offset with:				
Appropriations:				
Maintenance of Board of Education Vehicles	9,400		14,346	4,946
Township of Hanover Planning and Development Service:	85,200		86,726	1,526
Public and Private Revenue Offset with Appropriations:				
Drunk Driving Enforcement Fund	7,475		7,475	
Clean Communities Program	47,597		47,597	
Alcohol Education and Rehabilitation Fund	1,768		1,768	
Body Armor Replacement Fund	4,205		4,205	
Municipal Alliance on Alcoholism and Drug Abuse	11,677		11,677	
Click It or Ticket	7,962		7,962	
F.E.M.A. Hazard Mitigation Grant		\$ 75,000	75,000	
General Capital Fund Balance	450,000		450,000	
New Sewer Fees - Sewer Plant Discharge Acceptance	65,250		35,880	29,370 *
Reserve for Debt Service	274,311		274,311	
Sale of Village Property	16,000		16,000	
Open Space Trust	372,339		372,339	
Reserve for Flood	300,263		300,263	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2016
(Continued)

	<u>Budget</u>	Added by NJSA 40A:4-87	<u>Realized</u>	<u>Excess or Deficit *</u>
Rent of Cellular Tower	\$ 134,600		\$ 110,322	\$ 24,278 *
Senior Citizens Housing Project:				
Payment in Lieu of Taxes	100,000		105,149	5,149
Reimbursement for Underwriting Fees	25,000		25,000	
Administrative Charges and Vehicle Fees for Police Outside Services	<u>236,735</u>		<u>374,495</u>	<u>137,760</u>
Total Miscellaneous Revenue	<u>9,789,905</u>	<u>\$ 75,000</u>	<u>10,038,994</u>	<u>174,089</u>
Receipts from Delinquent Taxes	<u>700,000</u>		<u>688,515</u>	<u>11,485 *</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	31,839,932		32,721,322	881,390
Minimum Library Tax	<u>2,122,098</u>		<u>2,122,098</u>	
Total Amount to be Raised by Taxes for Support of Municipal Budget	<u>33,962,030</u>		<u>34,843,420</u>	<u>881,390</u>
Budget Totals	47,751,935	75,000	48,870,929	<u>\$ 1,043,994</u>
Nonbudget Revenue			<u>345,806</u>	
	<u>\$ 47,751,935</u>	<u>\$ 75,000</u>	<u>\$ 49,216,735</u>	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF REVENUE
YEAR ENDED DECEMBER 31, 2016
(Continued)

Analysis of Realized Revenue

Allocation of Current Tax Collections:	
Collection of Current Taxes	\$ 142,514,103
Less: Allocated to School, County, and Open Space Taxes	109,046,332
	<u>33,467,771</u>
Add: Appropriation "Reserve for Uncollected Taxes"	1,375,649
Realized for Support of Municipal Budget	<u>\$ 34,843,420</u>

Analysis of Delinquent Tax Collections

Delinquent Taxes	<u>\$ 688,515</u>
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Analysis of Nonbudget Revenue

Miscellaneous Revenue Not Anticipated:	
Prior Year Budget Refunds	\$ 77,184
Planning Board Applications	62,948
Sale of Compost	23,304
Void Checks	19,271
Tax Sale Premiums Canceled	15,100
Sewer Connection Fees	15,000
Tub Grinder Fees	14,406
Bulk Pick Up Fees	13,145
Underwriter Fees	12,500
Traffic Signal Repairs	8,524
Prior Year FICA Refund	8,221
Glen Rock Traffic Signal Repairs	6,409
Prior Year Refunds - Utilities	6,080
Library Maintenance Service	5,000
Road Side Inspections	3,400
Police Alarm Fees	3,150
Senior Citizen Bus Fees	2,468
State of New Jersey Administrative Reimbursements:	
Senior Citizens' and Veterans' Deductions	2,219
Homestead Rebate	598
Copies	2,391
Bergen County JIF Dividend	2,000
Bid Specifications	1,971
Zoning Books	1,417
Advertising - Underpass	1,308
Board of Education Sewer Service	1,000
Central Business District Signs	950
Property Owner List	747
Statutory Excess - Animal Control	30,800
Other Miscellaneous	4,295
	<u>\$ 345,806</u>

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016

	<u>Appropriations</u>		<u>Expended By</u>		<u>Unexpended Balance Canceled</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	
Operations Within "CAPS":					
GENERAL GOVERNMENT:					
Village Manager					
Salaries and Wages	\$ 283,672	\$ 262,672	\$ 251,562	\$ 11,110	
Other Expenses	38,792	38,792	36,803	1,989	
Village Council:					
Salaries and Wages	21,150	27,150	18,411	8,739	
Other Expenses	62,600	62,600	61,051	1,549	
Village Clerk:					
Salaries and Wages	211,112	224,112	223,255	857	
Other Expenses	29,106	25,106	10,195	14,911	
Financial Administration:					
Salaries and Wages	219,417	224,917	216,274	8,643	
Other Expenses	29,688	29,688	23,354	6,334	
Annual Audit	40,025	40,025	1,882	38,143	
Management Information Systems:					
Salaries and Wages	97,175	93,175	69,987	23,188	
Other Expenses	22,316	15,616	11,707	3,909	
Tax Assessment Administration:					
Salaries and Wages	197,173	203,173	203,014	159	
Other Expenses	14,680	7,180	6,419	761	
Revenue Administration (Tax Collection):					
Salaries and Wages	102,378	103,578	101,506	2,072	
Other Expenses	28,698	28,698	25,744	2,954	
Legal Services and Costs:					
Salaries and Wages	10,652	10,652	9,920	732	
Other Expenses	269,320	319,320	291,362	27,958	
Elections:					
Salaries and Wages	6,700	8,700	8,431	269	
Other Expenses	91,735	109,735	107,183	2,552	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
GENERAL GOVERNMENT (Cont'd):					
Engineering Services and Costs:					
Salaries and Wages	\$ 334,468	\$ 344,368	\$ 336,218	\$ 8,150	
Other Expenses	12,188	12,188	11,966	222	
Historic Preservation:					
Salaries and Wages	600	600	250	350	
Other Expenses	125	125	66	59	
Municipal Land Use Law(N.J.S.A.40:55D-1):					
Planning Board:					
Salaries and Wages	90,289	86,289	83,158	3,131	
Other Expenses	139,880	164,880	145,362	19,518	
Board of Adjustment:					
Salaries and Wages	54,045	56,245	51,022	5,223	
Other Expenses	15,300	25,300	23,899	1,401	
Insurance:					
Other Insurance	605,000	619,000	616,743	2,257	
Workers' Compensation Insurance	217,514	217,514	176,250	41,264	
Group Insurance Plan for Employees	6,553,745	6,453,745	6,307,758	145,987	
No Coverage Option - Health Insurance Waiver	10,300	13,300	12,875	425	
PUBLIC SAFETY:					
Police:					
Salaries and Wages	6,494,923	6,760,923	6,644,786	116,137	
Other Expenses	196,475	224,475	219,685	4,790	
Emergency Services:					
Salaries and Wages	172,762	185,062	185,047	15	
Other Expenses	106,323	101,323	101,109	214	
Office of Emergency Management:					
Salaries and Wages	14,742	14,942	14,876	66	
Other Expenses	28,215	28,215	24,839	3,376	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
PUBLIC SAFETY (Cont'd):					
Fire Department:					
Salaries and Wages	\$ 4,738,706	\$ 4,798,706	\$ 4,784,890	\$ 13,816	
Other Expenses	132,510	132,510	114,800	17,710	
P.E.O.S.H.A. Fire:					
Other Expenses	18,200	18,200	14,135	4,065	
PUBLIC WORKS:					
Street and Roads Maintenance:					
Salaries and Wages	982,744	923,744	820,615	103,129	
Other Expenses	333,920	278,920	218,086	60,834	
Central Garage:					
Salaries and Wages	208,588	224,088	217,884	6,204	
Other Expenses	489,878	381,378	364,888	16,490	
Traffic and Signal:					
Salaries and Wages	351,506	362,506	355,513	6,993	
Other Expenses	33,215	30,215	27,191	3,024	
Recycling:					
Salaries and Wages	477,554	477,554	455,460	22,094	
Other Expenses	15,550	15,550	14,884	666	
Solid Waste Collection:					
Salaries and Wages	1,471,702	1,471,702	1,467,479	4,223	
Other Expenses	15,780	15,780	11,038	4,742	
Yardwaste Recycling:					
Salaries and Wages	179,568	179,568	174,506	5,062	
Other Expenses	154,000	154,000	149,512	4,488	
Property Maintenance:					
Salaries and Wages	77,461	64,461	57,944	6,517	
Other Expenses	77,732	90,732	90,689	43	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
HEALTH AND WELFARE:					
Health Services:					
Salaries and Wages	\$ 246,343	\$ 247,908	\$ 244,087	\$ 3,821	
Other Expenses - Miscellaneous	14,612	14,612	13,543	1,069	
Animal Control:					
Other Expenses	1,115	1,115		1,115	
Contribution to Social Services Agencies - Statutory:					
Other Expenses	26,320	26,320	25,794	526	
PARKS AND RECREATION:					
Recreation Services and Programs:					
Salaries and Wages	340,398	359,879	350,825	9,054	
Other Expenses	69,725	71,725	69,022	2,703	
Community Center:					
Salaries and Wages	43,000	43,000	40,898	2,102	
Other Expenses	5,000	5,000	4,552	448	
Community Relations Advisory Board:					
Other Expenses	250	250		250	
Parks Department:					
Salaries and Wages	634,881	624,881	587,176	37,705	
Other Expenses	104,835	119,035	117,084	1,951	
Graydon Pool:					
Salaries and Wages	178,000	186,800	186,799	1	
Other Expenses	78,240	87,240	87,098	142	
Project Pride:					
Other Expenses	15,000	15,000	14,993	7	
COURT OPERATIONS:					
Municipal Court:					
Salaries and Wages	203,860	236,360	235,955	405	
Other Expenses	10,730	10,730	7,327	3,403	
Public Defender:					
Salaries and Wages	2,500	2,500	1,800	700	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
LANDFILL/SOLID WASTE DISPOSAL COSTS:					
Water Pollution Control:					
Salaries and Wages	\$ 1,084,791	\$ 1,150,216	\$ 1,143,347	\$ 6,869	
Other Expenses	332,070	332,070	324,732	7,338	
Landfill/Solid Waste Disposal Costs:					
Other Expenses	710,185	635,185	586,549	48,636	
Construction Code Official:					
Salaries and Wages	637,075	633,075	632,513	562	
Other Expenses	23,350	30,350	28,025	2,325	
UNCLASSIFIED:					
Accumulated Leave Compensation	400,000	400,000	400,000		
Salary Adjustment Account	132,000	81,184		81,184	
Utilities and Bulk Purchases	1,330,775	1,320,775	1,197,943	122,832	
Total Operations Within "CAPS"	33,206,952	33,398,207	32,273,545	1,124,662	
Contingent	25,000	25,000	22,909	2,091	
Total Operations Including Contingent Within "CAPS"	33,231,952	33,423,207	32,296,454	1,126,753	
Detail:					
Salaries and Wages	20,701,935	21,072,190	20,573,608	498,582	
Other Expenses	12,530,017	12,351,017	11,722,846	628,171	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
Deferred Charges and Statutory Expenditures - Municipal Within "CAPS":					
Deferred Charges:					
Prior Year Bills:					
South Jersey Energy	\$ 87	\$ 87	\$ 87		
Procopy	99	99	99		
Procopy	99	99	99		
Entel System	170	170	170		
Ridgewood Water	310	310	275		\$ 35
Ridgewood Water	6,986	6,986	6,986		
Jesco Inc	1,951	1,951	1,951		
Air Gas	178	520	520		
Bruce Whitaker (Esq)	5,054	4,712			4,712
The Center for Occupational Medicine	1,200	1,200			1,200
Financial Asset Management	220	220	220		
Draeger Safety	214	214			214
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	968,218	968,218	968,218		
Social Security System (O.A.S.I.)	1,190,000	1,075,045	943,210	\$ 131,835	
Consolidated Police and Firemen's Pension Fund	12,643	12,643	12,643		
Police and Firemens' Retirement System of NJ	2,454,121	2,454,121	2,453,407	714	
Defined Contribution Retirement Plan	6,000	7,500	6,122	1,378	
Unemployment Compensation Insurance	110,162	32,362		32,362	
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	4,757,712	4,566,457	4,394,007	166,289	6,161
Total General Appropriations for Municipal Purposes Within "CAPS"	37,989,664	37,989,664	36,690,461	1,293,042	6,161

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Excluded from "CAPS":					
Northwest Bergen County Sewer Authority - Contractual	\$ 26,000	\$ 26,000	\$ 24,453	\$ 1,547	
Sludge Removal - Contractual	100,000	100,000	100,000		
NJPDES Stormwater Permit (NJSA 40A:4-45.3(cc))	6,000	6,000	5,250	750	
Aid to Library	2,366,776	2,366,776	2,366,776		
Interlocal Municipal Service Agreements:					
Maintenance of Board of Education Vehicles	9,400	9,400	9,400		
Township of Hanover Planning and Development Services	85,200	85,200	85,200		
Contribution to Joint Meeting for Consolidated Police Dispatch and Emergency 911	592,343	592,343	592,343		
Public and Private Programs Offset by Revenue:					
Drunk Driving Enforcement Fund	7,475	7,475	7,475		
Click It or Ticket	7,962	7,962	7,962		
Clean Communities Program	47,597	47,597	47,597		
Alcohol Education and Rehabilitation Fund	1,768	1,768	1,768		
Body Armor Replacement Fund	4,205	4,205	4,205		
F.E.M.A. Hazard Mitigation Grant:					
Federal Share (NJSA 40A:4-87 +\$75,000)		75,000	75,000		
Local Share	2,299	2,299	2,299		
Municipal Alliance on Alcoholism and Drug Abuse:					
State Share	11,677	11,677	11,677		
Local Share	2,920	2,920	2,920		
Total Operations Excluded from "CAPS"	3,271,622	3,346,622	3,344,325	2,297	
Detail:					
Other Expenses	3,271,622	3,346,622	3,344,325	2,297	

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Capital Improvements-Excluded from "CAPS" :					
Capital Improvement Fund	\$ 157,000	\$ 157,000	\$ 157,000		
Total Capital Improvements-Excluded from "CAPS"	157,000	157,000	157,000		
Municipal Debt Service Excluded from "CAPS":					
Payment of Bond Principal	2,155,000	2,155,000	2,155,000		
Payment of Bond Anticipation Notes	515,000	515,000	515,000		
Interest on Bonds	854,562	854,562	816,784		\$ 37,778
Interest on Notes	146,000	146,000	145,387		613
NJ Environmental Infrastructure Trust Program:					
Loan Repayments for Principal	1,054,000	1,054,000	1,053,937		63
Loan Repayments for Interest	180,438	180,438	157,499		22,939
Total Municipal Debt Service Excluded from "CAPS"	4,905,000	4,905,000	4,843,607		61,393
Deferred Charges - Municipal - Excluded from "CAPS":					
Special Emergency Authorizations - 5 Years	48,000	48,000	48,000		
Deferred Charges to Future Taxation - Unfunded:					
Ordinance #2490	5,000	5,000	5,000		
Total Deferred Charges - Municipal - Excluded from "CAPS"	53,000	53,000	53,000		
Total General Appropriations Excluded from "CAPS"	8,386,622	8,461,622	8,397,932	\$ 2,297	61,393

VILLAGE OF RIDGEWOOD
CURRENT FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Appropriations		Expended By		Unexpended
	Budget	Budget After Modification	Paid or Charged	Reserved	Balance Canceled
Subtotal General Appropriations	\$ 46,376,286	\$ 46,451,286	\$ 45,088,393	\$ 1,295,339	\$ 67,554
Reserve for Uncollected Taxes	1,375,649	1,375,649	1,375,649		
Total General Appropriations	\$ 47,751,935	\$ 47,826,935	\$ 46,464,042	\$ 1,295,339	\$ 67,554
		Budget After Modification			
Adopted Budget		\$ 47,751,935			
Appropriation by NJSA 40A:4-87		75,000			
		\$ 47,826,935			
			Paid or Charged		
Cash Disbursed			\$ 45,647,139		
Reserve for Uncollected Taxes			1,375,649		
Deferred Charges			48,000		
Outstanding Encumbrances			637,988		
Due to Federal and State Grant Fund			160,903		
Due to General Capital Fund			5,000		
			47,874,679		
Less: Appropriation Refunds			1,410,637		
			\$ 46,464,042		

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

Year	Balance		Collections		State of NJ Veterans' and Senior Citizens' Deductions	Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2016
	Dec. 31, 2015	2016 Levy	2015	2016				
2015	\$ 688,738			\$ 688,515	\$ (827)	\$ 1,050		
2016		\$143,389,420	\$ 780,433	141,623,683	109,987	95,775	\$ 18,902	\$ 760,640
	<u>\$ 688,738</u>	<u>\$143,389,420</u>	<u>\$ 780,433</u>	<u>\$142,312,198</u>	<u>\$ 109,160</u>	<u>\$ 96,825</u>	<u>\$ 18,902</u>	<u>\$ 760,640</u>

Analysis of 2016 Property Tax Levy

Tax Yield:

General Purpose Tax	\$142,973,127
Added and Omitted Taxes	<u>416,293</u>
	<u>\$143,389,420</u>

Tax Levy:

Local School District Taxes	\$ 93,030,172
County Taxes	\$ 15,685,587
Due County for Added and Omitted Taxes	<u>45,732</u>
	15,731,319
Municipal Open Space Tax	<u>284,841</u>
	109,046,332
Local Tax for Municipal Purposes Levied	33,962,030
Add: Additional Tax Levied	<u>381,058</u>
	<u>34,343,088</u>
	<u>\$143,389,420</u>

VILLAGE OF RIDGEWOOD
CURRENT FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2016

	<u>Balance</u> <u>Dec. 31, 2015</u>	<u>Balance</u> <u>After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
General Administration:				
Salaries and Wages	\$ 592	\$ 592		\$ 592
Other Expenses	17,961	17,961	\$ 11,026	6,935
Mayor and Council:				
Salaries and Wages	1,456	1,456		1,456
Other Expenses	9,475	9,475	3,921	5,554
Municipal Clerk:				
Salaries and Wages	3,920	3,920	2,946	974
Other Expenses	6,444	11,444	9,556	1,888
Financial Administration:				
Salaries and Wages	1,203	1,203		1,203
Other Expenses	4,535	4,535	2,742	1,793
Annual Audit	54,090	54,090	28,000	26,090
Management Information Systems:				
Salaries and Wages	20,443	10,443	3,319	7,124
Other Expenses	65,592	65,592	3,335	62,257
Tax Assessment Administration:				
Salaries and Wages	308	308		308
Other Expenses	2,082	2,082		2,082
Revenue Administration (Tax Collection):				
Salaries and Wages	858	858		858
Other Expenses	2,775	2,775	40	2,735
Legal Services and Costs:				
Salaries and Wages	1	1		1
Other Expenses	38,017	53,017	42,222	10,795
Elections:				
Salaries and Wages	524	524		524
Other Expenses	8,156	8,156		8,156
Engineering Services and Costs:				
Salaries and Wages	13,162	4,162		4,162
Other Expenses	1,708	3,708	3,473	235
Historic Preservation:				
Salaries and Wages	100	100		100
Other Expenses	30	30	18	12

VILLAGE OF RIDGEWOOD
CURRENT FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	<u>Balance</u> <u>Dec. 31, 2015</u>	<u>Balance</u> <u>After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Municipal Land Use Law (N.J.S.A. 40:55D-1):				
Planning Board:				
Salaries and Wages	\$ 10,569	\$ 5,569		\$ 5,569
Other Expenses	65,273	65,273	\$ 64,385	888
Board of Adjustment:				
Salaries and Wages	3,926	3,926	3,779	147
Other Expenses	884	2,884	1,637	1,247
Insurance:				
Other Insurance	407	407		407
Workers' Compensation Insurance	116,764	116,764	116,764	
Group Insurance Plan for Employees	93,326	93,326	34,428	58,898
Police:				
Salaries and Wages	19,046	4,046		4,046
Other Expenses	53,027	53,027	41,413	11,614
Emergency Services:				
Salaries and Wages	10,044	10,044		10,044
Other Expenses	12,801	12,801	12,249	552
Office of Emergency Management:				
Salaries and Wages	149	149		149
Other Expenses	4,946	4,946	50	4,896
Fire Department:				
Salaries and Wages	74,724	64,724	55,703	9,021
Other Expenses	7,145	10,145	4,681	5,464
P.E.O.S.H.A. Fire:				
Other Expenses	12,195	12,195	6,714	5,481
Street and Roads Maintenance:				
Salaries and Wages	115,702	105,702	90,212	15,490
Other Expenses	75,347	87,347	83,069	4,278
Community Services Act	1,000	1,000		1,000
Central Garage:				
Salaries and Wages	13,426	3,426		3,426
Other Expenses	46,570	113,570	94,970	18,600
Traffic and Signal:				
Salaries and Wages	14,169	9,169	5,537	3,632
Other Expenses	1,330	6,330	3,878	2,452

VILLAGE OF RIDGEWOOD
CURRENT FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	Balance Dec. 31, 2015	Balance After Modification	Paid or Charged	Balance Lapsed
Recycling:				
Salaries and Wages	\$ 21,165	\$ 4,165	\$ 543	\$ 3,622
Other Expenses	2,448	2,448	1,053	1,395
Solid Waste Collection:				
Salaries and Wages	3,049	3,049	590	2,459
Other Expenses	12,433	12,433	1,931	10,502
Yardwaste Recycling:				
Salaries and Wages	15,415	5,415		5,415
Other Expenses	1,648	8,648	7,024	1,624
Property Maintenance:				
Salaries and Wages	13,822	3,822		3,822
Other Expenses	11,488	16,988	16,620	368
Health Services:				
Salaries and Wages	969	969		969
Other Expenses	1,501	1,501	327	1,174
Animal Control:				
Other Expenses	2,281	2,281		2,281
Contribution to Social Services Agencies - Statutory:				
Other Expenses	4,989	4,989	2,136	2,853
Recreation Services and Programs:				
Salaries and Wages	8,093	8,093	100	7,993
Other Expenses	4,220	4,220	729	3,491
Community Center:				
Salaries and Wages	1,017	1,017		1,017
Other Expenses	1,005	1,005		1,005
Community Relations Advisory Board:				
Other Expenses	250	250		250
Parks Department:				
Salaries and Wages	23,826	18,326		18,326
Other Expenses	17,748	17,748	10,587	7,161
Graydon Pool:				
Salaries and Wages	861	861		861
Other Expenses	22,381	22,381	9,239	13,142
Project Pride:				
Other Expenses	1,629	1,629	1,600	29

VILLAGE OF RIDGEWOOD
CURRENT FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2016
(Continued)

	<u>Balance</u> <u>Dec. 31, 2015</u>	<u>Balance</u> <u>After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Municipal Court:				
Salaries and Wages	\$ 6,057	\$ 6,057	\$ 5,978	\$ 79
Other Expenses	556	556	488	68
Public Defender:				
Other Expenses	100	100		100
Water Pollution Control:				
Salaries and Wages	1,422	1,422	572	850
Other Expenses	52,407	52,407	45,845	6,562
Landfill/Solid Waste Disposal Costs:				
Other Expenses	100,074	100,074	50,023	50,051
Construction Code Official:				
Salaries and Wages	6,756	6,756		6,756
Other Expenses	13,715	13,715	3,613	10,102
Salary Adjustment Account	16,200	16,200		16,200
Utilities and Bulk Purchases	251,461	251,461	131,103	120,358
Contingent	16,015	16,015	133	15,882
Contribution to:				
Public Employees' Retirement System	33,662	33,662		33,662
Social Security System (O.A.S.I.)	187,229	187,229	99,266	87,963
Defined Contribution Retirement Plan	953	953		953
Unemployment Compensation Insurance	110,082	103,082	75,000	28,082
Group Insurance Plan for Employees	196,973	196,973		196,973
Northwest Bergen County Sewer Authority -				
Contractual	5,968	5,968		5,968
Sludge Removal - Contractual	69,524	69,524	14,544	54,980
NJPDES Stormwater Permit (NJSA 40A:4-45.3(cc))	750	750		750
	<u>\$ 2,248,344</u>	<u>\$ 2,248,344</u>	<u>\$ 1,209,111</u>	<u>\$ 1,039,233</u>
<u>Analysis of Beginning Balance/Paid or Charged:</u>				
Unencumbered	\$ 1,483,062			
Encumbered	765,282			
	<u>\$ 2,248,344</u>			
Cash Disbursed			\$ 1,169,211	
Other Reserves			40,000	
			<u>1,209,211</u>	
Less: Refunds			100	
			<u>\$ 1,209,111</u>	

VILLAGE OF RIDGEWOOD
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

Balance December 31, 2015	\$ 157,482
Increased by:	
Transfer from Taxes Receivable	18,902
	<hr/> 176,384
Decreased by:	
Transfer to Property Acquired for Taxes	154,597
	<hr/> \$ 21,787
Balance December 31, 2016	<hr/> <hr/>

VILLAGE OF RIDGEWOOD
CURRENT FUND
SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

Balance December 31, 2015	
Local School District Tax Deferred	\$ 45,630,456
Increased by:	
Levy - School Year July 1, 2016 - June 30, 2017	93,030,172
	<u>138,660,628</u>
Decreased by:	
Payments to Local School District	<u>92,145,371</u>
Balance December 31, 2016	
Local School District Tax Deferred	<u>\$ 46,515,257</u>
 <u>Analysis of Increase - Deferred School Tax:</u>	
Balance December 31, 2016	\$ 46,515,257
Balance December 31, 2015	<u>45,630,456</u>
Net Increase Credited to Operations	<u>\$ 884,801</u>

VILLAGE OF RIDGEWOOD
FEDERAL AND STATE GRANT FUND
SCHEDULE OF GRANTS RECEIVABLE

	Balance Dec. 31, 2015	2016 Budget Revenue Realized	Received	Transferred from Unappropriated Reserves	Canceled to Current Fund Operations	Balance Dec. 31, 2016
Drunk Driving Enforcement Fund:						
2016		\$ 7,475		\$ 7,475		
2008	\$ 18,622				\$ 10,198	\$ 8,424
Clean Communities Program:						
2016		47,597		47,597		
2011	35,005					35,005
Alcohol Education and Rehabilitation:						
2016		1,768		1,768		
2008	334					334
Body Armor Replacement Fund:						
2015		4,205		4,205		
2009	5,377					5,377
2008	78					78
Municipal Alliance on Alcoholism and Drug Abuse						
2016		11,677				11,677
2015	3,018		\$ 966			2,052
2014	3,807				3,807	
Click It or Ticket - 2016		7,962			7,962	
F.E.M.A. Hazard Mitigation Grant:						
2016		75,000				75,000
F.E.M.A. Assistance to Firefighter Grant:						
2015	37,791					37,791
Safe Routes to School:						
2009	158,015					158,015
2009 Non-Infrastructure	42,000					42,000
2008	29,213					29,213
Pedestrian Safety Education and Enforcement:						
2007	14,000					14,000
Prior	733					733
Department of Environmental Protection:						
2006	10,583				10,583	
	<u>\$ 358,576</u>	<u>\$ 155,684</u>	<u>\$ 966</u>	<u>\$ 61,045</u>	<u>\$ 32,550</u>	<u>\$ 419,699</u>

Original Budget	\$ 80,684
Appropriation by NJSA 40A:4-87	75,000
	<u>\$ 155,684</u>

VILLAGE OF RIDGEWOOD
FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES

	Balance Dec. 31, 2015	Transferred to 2016 Budget Revenue	Received	Balance Dec. 31, 2016
Drunk Driving Enforcement Fund	\$ 7,475	\$ 7,475		
Clean Communities Program	47,597	47,597	\$ 54,420	\$ 54,420
Alcohol Education and Rehabilitation Fund	1,768	1,768	423	423
Body Armor Replacement Fund	7,403	4,205	4,029	7,227
Drive Sober or Get Pulled Over	8,863		3,683	12,546
	<u>\$ 73,106</u>	<u>\$ 61,045</u>	<u>\$ 62,555</u>	<u>\$ 74,616</u>

VILLAGE OF RIDGEWOOD
FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

	Balance Dec. 31, 2015	Transferred from 2016 Budget Appropriations	Expended	Canceled to Current Fund Operations	Balance Dec. 31, 2016
Drunk Driving Enforcement Fund - 2016		\$ 7,475	\$ 1,735		\$ 5,740
Clean Communities Program:					
2016		47,597	47,597		
2014	\$ 6,759				6,759
Alcohol Education and Rehabilitation:					
2016		1,768	654		1,114
2015	1,300		1,300		
2014	1,068		1,068		
2011	955				955
2007	215				215
Body Armor Replacement Fund:					
2016		4,205	4,205		
2011	24		24		
Municipal Alliance on Alcoholism and Drug Abuse:					
State Share:					
2016		11,677	4,223		7,454
2015	4,791		4,791		
2014	7,253			\$ 7,253	
Local Share:					
2016		2,920	2,920		
2014	1,814			1,814	
Click It or Ticket - 2016		7,962		7,962	
F.E.M.A. Hazard Mitigation Grant:					
Federal Share - 2016		75,000			75,000
Local Share - 2016		2,299			2,299
F.E.M.A. Assistance to Firefighter Grant:					
Federal Share - 2015	11,075		10,442		633
Local Share - 2015	2,795		302		2,493
New Jersey Sustainable Energy - 2015	2,000				2,000
Safe Routes to School:					
2009	153,782				153,782
2009 Non-Infrastructure	40,489				40,489
Pedestrian Safety Education and Enforcement:					
2007	11,448				11,448
Department of Environmental Protection:					
2006	13,169			13,169	
Municipal Stormwater Regulation Program	8,798			8,798	

VILLAGE OF RIDGEWOOD
FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

(Continued)

	Balance Dec. 31, 2015	Transferred from 2016 Budget Appropriations	Expended	Canceled to Current Fund Operations	Balance Dec. 31, 2016
Bergen County JIF - Police Accreditation	\$ 6,495		\$ 1,759		\$ 4,736
Community Policing - 1998	1		1		
	<u>\$ 274,231</u>	<u>\$ 160,903</u>	<u>\$ 81,021</u>	<u>\$ 38,996</u>	<u>\$ 315,117</u>
Original Budget		\$ 80,684			
Appropriation by NJSA 40A:4-87		<u>75,000</u>			
		155,684			
Matching Funds		<u>5,219</u>			
		<u>\$ 160,903</u>			
Cash Disbursed			\$ 73,544		
Outstanding Encumbrances			<u>7,477</u>		
			<u>\$ 81,021</u>		

VILLAGE OF RIDGEWOOD
COUNTY OF BERGEN
2016
TRUST FUNDS

Receipt, custodianship and disbursement of funds in accordance
with the purpose for which each reserve was created.

VILLAGE OF RIDGEWOOD
TRUST FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2016
(With Comparative Totals for 2015)

	Assessment Fund	Animal Control Fund	Other Trust Fund	Public Assistance Fund	Totals (Memorandum Only)	
					2016	2015
<u>ASSETS</u>						
Cash and Cash Equivalents	\$ 7,392	\$ 125,383	\$ 4,159,768	\$ 1,514	\$ 4,294,057	\$ 4,224,376
Assessments Receivable						3,052
Assessment Liens Interest and Costs						106
Interfunds Receivable	14				14	1,752
TOTAL ASSETS	\$ 7,406	\$ 125,383	\$ 4,159,768	\$ 1,514	\$ 4,294,071	\$ 4,229,286
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>						
Due to State of New Jersey Board of Health		\$ 101			\$ 101	\$ 55
Interfunds Payable		30,800	\$ 2,379	\$ 8	33,187	30,828
Accounts Payable			23,301		23,301	5,510
Reserve for:						
Assessments and Liens						3,052
Assessment Liens Interest and Costs						106
Animal Control Fund Expenditures		94,483			94,483	109,222
Other Trust Funds			4,080,754		4,080,754	3,930,837
Insurance Claims			53,334		53,334	141,350
Public Assistance				1,506	1,506	1,506
Fund Balance	\$ 7,406				7,406	6,820
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	\$ 7,406	\$ 125,383	\$ 4,159,768	\$ 1,514	\$ 4,294,071	\$ 4,229,286

VILLAGE OF RIDGEWOOD
ASSESSMENT TRUST FUND
SCHEDULE OF FUND BALANCE

Balance December 31, 2015	\$ 6,820
Increased by:	
Collection of Unpledged Assessments	<u>586</u>
Balance December 31, 2016	<u>\$ 7,406</u>

VILLAGE OF RIDGEWOOD
TRUST FUNDS
SCHEDULE OF RESERVE FOR INSURANCE CLAIMS

Balance December 31, 2015	\$ 141,350
Increased by Receipts:	
Insurance Deposits	<u>500,886</u>
	642,236
Decreased by Disbursements:	
Insurance Payments	<u>588,902</u>
Balance December 31, 2016	<u><u>\$ 53,334</u></u>

VILLAGE OF RIDGEWOOD
TRUST FUNDS
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

Balance December 31, 2015		\$ 109,222
Increased by:		
License Fees Collected		46,060
		155,282
Decreased by:		
2016 Budget Appropriation	\$ 30,000	
Statutory Excess Due to Current Fund	30,800	
		60,800
Balance December 31, 2016		\$ 94,483

License Fees Collected

<u>Year</u>	<u>Amount</u>
2014	\$ 50,330
2015	44,153
	\$ 94,483
Maximum Allowable Reserve	

VILLAGE OF RIDGEWOOD
TRUST FUNDS
SCHEDULE OF OTHER TRUST RESERVES

	Balance <u>Dec. 31, 2015</u>	Receipts	Disbursements	Balance <u>Dec. 31, 2016</u>
Reserve for:				
Recycling Expenditures	\$ 214,391	\$ 213,951	\$ 216,314	\$ 212,028
Municipal Court Expenditures:				
POAA	6,613	6,138	10,100	2,651
Public Defender	3,350	400		3,750
Kasshau Music Shell	16,624	26,400	22,234	20,790
Taxi Stand Security	3,600			3,600
Recreation Fund	38,561	308,956	299,762	47,755
Unemployment Insurance	237,552	122,788	123,714	236,626
Escrow and Security Deposits Payable	984,385	335,366	130,637	1,189,114
Bequests/Gifts	26,492	22,125	12,886	35,731
Open Space	672,168	286,568	379,209	579,527
Storm Recovery	118,350	20,000	6,627	131,723
Terminal Leave	529,383	470,000	550,939	448,444
COAH Development	482,463	70,029		552,492
Community Center	8,395	25,332	28,353	5,374
Police Outside Duty	242,510	1,092,205	1,275,866	58,849
Tax Sale Premiums	346,000	337,900	131,600	552,300
	<u>3,930,837</u>	<u>3,338,158</u>	<u>3,188,241</u>	<u>4,080,754</u>
Total	<u>\$ 3,930,837</u>	<u>\$ 3,338,158</u>	<u>\$ 3,188,241</u>	<u>\$ 4,080,754</u>

VILLAGE OF RIDGEWOOD
TRUST FUNDS
SCHEDULE OF RESERVE FOR PUBLIC ASSISTANCE

Balance December 31, 2015	<u>\$ 1,506</u>
Balance December 31, 2016	<u><u>\$ 1,506</u></u>

VILLAGE OF RIDGEWOOD
COUNTY OF BERGEN
2016
GENERAL CAPITAL FUND

The general capital fund is used to account for the acquisition of capital facilities, other than those acquired in the current, utility operating, or utility capital funds

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET

	December 31,	
	2016	2015
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 4,818,670	\$ 2,486,819
Interfunds Receivable	94,515	8,556
Grants Receivable:		
County of Bergen	483,023	483,023
Community Development Block Grant	58,584	75,786
New Jersey Department of Transportation	423,000	348,125
FEMA Homeland Security		119,026
Prospective Assessments Raised by Taxation	249,000	249,000
Deferred Charges to Future Taxation:		
Funded	37,676,273	29,301,210
Unfunded	9,043,989	16,082,743
TOTAL ASSETS	\$ 52,847,054	\$ 49,154,288
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Serial Bonds Payable	\$ 31,521,000	\$ 22,092,000
NJEIT Loans Payable	6,155,273	7,209,210
Bond Anticipation Notes Payable	787,350	7,269,350
Improvement Authorizations:		
Funded	3,355,193	2,901,796
Unfunded	3,394,602	4,489,217
Recycling Grant	1,148	1,148
Encumbrances Payable	4,872,726	3,946,400
Capital Improvement Fund	398,360	42,264
Reserve for:		
Arbitrage Rebate	13,416	13,416
Payment of Debt Service		274,311
Preliminary Expenses	5,350	5,350
Prospective Assessments Raised by Taxation	249,000	249,000
Fund Balance	2,093,636	660,826
TOTAL LIABILITIES, RESERVES AND FUND BALANCE	\$ 52,847,054	\$ 49,154,288

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
ANALYSIS OF CASH

	Balance/ (Deficit) Dec. 31, 2015	Receipts			Disbursements			Transfers		Balance/ (Deficit) Dec. 31, 2016
		Budget Appropriation	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation		From	To	
						Notes	Miscellaneous			
Fund Balance	\$ 660,826			\$ 945,291			\$ 450,000	\$ 58,000	\$ 995,519	\$ 2,093,636
Capital Improvement Fund	42,264	\$ 157,000						251,975	451,071	398,360
Interfunds Receivable	(8,556)			8,556				5,000		(94,515)
Grants Receivable:										
County of Bergen	(483,023)									(483,023)
Community Development Block Grant	(75,786)			9,233					7,969	(58,584)
NJ Department of Transportation	(348,125)			74,125				149,000		(423,000)
US Department of Homeland Security FEMA	(119,026)			119,026						1,148
Recycling Grant	1,148									
Reserve for:										13,416
Arbitrage Rebate	13,416									
Payment of Debt Service	274,311						274,311			
Preliminary Expenses	5,350									5,350
Encumbrances Payable	3,946,400						1,800,734	993,752	3,720,812	4,872,726

Improvement Authorizations:

Ord. No.	Improvement Description								
2490	Curbs and Sidewalks - CBD Phase III	(90,644)						5,000	(85,644)
2573	Curbs and Sidewalk Improvements	(53,949)							(53,949)
2601	Reconstruction of Somerville Road	(98,106)							(98,106)
2652	Various Capital Improvements	(613,903)							(613,903)
2677	Purchase and Renovations	(157,437)							(157,437)
2733	Upgrades to WPC Facility - Supplementals	292						61,904	61,612
2752/2857	Supplemental Village Annex	4,471						333	4,138
2785	Graydon Pool Improvements	(156,071)							(156,071)
2866	Various Capital Improvements	137,301							137,301
2867	Various Capital Improvements	165,668						45,811	119,857
2931	Various Capital Improvements							4,350	4,350
2986	Various Capital Improvements	69						8,345	8,276
3012	Improve Access to Village Hall	37,960							37,960
3042	Various Capital Improvements	187,112			\$ 29,191			288,463	130,542
3045	Various Capital Improvements							3,727	3,727
3046	Various Capital Improvements	7,450						7,450	
3079	Restoration/Dredging of Habernickel Park Dam							1,188	1,188
3111	Various Capital Improvements	167,775				138,177		158,009	132,061
3112	Various Capital Improvements	231,649						260,296	28,647

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
ANALYSIS OF CASH
(Continued)

Ord. No.	Improvement Description	Balance/ (Deficit) Dec. 31, 2015	Receipts			Disbursements			Transfers		Balance/ (Deficit) Dec. 31, 2016
			Budget Appropriation	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
3135	Supplement 3042, 3111 CBD Lighting	\$ 593						\$ 989	\$ 396		
3155	Supplement 3042, 3111, 3135 CBD Lighting							9,792	9,792		
3163	Acquisition of Land	11,812			\$ 1,547					\$ 10,265	
3169	Improvements to Habernickel Park	(240,500)			4,500				11,632	(233,368)	
3170	Various Capital Improvements	(230,956)			4,561				11,030	(224,487)	
3171	Various Capital Improvements	185,270			92,394			95,476	2,600		
3179	Purchase and Installation of a Diffuser at Graydon Pool							500	500		
3195	Streetscape Improvements on East Ridgewood Avenue	6,908						72,808	65,900		
3208	Parking Lot Resurfacing Prospect Street Lot							9	9		
3215	Installation of Barrier Free Curb Cuts	4,076						7,969	3,893		
3219	Sidewalk, Apron and Curb Cut Improvements - Special Assessments	300						300			
3262	Repair and Replace Train Station Roof	434,102							695	434,797	
3270	Various Capital Improvements	379,616				73,390		421,053	130,556	15,729	
3292	Exhaust Removal System - EMS Building	1,645				1,645					
3306	Various Capital Improvements	726,330				15,846		18,563	48,155	740,076	
3309	Improvements to Habernickel Park	(50,456)								(50,456)	
3316	Restoration of Saddle River Bank and Pipeline	(105,091)		\$ 230,000		1,561	\$ 230,000			(106,652)	
3317	Purchase and Installation of Brine Making Equipment	34,893						34,893			
3337	Restoration of Village Hall Level 1	102,543		320,000		2,171	320,000			100,372	
3341	Acquisition of Fire Pumper and Equipment	502						502			
3346	Acquisition of Land	4,375								4,375	
3347	Watershed Protective Measures - Ho-Ho-Kus Brook and Saddle River Phase	1,137								1,137	
3348	Acquisition of Fire Fighting Equipment	1,874								1,874	
3354	Construction of ADA Ramp at Graydon Pool	38,162								38,162	
3356	Purchase and Install Radio Communications Equipment	(1,013,934)				10,448			10,478	(1,013,904)	
3361	Various Capital Improvements	716,843		2,635,000		78,772	2,635,000	34,663	1,400	604,808	
3367	Various Capital Improvements	206,148		31,000		14,685	31,000	151,000	42,771	83,234	
3384	Various Train Station Capital Improvements	101,833								101,833	

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
ANALYSIS OF CASH
(Continued)

Ord. No.	Improvement Description	Balance/ (Deficit) Dec. 31, 2015	Receipts			Disbursements			Transfers		Balance/ (Deficit) Dec. 31, 2016
			Budget Appropriation	Serial Bonds	Miscellaneous	Improvement Authorizations	Bond Anticipation Notes	Miscellaneous	From	To	
<u>Improvement Authorizations:</u>											
3391	Cleaning and Remediation of Maple Park Turf Field	\$ 4,595							\$ 4,595		
3392	Various Capital Improvements	802,644		\$ 2,751,000	\$ 11,593	\$ 168,943	\$ 2,751,000		241,367	\$ 137,167	\$ 541,094
3419	Various Road Improvements	(1,330,000)		1,330,000		4,511				8,000	3,489
3421	Various Capital Improvements	(817,024)		1,290,000		142,317			55,071	1	275,589
3460	Various Capital Improvements	(571,016)		679,000		17,226			201,000	138,370	28,128
3475/3507	Various Capital Improvements	(635,079)		1,431,000	100,000	378,515			196,746	4	320,664
3495	Construction of a Handicapped Accessible Ramp at Graydon Pool	35,000									35,000
3506	Repairs to the Traffic and Signal Building	838									838
3520	Road Resurfacing and Reconstruction			1,051,000	62,569	903,347			164,411	149,000	194,811
3531	Cleaning of Anaerobic Digesters at Water Pollution Control Facility			470,000		225,653			269,347	25,000	
3535	Various Capital Improvements				1,600	483,582			2,323,668	226,975	(2,578,675)
3552	Various Capital Improvements at Northwest Bergen Central Dispatch					600				26,000	25,400
3564	Replacement of HVAC Unit at Library								30,773	32,000	1,227
		<u>\$ 2,486,819</u>	<u>\$ 157,000</u>	<u>\$ 12,218,000</u>	<u>\$ 1,331,993</u>	<u>\$ 2,793,582</u>	<u>\$ 5,967,000</u>	<u>\$ 2,614,560</u>	<u>\$ 6,633,098</u>	<u>\$ 6,633,098</u>	<u>\$ 4,818,670</u>

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ord. No.	Improvement Description	Balance Dec. 31, 2015	2016 Authorizations	Serial Bonds Issued	Notes Paid by Budget Appropriation	Funded by Budget Appropriation	New Jersey Department of Environmental Protection Grant	Canceled	Balance Dec. 31, 2016	Analysis of Balance at December 31, 2016		
										Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
2490	Curbs and Sidewalks - CBD Phase III	\$ 90,644				\$ 5,000			\$ 85,644		\$ 85,644	
2573	Curbs and Sidewalk Improvements	53,949							53,949		53,949	
2601	Reconstruction of Somerville Road	98,106							98,106		98,106	
2652	Various Capital Improvements	613,903							613,903		613,903	
2677	Purchase and Renovations	157,437							157,437		157,437	
2785	Graydon Pool Improvements	156,071							156,071		156,071	
3042	Various Capital Improvements	50						\$ 50				
3163	Acquisition of Land	527,000			\$ 140,000				387,000	\$ 287,000		\$ 100,000
3169	Improvements to Habernickel Park	240,500							240,500		233,368	7,132
3170	Various Capital Improvements	239,000						9,482	229,518		224,487	5,031
3270	Various Capital Improvements	250						250				
3309	Improvements to Habernickel Park	50,456							50,456		50,456	
3316	Restoration of Saddle River Bank and Pipeline	440,000		\$ 230,000	10,000				200,000		106,652	93,348
3337	Restoration of Village Hall Level 1	330,000		320,000	10,000							
3356	Purchase and Install Radio Communications Equipment	1,013,935							1,013,935		1,013,904	31
3361	Various Capital Improvements	3,269,092		2,635,000	65,000			4,972	564,120	500,000		64,120

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
(Continued)

Ord. No.	Improvement Description	Balance Dec. 31, 2015	2016 Authorizations	Serial Bonds Issued	Notes Paid by Budget Appropriation	Funded by Budget Appropriation	New Jersey Department of Environmental Protection Grant	Canceled	Balance Dec. 31, 2016	Analysis of Balance at December 31, 2016		
										Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
3367	Various Capital Improvements	\$ 272,350		\$ 31,000	\$ 241,000				\$ 350	\$ 350		
3392	Various Capital Improvements	2,800,000		2,751,000	49,000							
3419	Various Road Improvements	1,330,000		1,330,000								
3421	Various Capital Improvements	1,290,000		1,290,000								
3460	Various Capital Improvements	679,000		679,000								
3475/ 3507	Various Capital Improvements	2,431,000		1,431,000			\$ 100,000		900,000			\$ 900,000
3520	Road Resurfacing and Reconstruction		\$ 1,051,000	1,051,000								
3531	Cleaning of Anaerobic Digesters at Water Pollution Control Facility		470,000	470,000								
3535	Various Capital Improvements		4,293,000						4,293,000		\$ 2,578,675	1,714,325
		<u>\$ 16,082,743</u>	<u>\$ 5,814,000</u>	<u>\$ 12,218,000</u>	<u>\$ 515,000</u>	<u>\$ 5,000</u>	<u>\$ 100,000</u>	<u>\$ 14,754</u>	<u>\$ 9,043,989</u>	<u>\$ 787,350</u>	<u>\$ 5,372,652</u>	<u>\$ 2,883,987</u>
	Improvement Authorizations Unfunded											\$ 3,394,602
	Less: Unexpended Proceeds of Bond Anticipation Notes Issued:											
	Ord. No. 3163										\$ 10,265	
	Ord. No. 3361										500,000	
	Ord. No. 3367										350	
												510,615
												<u>\$ 2,883,987</u>

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance		Balance Dec. 31, 2015		2016 Authorizations			Paid or Charged	Prior Year Encumbrances		Balance Dec. 31, 2016	
		Date	Amount	Funded	Unfunded	Capital Improvement Fund	Other Financing Sources	Deferred Charges to Future Taxation-Unfunded		Cancelled	Canceled	Funded	Unfunded
2733	Upgrades to WPC Facility - Supplementals	05/09/01	\$ 19,000,000	\$ 292						\$ 61,612	\$ 61,904		
2752/2857	Supplemental Village Annex	10/24/01; 12/15/03	6,670,000	4,471							333	\$ 4,138	
2866	Various Capital Improvements	02/25/04	1,167,147	137,301								137,301	
2867	Various Capital Improvements	02/11/04	463,000	165,668								45,811	119,857
2931	Various Capital Improvements	03/09/05	1,787,530							4,350	4,350		
2986	Various Capital Improvements	04/19/06	488,600	69						8,276	8,345		
3012	Improve Access to Village Hall	08/09/06	85,000	37,960									37,960
3042	Various Capital Improvements	03/14/07	1,809,000	187,112	\$ 50				\$ 32,800	130,542	284,904		
3045	Various Capital Improvements	03/14/07	200,000							3,727	3,727		
3046	Various Capital Improvements	03/14/07	214,000	7,450							7,450		
3079	Restoration/Dredging of Habernickel Park Dam	10/10/07	810,700							1,188	1,188		
3111	Various Capital Improvements	04/09/08	2,529,500	167,775					138,177	132,061	158,009	3,650	
3112	Various Capital Improvements	04/09/08	851,030	231,649						28,647	260,296		
3135	Supplement 3042, 3111 CBD Lighting	09/10/08	190,000	593						396	989		
3155	Supplement 3042, 3111, 3135 CBD Lighting	11/12/08	27,000							9,792	9,792		
3163	Acquisition of Land	02/11/09	2,900,000		111,812				1,547				\$ 110,265
3169	Improvements to Habernickel Park	03/11/09	325,000						4,500	11,632			7,132
3170	Various Capital Improvements	03/11/09	715,000		8,044				4,561	11,030	9,482		5,031
3171	Various Capital Improvements	03/11/09	676,912	185,270					94,394	2,600	93,476		
3179	Purchase and Installation of a Diffuser at Graydon Pool	04/15/09	20,000							500	500		
3195	Streetscape Improvements on East Ridgewood Avenue	06/10/09	500,000	6,908						65,900	72,808		
3208	Parking Lot Resurfacing Prospect Street Lot	08/05/09	130,000							9	9		
3215	Installation of Barrier Free Curb Cuts	09/16/09	111,600	4,076						3,893	7,969		
3219	Sidewalk, Apron and Curb Cut Improvements - Special Assessments	09/30/09	28,500	300							300		
3262	Repair and Replace Train Station Roof	08/11/10	790,720	434,102						695		434,797	
3270	Various Capital Improvements	12/01/10	3,460,500	379,616	250				112,561	130,556	382,132	15,729	
3292	Exhaust Removal System - EMS Building	05/11/11	28,000	1,645					1,645				
3306	Various Capital Improvements	09/14/11	3,354,000	726,330					34,409	48,155		740,076	
3316	Restoration of Saddle River Bank and Pipeline	12/14/11	800,000		94,909				1,561				93,348
3317	Purchase and Installation of Brine Making Equipment	12/14/11	35,000	34,893							34,893		
3337	Restoration of Village Hall Level 1	03/28/12	400,000		102,543				2,171			100,372	
3341	Acquisition of Fire Pumper and Equipment	04/25/12	404,000	502							502		
3346	Acquisition of Land	06/13/12	100,000	4,375								4,375	

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
(Continued)

Ord. No.	Improvement Description	Ordinance		Balance Dec. 31, 2015		2016 Authorizations			Paid or Charged	Prior Year Encumbrances Canceled	Canceled	Balance Dec. 31, 2016	
		Date	Amount	Funded	Unfunded	Capital Improvement Fund	Other Financing Sources	Deferred Charges to Future Taxation-Unfunded				Funded	Unfunded
3347	Watershed Protective Measures - Ho-Ho-Kus Brook and Saddle River Phase	06/13/12	\$ 155,000	\$ 1,137								\$ 1,137	
3348	Acquisition of Fire Fighting Equipment	06/13/12	131,195	1,874								1,874	
3354	Construction of ADA Ramp at Graydon Pool	10/10/12	95,000	38,162								38,162	
3356	Purchase and Install Radio Communications Equipment	10/10/12	1,067,935		\$ 1				\$ 10,448	\$ 10,478			\$ 31
3361	Various Capital Improvements	12/05/12	3,811,741		785,935				113,435	1,400	\$ 4,972	104,808	564,120
3367	Various Capital Improvements	12/12/12	613,000		206,148				165,685	42,771		82,884	350
3384	Various Train Station Capital Improvements	06/12/13	185,000	101,833								101,833	
3391	Cleaning and Remediation of Maple Park Turf Field	10/09/13	41,580	4,595									4,595
3392	Various Capital Improvements	10/09/13	3,328,763		802,644				388,131	137,167	10,586	541,094	
3419	Various Road Improvements	05/28/14	1,549,000						4,511	8,000		3,489	
3421	Various Capital Improvements	07/16/14	1,356,000		472,976				197,388	1		275,589	
3460	Various Capital Improvements	03/11/15	715,000		107,984				218,226	138,370		28,128	
3475/3507	Various Capital Improvements	05/13/15;											
		11/09/15	2,559,725		1,795,921				575,261	4		320,664	900,000
3495	Construction of a Handicapped Accessible Ramp at Graydon Pool	09/16/15	35,000	35,000								35,000	
3506	Repairs to the Traffic and Signal Building	10/14/15	31,000	838								838	
3520	Road Resurfacing and Reconstruction	03/09/16	1,200,000				\$ 149,000	\$ 1,051,000	1,005,189			194,811	
3531	Cleaning of Anaerobic Digesters at Water Pollution Control Facility	05/11/16	495,000			\$ 25,000		470,000	495,000				
3535	Various Capital Improvements	06/08/16	4,519,975			226,975		4,293,000	2,805,650				1,714,325
3552	Various Capital Improvements at Northwest Bergen Central Dispatch	10/12/16	26,000				26,000		600			25,400	
3564	Replacement of HVAC Unit at Library	12/14/16	32,000				32,000		30,773			1,227	
				<u>\$ 2,901,796</u>	<u>\$ 4,489,217</u>	<u>\$ 251,975</u>	<u>\$ 207,000</u>	<u>\$ 5,814,000</u>	<u>\$ 6,438,623</u>	<u>\$ 993,752</u>	<u>\$ 1,469,322</u>	<u>\$ 3,355,193</u>	<u>\$ 3,394,602</u>

New Jersey Department of Transportation Grant \$149,000
Capital Fund Balance 58,000
\$207,000

Deferred Charges to Future Taxation - Unfunded \$ 14,754
Grants Receivable - Community Development Block Grant 7,969
Capital Improvement Fund 451,071
Capital Fund Balance 995,528
\$ 1,469,322

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL
INFRASTRUCTURE TRUST (NJEIT) LOANS PAYABLE

Balance December 31, 2015	\$ 7,209,210
Less: Principal matured	1,053,937
Balance December 31, 2016	\$ 6,155,273

Schedule of Principal and Interest Payments Outstanding December 31, 2016

Loan #2				
Due	Fund Loan Principal	Trust Loan Principal	Trust Loan Interest	Loan Balance
				\$ 1,171,238
2/1/2017	\$ 16,031		\$ 8,531	1,155,207
8/1/2017	81,800	\$ 35,000	8,531	1,038,407
2/1/2018	14,387		7,656	1,024,020
8/1/2018	89,551	40,000	7,656	894,469
2/1/2019	12,508		6,656	881,961
8/1/2019	87,672	40,000	6,656	754,289
2/1/2020	10,629		5,656	743,660
8/1/2020	95,189	45,000	5,656	603,471
2/1/2021	8,515		4,531	594,956
8/1/2021	93,074	45,000	4,531	456,882
2/1/2022	6,401		3,406	450,481
8/1/2022	100,356	50,000	3,406	300,125
2/1/2023	4,052		2,156	296,073
8/1/2023	98,007	50,000	2,156	148,066
2/1/2024	2,055		1,094	146,011
8/1/2024	96,011	50,000	1,094	
	\$ 816,238	\$ 355,000	\$ 97,834	

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF NEW JERSEY ENVIRONMENTAL
INFRASTRUCTURE TRUST (NJEIT) LOANS PAYABLE
(Continued)

Schedule of Principal and Interest Payments Outstanding December 31, 2016

Loan #1

<u>Due</u>	<u>Fund Loan Principal</u>	<u>Trust Loan Principal</u>	<u>Trust Loan Interest</u>	<u>Loan Balance</u>
				\$ 4,984,035
2/1/2017	\$ 46,138		\$ 68,863	4,937,897
8/1/2017	387,840	\$ 510,000	68,863	4,040,057
2/1/2018	37,596		56,113	4,002,461
8/1/2018	396,047	535,000	56,113	3,071,414
2/1/2019	28,634		42,738	3,042,780
8/1/2019	403,836	560,000	42,738	2,078,944
2/1/2020	19,254		28,738	2,059,690
8/1/2020	414,556	590,000	28,738	1,055,134
2/1/2021	9,866		14,725	1,045,268
8/1/2021	425,268	620,000	14,725	
	<u>\$ 2,169,035</u>	<u>\$ 2,815,000</u>	<u>\$ 584,330</u>	

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord. No.	Improvement Description	Original Amount Issued	Issue of Original Note	Date of		Interest Rate	Balance Dec. 31, 2015	Issued	Matured	Balance Dec. 31, 2016
				Issue	Maturity					
3163	Acquisition of Land	\$ 1,500,000	07/14/09	06/17/15	06/17/16	2.00%	\$ 427,000		\$ 427,000	
				06/16/16	08/19/16	1.50%		\$ 287,000	287,000	
				08/18/16	08/18/17	1.03%		287,000		\$ 287,000
3316	Restoration of Saddle River Bank and Pipeline	560,000	06/22/12	06/17/15	06/17/16	2.00%	240,000		240,000	
				06/16/16	08/19/16	1.50%		230,000	230,000	
3337	Restoration of Village Hall Level 1	380,000	06/22/12	06/17/15	06/17/16	2.00%	330,000		330,000	
				06/16/16	08/19/16	1.50%		320,000	320,000	
3361	Various Capital Improvements	2,500,000	06/19/14	06/17/15	06/17/16	2.00%	2,500,000		2,500,000	
				06/16/16	08/19/16	1.50%		2,435,000	2,435,000	
			06/17/16	06/17/15	06/17/16	2.00%	700,000		700,000	
				06/16/16	08/19/16	1.50%		700,000	700,000	
				08/18/16	08/18/17	1.03%		500,000		500,000
3367	Various Capital Improvements	582,350	06/21/13	06/17/15	06/17/16	2.00%	272,350		272,350	
				06/16/16	08/19/16	1.50%		31,350	31,350	
				08/18/16	08/18/17	1.03%		350		350
3392	Various Capital Improvements	1,900,000	06/19/14	06/17/15	06/17/16	2.00%	1,900,000		1,900,000	
				06/16/16	08/19/16	1.50%		1,851,000	1,851,000	
			06/17/16	06/17/15	06/17/16	2.00%	900,000		900,000	
				06/16/16	08/19/16	1.50%		900,000	900,000	
							<u>\$ 7,269,350</u>	<u>\$ 7,541,700</u>	<u>\$ 14,023,700</u>	<u>\$ 787,350</u>
								Renewals	\$ 7,541,700	\$ 7,541,700
								Paid by Bond Funds		5,967,000
								Paid by Budget Appropriation		515,000
							<u>\$ 7,541,700</u>	<u>\$ 14,023,700</u>		

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

Improvement Description	Date of Issue	Original Issue	Maturities		Interest Rate	Balance Dec. 31, 2015	Issued	Matured	Defeased	Balance Dec. 31, 2016
			Date of Maturity	Amount						
General Improvement Bonds of 2007	6/29/2007	\$ 12,514,000	6/15/2017	\$ 900,000	4.250%	\$ 8,239,000		\$ 900,000	\$ 6,439,000	\$ 900,000
General Refunding Bonds of 2013	5/8/2013	4,860,000	7/1/2017	575,000	4.000%	4,270,000				3,715,000
			7/1/2018	600,000	4.000%					
			7/1/2019	600,000	4.000%					
			7/1/2020	620,000	4.000%					
			7/1/2021	645,000	4.000%					
			7/1/2022	675,000	4.000%					
General Improvement Bonds of 2013	6/15/2013	10,858,000	6/15/2017	750,000	4.000%	9,583,000				8,883,000
			6/15/2018	800,000	4.000%					
			6/15/2019	850,000	4.000%					
			6/15/2020	950,000	4.000%					
			6/15/2021	1,000,000	4.000%					
			6/15/2022	1,050,000	3.500%					
			6/15/2023	1,100,000	3.500%					
			6/15/2024	1,150,000	3.500%					
			6/15/2025	1,233,000	3.500%					
General Refunding Bonds of 2016	7/19/2016	5,805,000	6/15/2018	825,000	4.000%					5,805,000
			6/15/2019	815,000	4.000%					
			6/15/2020	810,000	4.000%					
			6/15/2021	830,000	4.000%					
			6/15/2022	850,000	5.000%					
			6/15/2023	855,000	5.000%					
			6/15/2024	820,000	5.000%					
						\$ 5,805,000				

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE
(Continued)

Improvement Description	Date of Issue	Original Issue	Maturities December 31, 2016		Interest Rate	Balance Dec. 31, 2015	Issued	Matured	Defeased	Balance Dec. 31, 2016
			Date of Maturity	Amount						
General Improvement Bonds of 2016	8/18/2016	\$ 12,218,000	8/1/2017	\$ 600,000	3.000%					
			8/1/2018	600,000	3.000%					
			8/1/2019	600,000	3.000%					
			8/1/2020	600,000	3.000%					
			8/1/2021	700,000	3.000%					
			8/1/2022	800,000	3.000%					
			8/1/2023	1,150,000	4.000%					
			8/1/2024	1,200,000	4.000%					
			8/1/2025	1,200,000	4.000%					
			8/1/2026	1,200,000	3.000%					
			8/1/2027	1,200,000	3.000%					
			8/1/2028	1,200,000	2.000%					
			8/1/2029	1,168,000	2.000%					
							\$ 12,218,000			\$ 12,218,000
						\$ 22,092,000	\$ 18,023,000	\$ 2,155,000	\$ 6,439,000	\$ 31,521,000

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ord. No.	Improvement Description	Balance Dec. 31, 2015	2016 Authorizations	Funded by Budget Appropriation	New Jersey Department of Environmental Protection Grant	Serial Bonds Issued	Authorizations Canceled	Balance Dec. 31, 2016
2490	Curbs and Sidewalks - CBD Phase III	\$ 90,644		\$ 5,000				\$ 85,644
2573	Curbs and Sidewalk Improvements	53,949						53,949
2601	Reconstruction of Somerville Road	98,106						98,106
2652	Various Capital Improvements	613,903						613,903
2677	Purchase and Renovations	157,437						157,437
2785	Graydon Pool Improvements	156,071						156,071
3042	Various Capital Improvements	50					\$ 50	
3163	Acquisition of Land	100,000						100,000
3169	Improvements to Habernickel Park	240,500						240,500
3170	Various Capital Improvements	239,000					9,482	229,518
3270	Various Capital Improvements	250					250	
3309	Improvements to Habernickel Park	50,456						50,456

VILLAGE OF RIDGEWOOD
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
(Continued)

Ord. No.	Improvement Description	Balance Dec. 31, 2015	2016 Authorizations	Funded by Budget Appropriation	New Jersey Department of Environmental Protection Grant	Serial Bonds Issued	Authorizations Canceled	Balance Dec. 31, 2016
3316	Restoration of Saddle River Bank and Pipeline	\$ 200,000						\$ 200,000
3356	Purchase and Install Radio Communications Equipment	1,013,935						1,013,935
3361	Various Capital Improvements	69,092					\$ 4,972	64,120
3419	Various Road Improvements	1,330,000				\$ 1,330,000		
3421	Various Capital Improvements	1,290,000				1,290,000		
3460	Various Capital Improvements	679,000				679,000		
3475/ 3507	Various Capital Improvements	2,431,000			\$ 100,000	1,431,000		900,000
3520	Road Resurfacing and Reconstruction		\$ 1,051,000			1,051,000		
3531	Cleaning of Anaerobic Digesters at Water Pollution Control Facility		470,000			470,000		
3535	Various Capital Improvements		4,293,000					4,293,000
		<u>\$ 8,813,393</u>	<u>\$ 5,814,000</u>	<u>\$ 5,000</u>	<u>\$ 100,000</u>	<u>\$ 6,251,000</u>	<u>\$ 14,754</u>	<u>\$ 8,256,639</u>

VILLAGE OF RIDGEWOOD
COUNTY OF BERGEN
2016
UTILITY OPERATING FUNDS

Accounts for the operations of the
municipally owned water and parking utilities

VILLAGE OF RIDGEWOOD
UTILITY OPERATING FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2016
(With Comparative Totals for 2015)

	Utility Operating Funds		Totals (Memorandum Only)	
	Water	Parking	2016	2015
<u>ASSETS</u>				
Utility Operating:				
Cash and Cash Equivalents	\$ 10,460,784	\$ 942,307	\$ 11,403,091	\$ 11,187,207
Change Fund	100	3,496	3,596	3,596
	<u>10,460,884</u>	<u>945,803</u>	<u>11,406,687</u>	<u>11,190,803</u>
Interfunds Receivable		100,000	100,000	102
	<u>10,460,884</u>	<u>1,045,803</u>	<u>11,506,687</u>	<u>11,190,905</u>
Receivables with Full Reserves:				
Consumer Accounts Receivable	2,266,714		2,266,714	3,404,696
Hydrant Service Receivable	459		459	51,307
Other Receivables	144,827		144,827	57,463
	<u>2,411,999</u>		<u>2,411,999</u>	<u>3,513,466</u>
TOTAL ASSETS	<u><u>\$ 12,872,884</u></u>	<u><u>\$ 1,045,803</u></u>	<u><u>\$ 13,918,687</u></u>	<u><u>\$ 14,704,371</u></u>
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u>				
Appropriation Reserves:				
Unencumbered	\$ 288,472	\$ 1,928	\$ 290,400	\$ 243,896
Encumbered	1,164,249	2,313	1,166,562	282,650
Total Appropriation Reserves	<u>1,452,721</u>	<u>4,241</u>	<u>1,456,962</u>	<u>526,546</u>
Interfunds Payable	36,133		36,133	1,000
Accrued Interest on Bonds and Notes	143,056		143,056	116,000
Water Rent Overpayments	494,374		494,374	723,052
	<u>2,126,284</u>	<u>4,241</u>	<u>2,130,525</u>	<u>1,366,598</u>
Reserve for:				
Receivables	2,412,000		2,412,000	3,513,466
Litigation	2,170		2,170	2,170
Park and Ride		316,331	316,331	319,350
Fund Balance	8,332,430	725,231	9,057,661	9,502,787
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	<u><u>\$ 12,872,884</u></u>	<u><u>\$ 1,045,803</u></u>	<u><u>\$ 13,918,687</u></u>	<u><u>\$ 14,704,371</u></u>

VILLAGE OF RIDGEWOOD
UTILITY OPERATING FUNDS
COMBINING STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE
YEAR ENDED DECEMBER 31, 2016
(With Comparative Totals for 2015)

	<u>Utility Operating Funds</u>		<u>Totals</u> (Memorandum Only)	
	<u>Water</u>	<u>Parking</u>	<u>2016</u>	<u>2015</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	\$ 2,173,167	\$ 504,000	\$ 2,677,167	\$ 799,104
Water Rents	14,168,323		14,168,323	13,687,362
Parking Lot Fees and Permits		1,323,062	1,323,062	1,305,869
Fire Hydrant Service	182,682		182,682	212,831
Miscellaneous Revenue	592,228	2,305	594,533	269,332
Reserve for Debt Service	1,310,000		1,310,000	
Nonbudget Revenue	55,501	3,071	58,572	879,765
Other Credits to Income:				
Unexpended Balance of Appropriation Reserves	149,263	7,494	156,757	259,680
Total Income	<u>18,631,164</u>	<u>1,839,932</u>	<u>20,471,096</u>	<u>17,413,943</u>
<u>Expenditures</u>				
Budget Expenditures:				
Operating	9,706,364	1,081,847	10,788,211	9,174,338
Capital Improvements	1,820,900	10,000	1,830,900	601,000
Debt Service	3,290,088	187,715	3,477,803	2,045,601
Deferred Charges and Statutory Expenditures	738,324	75,153	813,477	633,153
Budgeted Fund Balance	783,101	450,000	1,233,101	840,496
Other Accounts Receivable Advanced	95,563		95,563	
Total Expenditures	<u>16,434,340</u>	<u>1,804,715</u>	<u>18,239,055</u>	<u>13,294,588</u>
Excess in Revenue	2,196,824	35,217	2,232,041	4,119,355
<u>Fund Balance</u>				
Balance January 1	8,308,773	1,194,014	9,502,787	6,182,536
	<u>10,505,597</u>	<u>1,229,231</u>	<u>11,734,828</u>	<u>10,301,891</u>
Decreased by:				
Utilized as Anticipated Revenue	2,173,167	504,000	2,677,167	799,104
Balance December 31	<u>\$ 8,332,430</u>	<u>\$ 725,231</u>	<u>\$ 9,057,661</u>	<u>\$ 9,502,787</u>

VILLAGE OF RIDGEWOOD
WATER UTILITY OPERATING FUND
STATEMENT OF REVENUES
YEAR ENDED DECEMBER 31, 2016

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Anticipated	\$ 2,173,167	\$ 2,173,167	
Water Rents	12,270,000	14,168,323	\$ 1,898,323
Fire Hydrant Service	180,000	182,682	2,682
Miscellaneous Revenue	563,651	592,228	28,577
Reserve for Debt Service	1,310,000	1,310,000	
	<u>16,496,818</u>	<u>18,426,400</u>	<u>\$ 1,929,582</u>
Budget Totals			
Nonbudget Revenue		<u>55,501</u>	
	<u>\$ 16,496,818</u>	<u>\$ 18,481,901</u>	

Analysis of Miscellaneous Revenue:

Cell Tower	\$ 262,246
Delinquent Payment Penalties	117,581
Maintenance Plan	83,451
Installation Service	73,489
Fire Sprinkler Service	50,680
Sewer Orders	2,820
Spray Tank	1,961
	<u>\$ 592,228</u>

Analysis of Nonbudget Revenue:

Interest on Investments	\$ 36,438
Prior Year Budget Refunds	11,956
Hydrant/Pool Permits	852
Other Miscellaneous	6,255
	<u>\$ 55,501</u>

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VILLAGE OF RIDGEWOOD
PARKING UTILITY OPERATING FUND
STATEMENT OF REVENUES
YEAR ENDED DECEMBER 31, 2016

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess or Deficit *</u>
Fund Balance Anticipated	\$ 504,000	\$ 504,000	
Parking Lot Fees and Permits	1,300,000	1,323,062	\$ 23,062
Interest on Investments	3,000	2,305	695 *
Budget Totals	1,807,000	1,829,367	<u>\$ 23,757</u>
Nonbudget Revenue		3,071	
	<u>\$ 1,807,000</u>	<u>\$ 1,832,438</u>	

Analysis of Nonbudget Revenue:

Bagged Meter Fees	\$ 2,500
Miscellaneous	571
	<u>\$ 3,071</u>

VILLAGE OF RIDGEWOOD
WATER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016

	Water Utility Operating Fund				Unexpended Balance Canceled
	Appropriations		Expended by		
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 3,665,879	\$ 3,415,879	\$ 3,203,336	\$ 212,543	
Other Expenses	6,190,485	6,290,485	6,225,118	65,367	
Total Operating	<u>9,856,364</u>	<u>9,706,364</u>	<u>9,428,454</u>	<u>277,910</u>	
Capital Improvements:					
Capital Improvement Fund	1,820,900	1,820,900	1,820,900		
Total Capital Improvements	<u>1,820,900</u>	<u>1,820,900</u>	<u>1,820,900</u>		
Debt Service:					
Payment of Bond Anticipation Notes	1,560,000	1,560,000	1,560,000		
Payment of Bond Principal	1,090,000	1,090,000	1,090,000		
Interest on Bonds	602,323	752,323	624,339		\$ 127,984
Interest on Notes	35,000	35,000	15,749		19,251
Total Debt Service	<u>3,287,323</u>	<u>3,437,323</u>	<u>3,290,088</u>		<u>147,235</u>
Deferred Charges:					
Prior Year Commitments	133,129	133,129	122,323		10,806
Total Deferred Charges	<u>133,129</u>	<u>133,129</u>	<u>122,323</u>		<u>10,806</u>
Statutory Expenditures:					
Social Security System (O.A.S.I.)	291,001	291,001	280,439	10,562	
Public Employees' Retirement System	301,000	301,000	301,000		
Unemployment Compensation					
Insurance (N.J.S.A. 43:21-3et.seq.)	24,000	24,000	24,000		
Surplus (General Budget)	783,101	783,101	783,101		
Total Statutory Expenditures	<u>1,399,102</u>	<u>1,399,102</u>	<u>1,388,540</u>	<u>10,562</u>	
	<u>\$ 16,496,818</u>	<u>\$ 16,496,818</u>	<u>\$ 16,050,305</u>	<u>\$ 288,472</u>	<u>\$ 158,041</u>

Analysis of Paid or Charged:

Cash Disbursed	\$14,279,891
Accrued Interest on Bonds	624,339
Accrued Interest on Notes	15,749
Outstanding Encumbrances	1,164,249
	<u>16,084,228</u>
Less: Appropriation Refunds	33,923
	<u>\$ 16,050,305</u>

VILLAGE OF RIDGEWOOD
PARKING UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES
YEAR ENDED DECEMBER 31, 2016

	Parking Utility Operating Fund				Unexpended Balance Canceled
	Appropriations		Expended by		
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 595,370	\$ 596,870	\$ 596,678	\$ 192	
Other Expenses	486,477	484,977	483,851	1,126	
Total Operating	<u>1,081,847</u>	<u>1,081,847</u>	<u>1,080,529</u>	<u>1,318</u>	
Capital Improvements:					
Capital Improvement Fund	10,000	10,000	10,000		
Total Capital Improvements	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>		
Debt Service:					
Payment of Bond Anticipation Notes	186,000	186,000	186,000		
Interest on Notes	4,000	4,000	1,715		\$ 2,285
Total Debt Service	<u>190,000</u>	<u>190,000</u>	<u>187,715</u>		<u>2,285</u>
Statutory Expenditures:					
Social Security System (O.A.S.I.)	26,990	26,990	26,380	610	
Public Employees' Retirement System	21,950	21,950	21,950		
Unemployment Compensation					
Insurance (N.J.S.A. 43:21-3et.seq.)	5,180	5,180	5,180		
Police and Firemen's Retirement System	21,033	21,033	21,033		
Surplus (General Budget)	450,000	450,000	450,000		
Total Statutory Expenditures	<u>525,153</u>	<u>525,153</u>	<u>524,543</u>	<u>610</u>	
	<u>\$ 1,807,000</u>	<u>\$ 1,807,000</u>	<u>\$ 1,802,787</u>	<u>\$ 1,928</u>	<u>\$ 2,285</u>

Analysis of Paid or Charged:

Cash Disbursed	\$ 1,800,474
Outstanding Encumbrances	<u>2,313</u>
	<u>\$ 1,802,787</u>

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VILLAGE OF RIDGEWOOD
WATER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

Balance December 31, 2015		\$ 3,404,696
Increased by:		
Water Charges Levied		13,030,341
		<u>16,435,037</u>
Decreased by:		
Collections	\$ 13,445,271	
Overpayments Applied	<u>723,052</u>	
		<u>14,168,323</u>
Balance December 31, 2016		<u><u>\$ 2,266,714</u></u>

VILLAGE OF RIDGEWOOD
WATER UTILITY OPERATING FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2016

	<u>Balance</u> <u>Dec. 31, 2015</u>	<u>Balance</u> <u>After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
Operating:				
Salaries and Wages	\$ 61,316	\$ 6,316	\$ 6,000	\$ 316
Other Expenses	372,520	427,520	362,402	65,118
Capital Outlay	83,829	83,829		83,829
	<u>\$ 517,665</u>	<u>\$ 517,665</u>	<u>\$ 368,402</u>	<u>\$ 149,263</u>
 <u>Analysis of Balance:</u>				
Unencumbered	\$ 235,494			
Encumbered	282,171			
	<u>\$ 517,665</u>			

VILLAGE OF RIDGEWOOD
PARKING UTILITY OPERATING FUND
SCHEDULE OF 2015 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2016

	Balance Dec. 31, 2015	Balance After Modification	Paid or Charged	Balance Lapsed
Operating:				
Salaries and Wages	\$ 4,366	\$ 4,366		\$ 4,366
Other Expenses	4,515	4,515	\$ 1,387	3,128
	\$ 8,881	\$ 8,881	\$ 1,387	\$ 7,494
<u>Analysis of Balance:</u>				
Unencumbered	\$ 8,402			
Encumbered	479			
	\$ 8,881			

VILLAGE OF RIDGEWOOD
WATER UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES

Balance December 31, 2015	\$ 113,995
Increased by:	
Charged to Current Year Budget	<u>640,088</u>
	754,083
Decreased by:	
Interest Paid	<u>611,027</u>
Balance December 31, 2016	<u><u>\$ 143,056</u></u>

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VILLAGE OF RIDGEWOOD
PARKING UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST ON NOTES
YEAR ENDED DECEMBER 31, 2016

Balance December 31, 2015	\$ 2,005
Increased by:	
Charged to Current Year Budget	1,715
	<u>3,720</u>
Decreased by:	
Interest Paid	<u>\$ 3,720</u>

VILLAGE OF RIDGEWOOD
COUNTY OF BERGEN
2016
UTILITY CAPITAL FUNDS

Accounts for the acquisition of capital facilities of the
municipally owned water and parking utilities

VILLAGE OF RIDGEWOOD
UTILITY CAPITAL FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2016
(With Comparative Totals for 2015)

	Utility Capital Funds		Totals (Memorandum Only)	
	Water	Parking	2016	2015
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 7,303,702	\$ 51,954	\$ 7,355,656	\$ 4,926,589
Fixed Capital	54,508,500	1,423,597	55,932,097	48,599,126
Fixed Capital Authorized and Uncompleted	21,532,527	2,588,660	24,121,187	26,210,512
Interfunds Receivable	25,945		25,945	
TOTAL ASSETS	\$ 83,370,674	\$ 4,064,211	\$ 87,434,885	\$ 79,736,227
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>				
Serial Bonds Payable	\$ 19,279,000		\$ 19,279,000	\$ 15,500,000
Bond Anticipation Notes Payable				1,861,000
Improvement Authorizations:				
Funded	752,959	\$ 19,543	772,502	1,713,244
Unfunded	6,065,125	1,288,992	7,354,117	4,124,557
Capital Improvement Fund	2,160,925	238,048	2,398,973	1,454,277
Interfunds Payable		100,000	100,000	102
Reserve for:				
Encumbrances Payable	2,442,717	240,597	2,683,314	2,809,738
Arbitrage	177,412	199,876	377,288	377,288
Preliminary Expenses	5,200		5,200	5,200
Payment of Debt Service				1,310,000
Amortization	48,875,396	1,819,982	50,695,378	47,412,679
Deferred Amortization	1,756,881	143,660	1,900,541	2,371,144
Fund Balance	1,855,059	13,513	1,868,572	796,998
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	\$ 83,370,674	\$ 4,064,211	\$ 87,434,885	\$ 79,736,227

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
ANALYSIS OF CASH

	Balance/ (Deficit) Dec. 31, 2015	Receipts			Disbursements			Transfers		Balance/ (Deficit) Dec. 31, 2016
		Serial Bonds	Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	Bond Anticipation Notes	From	To	
Fund Balance	\$ 783,485			\$ 415,317					\$ 656,257	\$ 1,855,059
Capital Improvement Fund	1,239,877		\$ 921,048							2,160,925
Due Water Utility Operating Fund				11,960		\$ 37,905				(25,945)
Reserve for:										
Encumbrances	2,378,597					1,168,772		\$ 228,238	1,461,130	2,442,717
Arbitrage Rebate	177,412									177,412
Preliminary Expenses	5,200									5,200
Payment of Debt Service	1,310,000					1,310,000				
<u>Improvement Authorizations:</u>										
Ord.										
No.										
2574	Various Water Improvements	876						2,007	1,131	
2693	Various Water Improvements	8						4,378	4,370	
2697	Various Water Improvements	119,820			\$ 8,000			44,700		67,120
2739	Various Water Improvements									
2844	Various Water Improvements	151,992						168,407	16,415	
2874	Various Water Improvements	2,630						44,794	42,164	
2930	Various Water Improvements	4,692								4,692
2980/2997	Various Water Improvements	17,297						18,297	1,000	
3043	Various Water Improvements	54,872						55,738	866	
3123	Various Water Improvements	30,457						30,158		299
3148	Supplement Ords. 3043 and 3123 Various Improvements	37						37		
3172	Construction of an Additional Water Storage Tank							5,847	5,847	
3181	Various Water Improvements	174,973						250,036	140,053	64,990
3211	Construction of Water Tank - Valley View Road	635						775	140	

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
ANALYSIS OF CASH
(Continued)

	Balance/ (Deficit) Dec. 31, 2015	Receipts		Disbursements			Transfers		Balance/ (Deficit) Dec. 31, 2016	
		Serial Bonds	Miscellaneous	Budget Appropriation	Improvement Authorizations	Miscellaneous	Bond Anticipation Notes	From		To
<u>Improvement Authorizations:</u>										
Ord.										
No.		Improvement Description								
3247										
	\$ 32,958						\$ 36,215	\$ 3,257		
3271	37,849						44,568	12,459	\$ 5,740	
3303	2								2	
3307	480,415				\$ 54,817		45,923		379,675	
3351	5,000								5,000	
3353										
	1,613								1,613	
3362	543,798				227,618		92,352		223,828	
3393	(426,115)	\$ 115,000			133,191	\$ 115,000	136,218		(695,524)	
3414	(1,564,319)	1,600,000			25,162			536	11,055	
3476	(962,614)	1,200,000			274,434		453,255		(490,303)	
3518					771,082		60,000		(831,082)	
3536		2,600,000			35,089		623,682		1,941,229	
	<u>\$ 4,601,447</u>	<u>\$ 5,515,000</u>	<u>\$ 921,048</u>	<u>\$ 427,277</u>	<u>\$ 1,529,393</u>	<u>\$ 2,516,677</u>	<u>\$ 115,000</u>	<u>\$ 2,345,625</u>	<u>\$ 2,345,625</u>	<u>\$ 7,303,702</u>

VILLAGE OF RIDGEWOOD
PARKING UTILITY CAPITAL FUND
ANALYSIS OF CASH

	Balance/ (Deficit) Dec. 31, 2015	Receipts		Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2016
		Budget Appropriation	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 13,513							\$ 13,513
Capital Improvement Fund	214,400	\$ 10,000					\$ 13,648	238,048
Due Parking Utility Operating Fund	102		\$ 100,448		\$ 550			100,000
Reserve for:								
Encumbrances	431,141				190,543	\$ 2	1	240,597
Arbitrage	199,876							199,876
<u>Improvement Authorizations:</u>								
Ord.								
No.	Improvement Description							
2732	Various Parking Improvements		(100,615)					(100,615)
2977	Construction of Parking Garage		(56,216)		\$ 3,160			(59,376)
3113	Acquisition of Digital Parking Meters		82				82	
3180	Purchase of Multi-Space Meter and Pole Covers		13,565				13,565	
3363	Various Parking Improvements		2,784					2,784
3394	Various Parking Improvements		(13,934)					(13,934)
3415	Improvements to the Parking Utility		13,844				1	13,845
3443;								
3480	Work at Hudson Street Lot		(416,445)		169,253			(585,698)
3477	Purchase of a Pickup Truck and Plate Reader System		23,045		20,130		1	2,914
	<u>\$ 325,142</u>	<u>\$ 10,000</u>	<u>\$ 100,448</u>	<u>\$ 192,543</u>	<u>\$ 191,093</u>	<u>\$ 13,650</u>	<u>\$ 13,650</u>	<u>\$ 51,954</u>

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
STATEMENT OF WATER SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities		Interest Rate	Balance Dec. 31, 2015	Issued	Matured	Defeased	Balance Dec. 31, 2016
			Date of Maturity	Amount						
Water Bonds	06/15/07	\$ 6,486,000	06/15/17	\$ 275,000	4.250%	\$ 4,861,000		\$ 275,000	\$ 4,311,000	\$ 275,000
Water Refunding Bonds	05/08/13	4,180,000	07/01/17	215,000	4.000%					
			07/01/18	225,000	4.000%					
			07/01/19	225,000	4.000%					
			07/01/20	240,000	4.000%					
			07/01/21	245,000	4.000%					
			07/01/22	245,000	4.000%					
			07/01/23	250,000	4.000%					
			07/01/24	275,000	4.000%					
			07/01/25	275,000	3.500%					
			07/01/26	295,000	3.500%					
			07/01/27	290,000	4.000%					
			07/01/28	310,000	4.000%					
			07/01/29	305,000	4.000%					
	07/01/30	320,000	4.000%		3,930,000		215,000		3,715,000	
Water Bonds	06/15/13	7,859,000	06/15/17	650,000	4.000%					
			06/15/18	650,000	4.000%					
			06/15/19	650,000	4.000%					
			06/15/20	650,000	4.000%					
			06/15/21	700,000	4.000%					
			06/15/22	700,000	3.500%					
			06/15/23	700,000	3.500%					
			06/15/24	700,000	3.500%					
			06/15/25	709,000	3.500%		6,709,000		600,000	

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
STATEMENT OF WATER SERIAL BONDS
(Continued)

Purpose	Date of Issue	Original Issue	Maturities		Interest Rate	Balance Dec. 31, 2015	Issued	Matured	Defeased	Balance Dec. 31, 2016
			Date of Maturity	Amount						
Water Refunding Bonds	07/19/16	\$ 3,665,000	06/15/18	\$ 240,000	4.000%					
			06/15/19	240,000	4.000%					
			06/15/20	235,000	4.000%					
			06/15/21	235,000	4.000%					
			06/15/22	235,000	5.000%					
			06/15/23	235,000	5.000%					
			06/15/24	230,000	5.000%					
			06/15/25	255,000	5.000%					
			06/15/26	255,000	5.000%					
			06/15/27	255,000	5.000%					
			06/15/28	255,000	5.000%					
			06/15/29	255,000	5.000%					
			06/15/30	255,000	5.000%					
			06/15/31	250,000	5.000%					
			06/15/32	235,000	5.000%				\$ 3,665,000	
Water Bonds	08/18/16	5,515,000	8/1/2017	175,000	3.000%					
			8/1/2018	175,000	3.000%					
			8/1/2019	175,000	3.000%					
			8/1/2020	175,000	3.000%					
			8/1/2021	175,000	3.000%					
			8/1/2022	200,000	3.000%					
			8/1/2023	200,000	4.000%					
			8/1/2024	200,000	4.000%					
			8/1/2025	200,000	4.000%					
			8/1/2026	350,000	3.000%					
8/1/2027	350,000	3.000%								

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
STATEMENT OF WATER SERIAL BONDS
(Continued)

Purpose	Date of Issue	Original Issue	Maturities		Interest Rate	Balance Dec. 31, 2015	Issued	Matured	Defeased	Balance Dec. 31, 2016	
			Date of Maturity	Amount							
Water Bonds (Cont'd)	08/18/16	\$ 5,515,000	8/1/2028	\$ 350,000	2.000%						
			8/1/2029	350,000	2.000%						
			8/1/2030	350,000	2.000%						
			8/1/2031	350,000	2.125%						
			8/1/2032	350,000	2.125%						
			8/1/2033	350,000	2.250%						
			8/1/2034	350,000	2.250%						
			8/1/2035	350,000	2.375%						
			8/1/2036	340,000	2.375%						
							\$ 5,515,000			\$ 5,515,000	
							\$ 15,500,000	\$ 9,180,000	\$ 1,090,000	\$ 4,311,000	\$ 19,279,000

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

Ord. No.	Improvement Description	Ordinance	Date of			Interest Rate	Balance Dec. 31, 2015	Issued	Matured	Balance Dec. 31, 2016
			Issue of Original Note	Issue	Maturity					
3362	Various Water Improvements	12/5/2012	6/19/2014	6/17/2015	6/17/2016	2.00%	\$ 850,000		\$ 850,000	
3393	Various Water Improvements	10/9/2013	6/19/2014	6/17/2015 6/16/2016	6/17/2016 8/19/2016	2.00% 1.50%	825,000		825,000	
							<u>\$ 1,675,000</u>	<u>\$ 115,000</u>	<u>1,790,000</u>	<u>\$ - 0 -</u>
								\$ 115,000	\$ 115,000	
									115,000	
									1,560,000	
								<u>\$ 115,000</u>	<u>\$ 1,790,000</u>	

VILLAGE OF RIDGEWOOD
PARKING UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE
YEAR ENDED DECEMBER 31, 2016

Ord. No.	Improvement Description	Ordinance	Date of		Maturity	Interest Rate	Balance Dec. 31, 2015	Matured
			Issue of Original Note	Issue				
2732	Various Parking Improvements	4/11/2001	6/29/2006	6/17/2015	6/17/2016	2.00%	<u>\$ 186,000</u>	<u>\$ 186,000</u>
Paid by Budget Appropriation								<u>\$ 186,000</u>

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance		Balance December 31, 2015		2016 Authorizations Deferred Charges to Future Revenue	Paid or Charged	Prior Year Encumbrances Canceled Returned	Authorizations Canceled	Balance December 31, 2016	
		Date	Amount	Funded	Unfunded					Funded	Unfunded
2574	Various Water Improvements	07/16/96	\$ 950,000	\$ 876				\$ 1,131	\$ 2,007		
2693	Various Water Improvements	04/19/00	425,000	8				4,370	4,378		
2697	Various Water Improvements	05/17/00	625,000	119,820			\$ 52,700			\$ 67,120	
2844	Various Water Improvements	08/13/03	840,000	151,992				16,415	168,407		
2874	Various Water Improvements	04/14/04	1,070,000	2,630				42,164	44,794		
2930	Various Improvements	03/09/05	965,000	4,692							4,692
2980	Various Improvements	03/08/06	3,090,000	17,297				1,000	18,297		
3043	Various Improvements	03/14/07	1,195,000	54,872				866	55,738		
3123	Various Water Improvements	06/11/08	920,000	30,457					30,158		299
3148	Supplement Ords. 3043 and 3123 Various Improvements	11/12/08	82,500	37					37		
3172	Construction of an Additional Water Storage Tank	03/11/09	2,000,000					5,847	5,847		
3181	Various Water Improvements	05/13/09	1,570,000	174,973				140,053	250,036		64,990
3211	Construction of Water Tank - Valley View Road	09/09/09	320,000	635				140	775		
3247	Construction of an Additional Water Storage Tank	06/09/10	200,000	32,958	\$ 50,200			3,257	86,415		

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
(Continued)

Ord. No.	Improvement Description	Ordinance		Balance December 31, 2015		2016 Authorizations Deferred Charges to Future Revenue	Paid or Charged	Prior Year Encumbrances Canceled Returned	Authorizations Canceled	Balance December 31, 2016	
		Date	Amount	Funded	Unfunded					Funded	Unfunded
3271	Various Water Improvements	12/01/10	\$ 425,000	\$ 37,849	\$ 3,750		\$ 5,000	\$ 12,459	\$ 43,318	\$ 5,740	
3303	Acquisition of Various Equipment	08/10/11	869,789	2						2	
3307	Various Water Improvements	09/14/11	900,000	480,415			100,740			379,675	
3351	Divestiture of Real Property	06/26/12	81,000	5,000						5,000	
3353	Acquisition and Installation of Water Meters	10/03/12	815,000	1,613	250					1,613	\$ 250
3362	Various Water Improvements	12/05/12	1,900,000	543,798			319,970			223,828	
3393	Various Water Improvements	10/09/13	2,126,250		642,885		269,409				373,476
3414	Various Water Improvements	05/28/14	2,126,500		435,681		25,162	536			411,055
3476	Various Water Improvements	05/13/15	2,625,000		1,530,386		727,689				802,697
3518	Rehabilitation of Water Tanks	01/13/16	1,312,500			\$ 1,312,500	831,082				481,418
3536	Various Water Improvements	06/08/16	4,655,000			4,655,000	658,771				3,996,229
				<u>\$ 1,659,924</u>	<u>\$ 2,663,152</u>	<u>\$ 5,967,500</u>	<u>\$ 2,990,523</u>	<u>\$ 228,238</u>	<u>\$ 710,207</u>	<u>\$ 752,959</u>	<u>\$ 6,065,125</u>
						Deferred Charges to Future Revenue		\$ 53,950			
						Water Utility Capital Fund Balance		656,257			
								<u>\$ 710,207</u>			

VILLAGE OF RIDGEWOOD
PARKING UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance		Balance December 31, 2015		Paid or Charged	Prior Year Encumbrances	Authorizations Canceled	Balance December 31, 2016	
		Date	Amount	Funded	Unfunded		Canceled Returned		Funded	Unfunded
2977	Construction of Parking Garage	02/22/06	\$ 3,000,000		\$ 846,784	\$ 3,160				\$ 843,624
3113	Acquisition of Digital Parking Meters	04/09/08	30,000	\$ 82				\$ 82		
3180	Purchase Multi-Space Meter and Pole Covers	05/13/09	50,000	13,565				13,565		
3363	Various Parking Improvements	12/05/12	32,900	2,784					\$ 2,784	
3394	Various Parking Improvements	10/09/13	368,560		336,066					336,066
3415	Improvements to the Parking Utility	05/28/14	127,200	13,844	100,000		\$ 1		13,845	100,000
3443; 3480	Work at Hudson Street Lot	12/10/14; 07/15/15	600,000		178,555	169,253				9,302
3477	Purchase of a Pickup Truck and Plate Reader System	05/13/15	60,000	23,045		20,131			2,914	
				<u>\$ 53,320</u>	<u>\$ 1,461,405</u>	<u>\$ 192,544</u>	<u>\$ 1</u>	<u>\$ 13,647</u>	<u>\$ 19,543</u>	<u>\$ 1,288,992</u>

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ord. No.	Improvement Description	Ordinance Date	Balance Dec. 31, 2015	To Reserve for Amortization Fixed Capital	Balance Dec. 31, 2016
Various	Ordinances 2008 and Prior	Various	\$ 1,280,445	\$ 390,603	\$ 889,842
3181	Various Water Improvements	05/13/09	78,500		78,500
3211	Construction of Water Tank - Valley View Road	09/09/09	16,000		16,000
3247	Construction of an Additional Water Storage Tank	06/09/10	80,300		80,300
3271	Various Water Improvements	12/01/10	21,250		21,250
3303	Acquisition of Various Equipment	08/10/11	43,489		43,489
3307	Various Water Improvements	09/14/11	45,000		45,000
3351	Divestiture of Real Property	06/26/12	81,000		81,000
3353	Acquisition and Installation of Water Meters	10/03/12	40,750		40,750
3362	Various Water Improvements	12/05/12	95,000		95,000
3393	Various Water Improvements	06/03/13	107,250		107,250
3414	Various Water Improvements	05/19/14	126,500		126,500
3476	Various Water Improvements	05/13/15	132,000		132,000
			<u>\$ 2,147,484</u>	<u>\$ 390,603</u>	<u>\$ 1,756,881</u>

VILLAGE OF RIDGEWOOD
PARKING UTILITY CAPITAL FUND
SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

Ord. No.	Improvement Description	Ordinance Date	Balance Dec. 31, 2015	To Reserve for Amortization Fixed Capital	Authorizations Canceled	Balance Dec. 31, 2016
3113	Acquisition of Digital Parking Meters	04/09/08	\$ 30,000	\$ 29,918	\$ 82	
3180	Purchase Multi-Space Meter and Pole Covers	05/13/09	50,000	36,435	13,565	
3363	Various Parking Improvements	12/05/12	32,900			\$ 32,900
3394	Various Parking Improvements	10/09/13	18,560			18,560
3415	Improvements to the Parking Utility	05/28/14	27,200			27,200
3443; 3480	Work at Hudson Street Lot	12/10/14; 07/15/15	5,000			5,000
3477	Purchase of a Pickup Truck and Plate Reader System	05/13/15	60,000			60,000
			<u>\$ 223,660</u>	<u>\$ 66,353</u>	<u>\$ 13,647</u>	<u>\$ 143,660</u>

VILLAGE OF RIDGEWOOD
WATER UTILITY CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ord. No.	Improvement Description	Balance Dec. 31, 2015	2016 Authorizations	Serial Bonds Issued	Authorizations Canceled	Balance Dec. 31, 2016
3247	Construction of Water Tank - Valley View Road - Supp. to 3172	\$ 50,200			\$ 50,200	
3271	Various Water Improvements	3,750			3,750	
3353	Acquisition and Installation of Water Meters	250				\$ 250
3393	Various Water Improvements	1,069,000				1,069,000
3414	Various Water Improvements	2,000,000		\$ 1,600,000		400,000
3476	Various Water Improvements	2,493,000		1,200,000		1,293,000
3518	Rehabilitation of Water Tanks		\$ 1,312,500			1,312,500
3536	Various Water Improvements		4,655,000	2,600,000		2,055,000
		<u>\$ 5,616,200</u>	<u>\$ 5,967,500</u>	<u>\$ 5,400,000</u>	<u>\$ 53,950</u>	<u>\$ 6,129,750</u>

VILLAGE OF RIDGEWOOD
PARKING UTILITY CAPITAL FUND
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ord. No.	Improvement Description	Balance Dec. 31, 2015	Balance Dec. 31, 2016
2732	Various Parking Improvements	\$ 100,615	\$ 100,615
2977	Construction of Parking Garage	903,000	903,000
3394	Various Parking Improvements	350,000	350,000
3415	Improvements to the Parking Utility	100,000	100,000
3443; 3480	Work at Hudson Street Lot	595,000	595,000
		<u>\$ 2,048,615</u>	<u>\$ 2,048,615</u>

VILLAGE OF RIDGEWOOD
COUNTY OF BERGEN
2016
GENERAL FIXED ASSETS ACCOUNT GROUP

VILLAGE OF RIDGEWOOD
GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF GENERAL FIXED ASSETS

	December 31,	
	2016	2015
<u>ASSETS</u>		
Land	\$ 127,410,600	\$ 127,410,600
Buildings and Building Improvements	27,820,493	27,727,991
Machinery and Equipment	31,170,559	28,949,634
 TOTAL ASSETS	 \$ 186,401,652	 \$ 184,088,225
 <u>RESERVES</u>		
Reserve for Fixed Assets	\$ 186,401,652	\$ 184,088,225
 TOTAL RESERVES	 \$ 186,401,652	 \$ 184,088,225

VILLAGE OF RIDGEWOOD
GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS

	Balance December, 2015	Additions	Balance December, 2016
	<hr/>	<hr/>	<hr/>
Land	\$ 127,410,600		\$ 127,410,600
Buildings and Building Improvements	27,727,991	\$ 92,502	27,820,493
Machinery and Equipment	28,949,634	2,220,925	31,170,559
	<hr/>	<hr/>	<hr/>
	\$ 184,088,225	\$ 2,313,427	\$ 186,401,652
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

STATISTICAL SECTION
(Unaudited)

VILLAGE OF RIDGEWOOD
 GOVERNMENTAL FUND EXPENDITURES BY FUNCTION
 LAST TEN YEARS
 UNAUDITED

EXPENDITURES	Year Ended December 31,									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Current Fund:										
General Government	\$ 9,914,311	\$ 10,305,502	\$ 12,148,449	\$ 12,249,099	\$ 8,844,371	\$ 11,196,821	\$ 12,100,085	\$ 16,118,679	\$ 15,921,383	\$ 16,833,364
Public Safety	10,363,861	10,653,554	10,808,784	11,192,509	12,299,248	12,021,395	14,060,830	12,331,802	12,357,087	12,507,853
Public Works	7,232,984	6,592,886	6,956,021	6,597,661	8,932,161	7,070,255	6,483,918	4,973,544	4,621,257	4,427,988
Health and Welfare	394,712	407,742	376,951	320,727	293,428	315,540	297,472	307,109	300,168	283,424
Recreation and Education	753,282	1,592,761	644,385	1,593,217	3,753,787	3,697,491	1,404,160	1,484,690	1,377,018	1,458,447
Deferred Charges and Statutory Expenditures	2,441,503	3,761,581	3,937,607	4,633,942	5,648,561	5,738,548	5,211,798	4,689,148	4,547,758	4,576,710
State and Federal Grants	433,695	222,092	234,144	653,105	264,027	304,443	175,647			
Capital Improvements	344,829	1,229,139	1,073,425	178,471	12,200	10,000	140,000	140,000	157,000	157,000
Debt Service	3,354,775	3,854,959	3,624,142	3,637,914	4,214,379	4,042,378	3,842,935	4,523,143	4,920,185	4,843,607
Reserve for Uncollected Taxes	1,095,964	1,150,073	1,254,458	1,314,907	1,441,486	1,624,288	1,624,422	1,375,649	1,375,649	1,375,649
Current Fund Budget Totals	<u>36,329,916</u>	<u>39,770,289</u>	<u>41,058,366</u>	<u>42,371,552</u>	<u>45,703,648</u>	<u>46,021,159</u>	<u>45,341,267</u>	<u>45,943,764</u>	<u>45,577,505</u>	<u>46,464,042</u>
Water Utility Operating Fund:										
Operating	7,492,655	8,212,208	8,394,901	7,916,770	7,969,465	7,672,602	7,334,720	7,952,013	8,090,142	9,428,454
Debt Service	2,364,291	2,678,998	2,546,249	2,597,639	2,859,533	2,510,443	2,105,676	2,608,252	1,992,495	3,290,088
Deferred Charges and Statutory Expenditures	348,332	608,004	511,120	1,935,255	1,283,468	540,922	609,543	542,484	560,000	727,762
Capital Improvements	3,133	13,339	133,269	143,500	167,000	290,000	589,621	599,500	516,171	1,820,900
Budgeted Fund Balance						546,320	578,457	593,613	590,496	783,101
Water Utility Operating Fund Budget Totals	<u>10,208,411</u>	<u>11,512,549</u>	<u>11,585,539</u>	<u>12,593,164</u>	<u>12,279,466</u>	<u>11,560,287</u>	<u>11,218,017</u>	<u>12,295,862</u>	<u>11,749,304</u>	<u>16,050,305</u>
Parking Utility Operating Fund:										
Operating	660,284	676,627	688,962	693,193	739,521	742,850	736,433	738,700	924,129	1,080,529
Debt Service	131,229	108,438	118,863	67,353	45,425	40,144	83,722	46,912	53,106	187,715
Deferred Charges and Statutory Expenditures	91,205	133,977	157,842	351,813	117,427	75,773	71,714	77,079	73,153	74,543
Capital Improvements		50,000	35,000	1,000	1,000	1,000	1,000	1,000	1,000	10,000
Budgeted Fund Balance								135,000	250,000	450,000
Parking Utility Operating Fund Budget Totals	<u>882,718</u>	<u>969,042</u>	<u>1,000,667</u>	<u>1,113,359</u>	<u>903,373</u>	<u>859,767</u>	<u>892,869</u>	<u>998,691</u>	<u>1,301,388</u>	<u>1,802,787</u>
TOTAL EXPENDITURES	<u>\$ 47,421,045</u>	<u>\$ 52,251,880</u>	<u>\$ 53,644,572</u>	<u>\$ 56,078,075</u>	<u>\$ 58,886,487</u>	<u>\$ 58,441,213</u>	<u>\$ 57,452,153</u>	<u>\$ 59,238,317</u>	<u>\$ 58,628,197</u>	<u>\$ 64,317,134</u>

Source: Village records.

VILLAGE OF RIDGEWOOD
 GOVERNMENTAL FUND REVENUE BY SOURCE
 LAST TEN YEARS
 UNAUDITED

REVENUE	Year Ended December 31,									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Current Fund:										
Receipts from Current Taxes	\$ 27,102,800	\$ 27,919,510	\$ 29,001,858	\$ 30,186,507	\$ 32,133,074	\$ 33,725,755	\$ 33,915,863	\$ 33,819,725	\$ 34,528,254	\$ 34,843,420
Receipts from Delinquent Taxes	602,934	657,052	875,195	890,118	963,219	941,295	749,734	886,736	700,599	688,515
Fees, Permits, Fines, and Licenses	1,737,206	1,752,705	1,799,943	2,784,101	3,684,779	3,857,044	4,566,324	7,933,409	7,997,827	8,015,988
State Aid	918,307	550,711	376,997	171,936	135,502	71,473	71,473	71,473		
State and Federal Grants	429,170	222,092	530,944	520,951	260,988	301,404	382,727	75,179	96,058	155,684
Energy Receipts Tax	1,883,286	1,990,278	2,062,353	1,695,386	1,731,820	1,795,849	1,795,849	1,795,849	1,867,322	1,867,322
Fund Balance Anticipated	2,613,518	3,371,000	3,100,000	2,606,710	2,670,000	2,567,129	2,950,000	2,982,000	3,032,000	3,300,000
Miscellaneous Revenue	2,881,140	3,581,173	4,593,976	3,662,502	3,299,578	2,960,553	2,159,293	80,036	298,714	345,806
Current Fund Budget Totals	38,168,361	40,044,521	42,341,266	42,518,211	44,878,960	46,220,502	46,591,263	47,644,407	48,520,774	49,216,735
Water Utility Operating Fund:										
Fund Balance Anticipated		668,268	1,543,275		175,000		300,000	594,000	645,420	2,173,167
Water Rents	9,805,961	9,858,364	8,984,425	8,984,000	10,961,634	10,925,000	12,018,520	13,921,652	13,687,362	14,168,323
Fire Hydrant Service	92,000	130,340	81,690	81,000	133,219	173,402	147,274	131,312	212,831	182,682
Miscellaneous Revenue	450,000	335,251	204,873	183,202	239,405	156,456	288,510	148,597	377,139	647,729
Increase in Water Rents				1,977,634	56,324	961,573				
Increase in Hydrant Rents				66,321						
Reserves					250,000					1,310,000
Water Capital Fund Balance				300,000	80,000					
Water Utility Operating Fund Budget Totals	10,347,961	10,992,223	10,814,263	11,592,157	11,895,582	12,216,431	12,754,304	14,795,561	14,922,752	18,481,901
Parking Utility Operating Fund:										
Fund Balance Anticipated	106,578	72,836	32,724						153,684	504,000
Parking Meter Fees	733,162	784,626	767,074	712,655	705,265	646,678	1,052,661	1,161,239	1,305,869	1,323,062
Interest on Investments	27,000	19,799	3,062	2,270	543	1,083	1,584	2,136	3,830	2,305
Miscellaneous Revenue								81,310	768,128	3,071
Parking Capital Fund Balance	22,091	13,500	19,980	42,000						
Operating Deficit - General Budget		100,671		308,359	189,173	154,267				
Parking Utility Operating Fund Budget Totals	888,832	991,432	822,840	1,065,284	894,981	802,028	1,054,245	1,244,685	2,231,511	1,832,438
TOTAL REVENUE	\$ 49,405,154	\$ 52,028,176	\$ 53,978,369	\$ 55,175,652	\$ 57,669,523	\$ 59,238,961	\$ 60,399,812	\$ 63,684,653	\$ 65,675,037	\$ 69,531,074

Source: Village records.

Table 3

VILLAGE OF RIDGEWOOD
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS
UNAUDITED

<u>Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Taxes Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Ratio of Total Tax Collections to Total Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Ratio of Delinquent Taxes to Total Tax Levy</u>
2007	\$ 111,226,353	\$ 110,494,590	99.34%	\$ 660,112	\$ 111,154,702	99.94%	\$ 707,189	0.64%
2008	116,134,231	115,026,839	99.04%	868,237	115,895,076	99.79%	937,193	0.81%
2009	120,478,825	119,378,365	99.08%	898,284	120,276,649	99.83%	967,129	0.80%
2010	126,434,009	125,038,024	98.89%	951,962	125,989,986	99.65%	1,032,816	0.82%
2011	130,488,772	128,895,911	98.77%	941,670	129,837,581	99.50%	1,034,651	0.79%
2012	133,839,843	132,459,568	98.96%	749,735	133,209,303	99.53%	855,887	0.64%
2013	135,038,077	133,056,899	98.53%	749,735	133,806,634	99.09%	905,951	0.67%
2014	137,031,046	136,226,560	99.41%	886,736	137,113,296	100.06%	706,469	0.52%
2015	140,449,848	139,674,690	99.44%	700,599	140,375,289	99.95%	688,738	0.49%
2016	143,389,420	142,514,103	99.38%	688,515	143,202,618	99.87%	760,640	0.53%

Source: Tax Collector.

Table 4

VILLAGE OF RIDGEWOOD
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS
UNAUDITED

<u>Year</u>	<u>Bergen County</u>	<u>County Open Space</u>	<u>Ridgewood School District</u>	<u>Ridgewood Village</u>	<u>Municipal Open Space</u>	<u>Total</u>
2007	\$ 0.283	\$ 0.016	\$ 1.831	\$ 0.655	\$ 0.005	\$ 2.790
2008 *	0.178	0.010	1.117	0.410	0.005	1.720
2009	0.185	0.110	1.165	0.426	0.005	1.891
2010	0.196	0.003	1.237	0.454	0.005	1.895
2011	0.199	0.003	1.268	0.481	0.005	1.956
2012	0.207	0.003	1.304	0.500	0.005	2.019
2013	0.236	0.003	1.535	0.578	0.004	2.356
2014	0.243	0.003	1.560	0.574	0.005	2.385
2015	0.257	0.003	1.587	0.581	0.005	2.433
2016	0.269	0.003	1.612	0.587	0.005	2.476

* - Revaluation year

Source: Tax Collector.

Table 5

VILLAGE OF RIDGEWOOD
ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY
LAST TEN YEARS
UNAUDITED

<u>Year</u>	<u>Net Assessed Valuation Taxable</u>	<u>Estimated Full Cash Valuations</u>	<u>Percent of Net Assessed to Estimated Full Cash Valuations</u>
2007	\$ 3,953,480,368	\$6,514,060,913	60.69%
2008 *	6,733,457,668	6,848,892,924	98.31%
2009	6,711,348,505	6,827,113,070	98.30%
2010	6,686,008,403	6,707,210,394	99.68%
2011	6,660,772,666	6,476,883,013	102.84%
2012	6,610,269,000	6,342,573,286	104.22%
2013	5,723,651,600	5,968,091,065	95.90%
2014	5,733,152,900	6,022,176,495	95.20%
2015	5,750,039,200	6,224,840,527	92.37%
2016	5,774,358,900	6,404,608,448	90.16%

* - Revaluation year

Source: Bergen County apportionment of taxes

Table 6

VILLAGE OF RIDGEWOOD
TEN LARGEST TAXPAYERS
FOR THE YEAR ENDED DECEMBER 31, 2016
UNAUDITED

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2016 Assessed Valuation</u>	<u>Percentage of Net Assessed Valuation</u>
1200 E Ridgewood Ave, LLC % Hartz Mtn.	Offices	\$ 23,000,000	0.40%
Milridge Realty, LLC	Retail	11,516,700	0.20%
LSREF4 Oak Manor, LLC	Apartments	9,705,700	0.17%
Ridgewood Mayflower Realty	Apartments	8,700,600	0.15%
257 Ridgewood Avenue, LLC	Retail/Offices	8,468,300	0.15%
Cameron Apartments	Apartments	8,167,200	0.14%
Lucerne-Ridgewood, LLC	Retail	8,080,000	0.14%
Pondview Medical Center of Ridgewood	Offices	8,063,800	0.14%
Kimco Ridgewood 615, Inc.	Retail (Whole Foods)	7,452,500	0.13%
Kew Management Corporation	Apartments	7,431,700	0.13%
Total		<u>\$ 100,586,500</u>	<u>1.75%</u>

Source: Tax Assessor

Table 7

VILLAGE OF RIDGEWOOD
COMPUTATION OF LEGAL DEBT MARGIN
DECEMBER 31, 2016
UNAUDITED

<u>Year Ended</u> <u>December 31,</u>	<u>Equalized</u> <u>Valuation Basis</u>	
2016	\$ 6,434,543,013	
2015	6,366,296,723	
2014	<u>6,195,324,076</u>	
	<u>\$18,996,163,812</u>	
Average equalized valuation of taxable property		<u>\$ 6,332,054,604</u>
Village borrowing margin (3.5% of \$6,332,054,604)	\$ 221,621,911	
Net debt as of December 31, 2016	<u>46,720,262</u>	
Village borrowing margin available	<u>\$ 174,901,649</u>	

Source: Equalized valuation bases were provided by the Annual report of the State of New Jersey, Department of Treasury, Division of Taxation for 2016, 2015, and 2014.

Table 8

VILLAGE OF RIDGEWOOD
RATIO OF NET GENERAL OBLIGATION DEBT
TO ASSESSED VALUE AND NET GENERAL OBLIGATION DEBT PER CAPITA
LAST TEN YEARS
UNAUDITED

Year	Population (1)	Assessed Value	Net General Obligation Debt	Ratio of Debt to Assessed Value	Net General Obligation Debt Per Capita
2007	24,122	\$ 3,953,480,368	\$ 43,376,365	1.10%	\$ 1,798
2008 **	24,102	6,733,457,668	53,816,823	0.80%	2,233
2009	24,181	6,711,348,505	54,048,734	0.81%	2,235
2010	25,000	6,686,008,403	58,316,022	0.87%	2,333
2011	25,160	6,660,772,666	45,196,741	0.68%	1,796
2012	25,258	6,610,269,000	48,249,143	0.73%	1,910
2013	25,380	5,723,651,600	48,400,491	0.85%	1,907
2014	25,473	5,733,152,900	45,375,176	0.79%	1,781
2015	25,621	5,750,039,200	45,109,642	0.78%	1,761
2016	25,621 *	5,774,358,900	46,720,262	0.81%	1,824

(1) Information provided by U.S. Bureau of the Census, Population Division.

* 2016 numbers not available, used 2015 as an estimate.

** Revaluation Year.

Source: Village Records

Table 9

VILLAGE OF RIDGEWOOD
RATIO OF DEBT SERVICE FOR BONDED DEBT
(INCLUDING BOND ANTICIPATION NOTES) TO GOVERNMENTAL EXPENDITURES
LAST TEN YEARS
UNAUDITED

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures</u>	<u>Ratio of Debt Service to General Governmental Expenditures</u>
2007	\$ 1,944,780	\$ 1,409,995	\$ 3,354,775	\$ 36,329,916	9.23%
2008	2,152,125	1,702,834	3,854,959	39,770,289	9.69%
2009	2,254,885	1,369,257	3,624,142	41,058,366	8.83%
2010	2,317,196	1,320,718	3,637,914	42,371,552	8.59%
2011	2,988,561	1,225,818	4,214,379	45,703,648	9.22%
2012	2,885,323	1,157,055	4,042,378	46,021,159	8.78%
2013	2,630,349	1,212,586	3,842,935	45,341,267	8.48%
2014	3,284,198	1,238,945	4,523,143	45,943,764	9.84%
2015	3,745,228	1,174,957	4,920,185	45,577,505	10.80%
2016	3,723,937	1,119,670	4,843,607	46,464,042	10.42%

Source: Village of Ridgewood Records

Table 10

VILLAGE OF RIDGEWOOD
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
UNAUDITED

<u>Year</u>	<u>Unemployment Rate (1) (2)</u>	<u>Per Capita Income (3) (4)</u>	<u>Population (5) (2)</u>
2007	2.30%	\$ 68,147	24,122
2008	3.00%	68,548	24,102
2009	5.50%	64,571	24,181
2010	5.70%	65,275	25,000
2011	5.60%	68,244	25,160
2012	5.90%	71,380	25,258
2013	5.30%	70,498	25,380
2014	4.00%	73,536	25,473
2015	3.50%	73,536	25,621
2016	3.50%	73,536	25,621

(1) Information provided by N.J. Department of Labor

(2) Information not available for 2016, used 2015 as an estimate

(3) Indicates County information from the U.S. Department of Commerce

(4) Information not available for 2016 or 2015, used 2014 as an estimate

(5) Information provided by U.S. Bureau of Census, Population Division

Source: Village of Ridgewood Records

Table 11

VILLAGE OF RIDGEWOOD
MISCELLANEOUS STATISTICS
DECEMBER 31, 2016
UNAUDITED

Date of Incorporation	1894
Form of Government	Council-Manager Plan B
Miles of Streets	
Paved	97
Unpaved	- 0 -
Sewers - Storm or Sanitary - Miles	134
Water - Wells	
Active	44
Inactive	8
Treatment Facilities	26
Customer Meters	20,611
Parking Lots	
Municipal - Metered	9
Attended Lots	- 0 -
Number of Meters (includes Street Meters)	1,126

<u>Parks</u>	<u>Area</u>	<u>Facilities</u>
Leuning Park	1.63 acres	Passive Park
Gypsy Pond	2.41 acres	Undeveloped Landscape
Kings Pond Park	27.36 acres	Undeveloped Landscape
North Monroe Tennis Courts	2.00 acres	2 Tennis Courts
Bellair Tennis Courts	1.79 acres	3 Tennis Courts
Glen Ave Tennis Courts	.28 acres	2 Tennis Courts
Somerville Tennis Courts	.66 acres	3 Tennis Courts
Graydon Park	7.64 acres	Swimming & Skating
		Roller Hockey Rink, Skate Park
		Basketball Courts
		Picnic Tables & BBQ Grills, Pavilion
Twinney Pond	3.47 acres	Strolling Path, Pond (ice skating)
Van Neste Park	1.67 acres	Strolling Path, Gardens, Monuments
Citizens Park	5.00 acres	Softball Diamond, Multi-Purpose Field
Maple Park	12.12 acres	Recreation Office, 2 Softball Diamonds, Multi-Purpose Field
Pleasant Park	17.84 acres	2 Baseball Diamonds, 1 Basketball Court
		Nature Trails, Soccer/Lacrosse Field
Veterans Field	13.84 acres	Band Shell, 4 Baseball Diamonds, 1/2 mile jogging track
		1 Diamond, Multi-Purpose Field
Habernickel Family Park	9.92 acres	Open Space - 1 multi-purpose field, Baseball Diamond, Meadow Pond
Grove Street Park	32.18 acres	Wildscape Area
Dunham Trail	1.75 acres	Undeveloped Landscape
Ho-Ho-Kus Brook, North	3.37 acres	Undeveloped Landscape
Ho-Ho-Kus Brook, South	12.94 acres	Undeveloped Landscape
North Road Park	2.26 acres	Undeveloped Landscape
Schedler Property	6.72 acres	Undeveloped Landscape

Source - Various Village offices and servicing entities

SINGLE AUDIT SECTION

VILLAGE OF RIDGEWOOD
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2016

Federal Funding Department	Program	CFDA #	State Program Account #	Grant Award	Grant Receipts	Grant Period		Expenditures	MEMO	Amounts Provided to Subrecipients
						From	To		Cumulative Total Expenditures	
US Department of Transportation: Passed through NJ Department of Law and Public Safety	Drive Sober or Get Pulled Over	20.616	100-066-1160-157-DHTS		\$ 3,683	01/01/16	12/31/17			
					<u>3,683</u>					
US Department of Homeland Security: Passed through NJ Department of Law and Public Safety	Operations and Firefighter Safety Program - Assistance to Firefighters Grants Disaster Grants - Public Assistance - F.E.M.A. Hurricane Irene F.E.M.A. October Snow Storm	97.044 97.036	N/A 100-066-1200-A70-NJSP 100-066-1200-A77-NJSP	\$ 37,791 631,107 307,144	 3,626 117,652	01/01/15 08/26/11 10/29/11	12/31/17 12/31/11 12/31/11	\$ 32,003 3,626 * 117,652 *	\$ 29,919 631,107 307,144	
					<u>121,278</u>			<u>121,278</u>	<u>938,251</u>	
					<u>121,278</u>			<u>153,281</u>	<u>968,170</u>	
Total US Department of Homeland Security										
US Department of Housing & Urban Development: Passed through Bergen County Office of Community Development	Community Development Block Grant: Graydon Pool Sloped Entry	14.218	N/A	35,000	9,233	01/01/15	12/31/16		35,000	
					<u>9,233</u>			<u>- 0 -</u>	<u>35,000</u>	<u>- 0 -</u>
Total US Department of Housing & Urban Development										
TOTAL FEDERAL AWARDS					<u>\$ 134,194</u>			<u>\$ 153,281</u>	<u>\$ 1,003,170</u>	<u>\$ -0-</u>

* - Expended in Prior Year(s)
N/A - Not Available/Applicable.

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

VILLAGE OF RIDGEWOOD
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2016

State Funding Department	State Program	State Grant Account #	Grant Award	Grant Receipts	Grant Period		Expenditures	MEMO
					From	To		Cumulative Total Expenditures
Department of Law & Public Safety	Drunk Driving Enforcement Fund	100-078-6400-260-YYYY	\$ 7,475	\$ -0-	01/01/15	12/31/17	\$ 1,735	\$ 1,735
	Body Armor Replacement Fund	718-066-1020-001-6120	3,969		01/01/11	12/31/16	24	3,969
			4,127		01/01/14	12/31/17	913	913
			4,204		01/01/15	12/31/16	4,204	4,204
			3,199		01/01/15	12/31/17	1	1
			4,029	4,029	01/01/16	12/31/17		
Total Department of Law and Public Safety			4,029				5,142	9,087
Department of Environmental Protection	Clean Communities Program	765-042-4900-004-6020	47,597		01/01/15	12/31/16	47,597	47,597
			54,420	54,420	01/01/16	12/31/17		
	2003 State Flood Control Projects: Ho-Ho-Kus Brook Desnagging			100,000	100,000	01/01/15	12/31/16	100,000
Total Department of Environmental Protection				154,420			147,597	147,597
Department of Health & Senior Services	Alcohol Education, Rehabilitation and Enforcement Fund (Trust)	760-046-4240-001-040000	2,111		01/01/13	12/31/17	700	1,743
			423	423	01/01/16	12/31/17		
Total Department of Health and Senior Services				423			700	1,743
Department of Treasury:								
Passed through the County of Bergen	Governor's Council on Alcoholism & Drug Abuse - Municipal Alliance Program	100-082-2000-044-995120	11,677	966	07/01/15	06/30/16	4,791	11,677
			11,677		07/01/16	06/30/17	4,223	4,223
				966			9,014	15,900
Total Department of Treasury				966			9,014	15,900

VILLAGE OF RIDGEWOOD
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2016
 (Continued)

State Funding Department	State Program	State Grant Account #	Grant Award	Grant Receipts	Grant Period		Expenditures	Memo
					From	To		Cumulative Total Expenditures
Department of Transportation	NJ Transportation Trust Fund Authority Act - Municipal Aid:	480-078-6320- 156-601385						
	Garber and Wilsey Squares		\$ 146,500	\$ 36,625	01/01/13	12/31/16	\$ 36,625	\$ 146,500
	South Van Dien Avenue			150,000	01/01/10	12/31/16	37,500	150,000
	Morningside Road			149,000	01/01/16	12/31/16	149,000	149,000
				<u>74,125</u>			<u>223,125</u>	<u>594,500</u>
	Total Department of Transportation			<u>74,125</u>			<u>223,125</u>	<u>594,500</u>
TOTAL STATE AWARDS				<u>\$ 233,963</u>			<u>\$ 387,313</u>	<u>\$ 770,562</u>

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

VILLAGE OF RIDGEWOOD
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2016

A. BASIS OF PRESENTATION

The accompanying Schedules of Expenditures of Federal and State Awards (the "Schedules") include the federal and state grant activity of the Village of Ridgewood under programs of the federal and state governments for the year ended December 31, 2016. The information in these schedules is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the Village of Ridgewood, they are not intended to and do not present the financial position, changes in fund balance or cash flows of the Village of Ridgewood.

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying Schedules of Expenditures of Federal and State Awards are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through identifying numbers are presented where available. The Village has elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

C. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

D. STATE LOANS OUTSTANDING

The Village has the following loans outstanding as of December 31, 2016:

NJEIT Loan #1	\$ 4,984,035
NJEIT Loan #2	<u>1,171,238</u>
	<u>\$ 6,155,273</u>

The Village is in the process of repaying these NJ Environmental Infrastructure Trust (NJEIT) loans. There were no loan receipts or expenditures in the current year and the General Capital projects related to these loans are complete.

Report on Internal Control Over Financial Reporting and
Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
Ridgewood, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements - *regulatory basis* - of the various funds of the Village of Ridgewood, in the County of Bergen (the "Village") as of, and for the years ended, December 31, 2016, and the related notes to the financial statements and have issued our report thereon dated September 20, 2017. These financial statements have been prepared in accordance with accounting practices prescribed or permitted by the Division to demonstrate compliance with the Division's regulatory basis of accounting, and the budget laws of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village'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 Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Village'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 the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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. We did identify a deficiency in internal controls, described in the accompanying Schedule of Findings and Responses as Finding 2016-01 that we consider to be a significant deficiency.

The Honorable Mayor and Members
of the Village Council
Village of Ridgewood
Page 2

Compliance and Other Matters

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

The Village's Response to the Finding

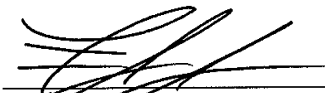
The Village's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Responses. The Village's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 Village'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 Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mount Arlington, New Jersey
September 20, 2017


NISIVOCCIA LLP



Francis J. Jones
Certified Public Accountant
Registered Municipal Accountant No. 442

VILLAGE OF RIDGEWOOD
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED DECEMBER 31, 2016

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the Village's financial statements, prepared in accordance with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey.
- A significant deficiency was disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*. No material weaknesses are reported.
- No instances of noncompliance material to the financial statements of the Village which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- The Village was not subject to the single audit provisions of the Uniform Guidance and New Jersey's OMB Circular 15-08 for the year ended December 31, 2016 as both state and federal grant expenditures were less than the single audit thresholds of \$750,000 identified in the Uniform Guidance and NJOMB 15-08.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit disclosed the following significant deficiency required to be reported under Generally Accepted Government Auditing Standards:

Finding 2016-01

Segregation of Duties

The Village does not maintain an adequate segregation of duties with respect to the recording and treasury functions. Segregation of duties refers to separating those functions that place too much control over a transaction or class of transactions that would enable a person to perpetuate errors and prevent detection within a reasonable period of time. The various departments/offices of the Village are responsible for the issuance of permits and licenses; collection of taxes, and permit and license fees; and recording of these collections. This is due, in part, to the limited number of personnel of the Village and the decentralized nature of governmental collection procedures. Accordingly, management and the Village Council should be aware of this situation and realize that the concentration of duties and responsibilities in a limited number of individuals is not desirable from a control point of view.

The Village has undertaken a program to review and evaluate internal controls of the various departments on a planned schedule. Three of the departments have already been reviewed and changes to improve internal controls have been implemented.

VILLAGE OF RIDGEWOOD
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED DECEMBER 31, 2016
(Continued)

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards: (Cont'd)

Finding 2016-01 (Cont'd)

Management's Response

Management continues to strengthen internal controls in various outside departments. Spatial Data Logic, a software program designed to enhance government operations, has been implemented in the Building and Health Departments. This program strengthens the record-keeping function by providing the users with more accurate and timely financial information which is used to reconcile monthly reporting with the Finance Department. The Village Clerk and the Engineering Department are scheduled for implementation in the fall. Management continues to engage its external auditors to conduct detailed internal process control reviews in several departments (Building, Fleet, Parking and Graydon Pool) to identify any areas of internal control weaknesses and recommendations for improvements.

Findings and Questioned Costs for Federal Awards:

- Not applicable since federal expenditures were below the single audit threshold.

Findings and Questioned Costs for State Awards:

- Not applicable since state expenditures were below the single audit threshold.

VILLAGE OF RIDGEWOOD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2016

The Village’s prior year finding regarding segregation of duties was not fully resolved in 2016 and is included on the Schedule of Findings and Responses for the year ended December 31, 2016.

**COMMENTS AND RECOMMENDATIONS
SECTION**

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS

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

N.J.S. 40A:11-3 states:

a. " When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution, as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. of section 9 of P.L. 1071, c.198 (C.40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to \$25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.

b. Any contract made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to subparagraph (i) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, c.198 (C.40A: 11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.

c. The Governor, in consultation with the Department of the Treasury, shall, no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L.1999, c.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L.1971, c.198 (C.40A11-2), and shall round the adjustment to the nearest \$1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. The adjustment shall become effective on July 1 of the year in which it is made."

N.J.S. 40A: 11-4 states: "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder."

Effective July 1, 2015 and thereafter, the bid threshold in accordance with N.J.S.A. 40A:11-3 and 40A:11-4 (as amended) is \$17,500, and with a qualified purchasing agent the threshold may be up to \$40,000.

In 2016, the Village appointed a qualified purchasing agent and approved raising the bid threshold to \$40,000.

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS
(Continued)

Contracts and Agreements Required to be Advertised for N.J.S. 40A:11-4 (Cont'd)

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

The minutes indicated that bids were requested by public advertising per N.J.S. 40A:11-4. The minutes also indicated that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" or "Extraordinary Unspecifiable Services" in accordance with N.J.S. 40A:11-5.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed. None were noted.

Collection of Interest on Delinquent Taxes, Sewer Fees, Assessments and Water Rents

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. In 2016, the governing body adopted resolutions authorizing interest to be charged on delinquent taxes, sewer fees, assessments and water rents including the following:

BE IT RESOLVED by the Mayor and Council of the Village of Ridgewood, County of Bergen, and State of New Jersey, that the rate of interest on unpaid taxes, sewer fees, assessments and water rents shall be eight percent (8%) per annum on the first One Thousand Five Hundred (\$1,500) Dollars of delinquency and 18 percent (18%) per annum on any amount of delinquency in excess of One Thousand Five Hundred (\$1,500) Dollars to be calculated from the date payable until the date of actual payment, provided that no interest shall be charged if payment is made within ten (10) days of the due date for taxes and assessments and within thirty (30) days following the billing date for sewer fees and water rents; and

BE IT FURTHER RESOLVED, that in addition to the interest provided above, on all delinquencies of taxes, sewer fees, assessments and water rents in excess of Ten Thousand (\$10,000) Dollars and which are not paid prior to the end of the year; the Tax Collector shall also collect a penalty of six percent (6%) of the amount of the delinquency in addition to the interest herein above provided.

It appears from a test examination of the Collector's records that interest was generally collected in accordance with the foregoing resolution, with the exception of sewer fees.

Interest collected on delinquent sewer fees paid subsequent to a month's end is only being calculated through the end of the previous month. As the total difference in the interest calculations was approximately \$500 and the Village is working with the vendor, Computil, to modify the calculation of interest, a formal recommendation is judged to be unnecessary at this time.

Delinquent Taxes and Tax Title Liens

A tax sale was held during the year ended December 31, 2016. All eligible properties were included in the sale.

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS
(Continued)

Delinquent Taxes and Tax Title Liens (Cont'd)

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

<u>Year</u>	<u>Number of Liens</u>
2016	1
2015	7
2014	6

Verification of Delinquent Taxes and Other Charges

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices as follows:

<u>Type</u>	<u>Number Mailed</u>
Payments of 2016 Taxes	20
Payments of 2017 Taxes	20
Delinquent Taxes	15
Payments of Water Utility Charges	10
Delinquent Water Utility Charges	10

Verification notices were mailed to confirm balances as of December 31, 2016. The items that were returned were checked and in agreement with the Village's records. For items not returned, alternative procedures were performed, as appropriate.

New Jersey Administrative Code Accounting Requirements

The Division of Local Government Services has established three (3) accounting requirements which are prescribed in the New Jersey Administrative Code. They are as follows:

1. Maintenance of an encumbrance accounting system.
2. Fixed asset accounting and reporting system.
3. General ledger accounting and recording system.

The Village is in compliance with the New Jersey Administrative Code accounting requirements at December 31, 2016.

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS
(Continued)

Municipal Court

The transactions for the year 2016 were as follows:

RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED DECEMBER 31, 2016

	Balance Dec. 31, 2015	Receipts	Disbursements	Balance Dec. 31, 2016
State of New Jersey	\$ 13,386	\$ 248,412	\$ 239,834	\$ 21,964
County	3,418	48,412	47,605	4,225
Municipality:				
Fines and Fees	24,531	413,769	385,449	52,851
Interest:				
Regular Account	9	135	129	15
Bail Account	1	7	8	
Parking Offense Adjudication Act	404	6,390	6,138	656
Public Defender		800	800	
Fire Fees		110		110
Restitution	716		716	
Weights and Measures		2,300	2,300	
Cash Bail	2,878	23,985	24,213	2,650
	<u>\$ 45,343</u>	<u>\$ 744,320</u>	<u>\$ 707,192</u>	<u>\$ 82,471</u>

During our review of the Municipal Court records, we noted that the December 2016 monthly fee collections were not turned over to the appropriate agencies by the 15th of the following month.

It is recommended that Municipal Court fees collected are turned over to the appropriate agencies by the 15th of the following month, as per state statute.

Management's Response:

Due to an oversight, fees collected for the month of December 2016 were not turned over timely. Fees collected for the other eleven months were turned over to the appropriate agencies by the 15th of the following month in accordance with state statute.

Current Fund

The prepaid tax and tax overpayment balances on the Current Fund balance sheet did not reflect tax appeals applied to 2017 taxes and current year overpayments, respectively.

It is recommended that, in the future, greater care be exercised to ensure activity in the tax collector's accounts with regard to prepaid tax and tax overpayment balances is properly reflected on the Current Fund balance sheet.

Management's Response:

Greater care will be exercised to ensure activity in the tax collector's accounts with regard to prepaid tax and tax overpayment balances is properly reflected on the Current Fund balance sheet.

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS
(Continued)

Grants Receivable and Appropriated Grant Reserves

During our review of the Federal and State Grant and General Capital Funds we noted the following:

The Federal and State Grant Fund Schedules of Grants Receivable and Appropriated Reserves include a few grants receivable and appropriated reserve balances from prior years and the General Capital Fund has some grants receivable from prior years related to ordinances which have not been collected.

It is suggested that the Village continue to review grants receivable and appropriated reserve balances from prior years for continued recognition and appropriate action be taken, if necessary. As the Village implemented a formal process to review grants and grant activity, a formal recommendation is judged to be unnecessary at this time.

Animal Control Fund

During our review of the Animal Control Fund, we noted that the monthly reports submitted to the State Treasurer for dog license fees collected were not reconciled to the monthly collections for dog license fees and the dog tags remaining on hand during the earlier months of the year. However, dog license fees collected were reconciled to the monthly collections for dog license fees and the dog tags remaining on hand during the months following the 2015 audit recommendation. As there was significant improvement since the prior year, a formal recommendation is judged to be unnecessary at this time.

The balance sheet of the Animal Control Fund includes an interfund payable to the Current Fund for animal control statutory excess. It is suggested that the Village consider the possibility of allocating additional eligible expenses to the Animal Control Fund as there have been substantial statutory excess balances in recent years.

Capital Funds

There are ordinances in the General Capital and Parking Utility Capital Funds over five years old with deficit cash balances as of December 31, 2016, including some where the projects appear to be complete and payments made from cash not provided by the particular ordinances with unfinanced costs. This situation arises when expenditures are made from an ordinance without the related debt being issued. In addition, various older ordinances in the General Capital and Utility Capital Funds appear to be complete and have unexpended balances.

It is recommended that future budgets include additional funding for ordinances over five years old with deficit cash balances or the authorized debt be issued to finance the cash deficits and, although significant progress was made, that all older unexpended ordinances continue to be reviewed for possible cancellation.

Management's Response

Annually, the Village reviews all Capital Fund Ordinances. As a result, in 2016, numerous unexpended balances were canceled. The Village will continue to review older unexpended ordinance balances for possible cancellations and include funding in future budgets for ordinances over five years old with deficit cash balances.

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS
(Continued)

Capital Funds (Cont'd)

The Village issued refunding bonds in 2016 with regard its General Capital and Water Utility Capital Funds' bonds of 2007. However, the December 2016 interest payment on the 2007 bonds refunded was not adjusted and an overpayment occurred. As a result, a budget transfer was made in the Water Utility Operating Fund and allocations of interest charges to the fund balances of the General Capital and Water Utility Capital Funds were made. In addition, the general ledgers for the General Capital and Water Utility Capital Funds were not fully updated to reflect the actual debt authorized but not issued as of December 31, 2016 and a Water Utility Capital Fund ordinance was inadvertently charged for Water Utility Capital Fund bond anticipation notes that matured and were paid by 2016 bond funds.

It is recommended that, in the future, greater care be exercised with regard to the remittance of bond interest and the recording of debt activity in the General Capital and Water Utility Capital Funds.

Management's Response

Greater care will be exercised with regard to remitting bond interest payments and the recording of debt activity in the General Capital and Water Utility Capital Funds.

The general ledgers of the Utility Capital Funds were not fully updated to reflect changes between Fixed Capital and Fixed Capital Authorized and Uncompleted and Reserve for Amortization and Deferred Reserve for Amortization.

It is recommended that, in the future, greater care be exercised to ensure that the general ledgers for the Utility Capital Funds are currently maintained to reflect changes between Fixed Capital and Fixed Capital Authorized and Uncompleted and Reserve for Amortization and Deferred Reserve for Amortization.

Management's Response

Greater care will be exercised to ensure that the general ledgers for the Utility Capital Funds are currently maintained to reflect changes between Fixed Capital and Fixed Capital Authorized and Uncompleted and Reserve for Amortization and Deferred Reserve for Amortization.

Outside Offices

During the review of the outside offices records, it was noted that, although the offices utilize prenumbered receipts, they are not all maintaining a cashbook for monies received as revenue. Currently, the Construction, Board of Health, Police, Fire Official and Engineering Departments maintain cashbooks and the Construction, Board of Health and Engineering Departments prepare monthly receipt reports, however, the cashbooks and/or monthly reports are not reconciled to the Finance Department's records.

It is recommended that all offices collecting funds maintain cashbooks for monies received and monthly receipt reports be prepared and submitted to the Finance Department for reconciliation with the Finance Department's records.

Management's Response:

The use of Spatial Data Logic ("SDL") has been incorporated in the Building and Health Departments. This will provide the foundation to support the recording of financial transactions. The Village Clerk and the Engineering Department are scheduled for implementation in the fall. In addition, Finance will set up an Excel spreadsheet by department on a share server to account for each day's collections. This will then be used to reconcile collections to Finance's records.

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS
(Continued)

Payroll Fund

The bank reconciliations for the Net Payroll and Payroll Agency Funds contain some reconciling items which require further review and investigation for their proper disposition. As there was significant improvement since the prior year, a formal recommendation is judged to be unnecessary at this time.

Water Utility Fund

The Water Utility Fund utilizes an outside service organization for water billings. Currently, the accounts receivable and overpayment balances are not reviewed and reconciled on a monthly basis by the Village.

It is recommended that the Village review and reconcile the Water Utility Fund billing, accounts receivable and overpayment balances on a monthly basis and that any unusual and inactive account balances be investigated for proper disposition in a timely manner.

Management's Response

Outstanding receivables and overpayments are reviewed monthly for propriety and any required adjustments to accounts for refunds, bounced checks, failed ACH transfers, etc. are coordinated with the tax collector on a timely basis.

The Village made expenditures directly against the capital improvement fund budget line and the remaining balance was then transferred to the Water Utility Capital Fund. As these expenditures were made after consultation with a State of New Jersey Division of Local Government Services employee who has since departed and the Village is now aware that the capital improvement fund budget line may only be utilized for transfer to the capital fund for the funding of ordinances or, with prior Council resolution, for preliminary expenses, a formal recommendation is judged to be unnecessary at this time.

Encumbrances

The balance sheets of the Current Fund (Regular and Grant) and all Capital Funds include encumbrances from prior years.

It is recommended that encumbrance balances in the Current Fund and all Capital Funds be reviewed for continued recognition and possible cancellation.

Management's Response

Encumbrances are reviewed timely. Management has determined that prior year balances are appropriate and no cancellations are required.

Corrective Action Plan

The Village has initiated a corrective action plan to resolve comments and recommendations from the 2015 audit report. Prior year recommendations 2, 5 and 7, regarding monthly reports to the State Treasurer for dog license fees, retirement compensation, and Type 2 SOC I (Service Organization Control) report, respectively, were resolved in 2016. Prior year recommendations 1, 3, 4, and 6 were not resolved and are repeated in the 2016 report as recommendations 1, 3, 6 and 7, respectively.

VILLAGE OF RIDGEWOOD
COMMENTS AND RECOMMENDATIONS
(Continued)

Management Suggestions

The Village government's greatest asset is its people. Their knowledge, skills and expertise have been accumulated over a period of time through formal training and varied professional experience. The Village should consider utilizing their existing personnel to develop an operating manual for the Village. Such a manual could document Village policy, process, and position descriptions for each of the Village's functions. The manual, once developed, could be used to acclimate new personnel into their roles within the Village's operations and permit them to function at a higher level within a shorter period of time. This manual could be developed over a period of time, possibly identifying critical operations and those in which turnover is expected to occur to be prepared sooner than other operations.

Governmental Accounting Standards Board Statements

The next Governmental Accounting Standards Board ("GASB") statement which will have a significant impact on the Village will be GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, will be effective for calendar year ending December 31, 2018. This standard replaces GASB No. 45, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. It is similar to GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* in that successful implementation of this standard will require the provision of certain key financial and non-financial information from the State of New Jersey.

VILLAGE OF RIDGEWOOD
SUMMARY OF RECOMMENDATIONS

It is recommended that:

1. Municipal Court fees collected are turned over to the appropriate agencies by the 15th of the following month, as per state statute.
2. In the future, greater care be exercised to ensure activity in the tax collector's accounts with regard to prepaid tax and tax overpayment balances is properly reflected on the Current Fund balance sheet.
3. Future budgets include additional funding for ordinances over five years old with deficit cash balances or the authorized debt be issued to finance the cash deficits and, although significant progress was made, that all older unexpended ordinances continue to be reviewed for possible cancellation.
4. In the future, greater care be exercised with regard to the remittance of bond interest and the recording of debt activity in the General Capital and Water Utility Capital Funds.
5. In the future, greater care be exercised to ensure that the general ledgers for the Utility Capital Funds are currently maintained to reflect changes between Fixed Capital and Fixed Capital Authorized and Uncompleted and Reserve for Amortization and Deferred Reserve for Amortization.
6. All offices/departments maintain cashbooks for monies and monthly receipt reports be prepared and submitted to the Finance Department for reconciliation with the Finance Department's records.
7. The Village review and reconcile the Water Utility Fund billing, accounts receivable and overpayment balances on a monthly basis and that any unusual and inactive account balances be investigated for proper disposition in a timely manner.
8. Encumbrance balances in the Current and all Capital Funds be reviewed for continued recognition and possible cancellation.