

VILLAGE  
OF  
RIDGEWOOD

Village of Ridgewood  
County of Bergen  
Ridgewood, New Jersey

Comprehensive Annual Financial Report  
For the Year Ended December 31, 2015

Comprehensive Annual  
Financial Report

of the

VILLAGE OF RIDGEWOOD

Ridgewood, New Jersey

YEAR ENDED DECEMBER 31, 2015

Prepared by

Village of Ridgewood  
Finance Department

**INTRODUCTORY SECTION**

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# Village of Ridgewood

131 North Maple Avenue

Ridgewood, New Jersey 07450

June 17, 2016

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

Dear Board Members:

The comprehensive annual financial report of the Village of Ridgewood (the "Village") for the year ended December 31, 2015, 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, 2015 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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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 2015, the average assessed value of the residential property was \$690,662. Residential property comprises 89.37% 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  
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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 programs for residents; and, All City Management Services to furnish and deliver crossing guard services for all Village school posts for the Village Police Department.

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### Property Taxes

A historical perspective of the apportionment of tax levies for local, school and county taxes follows. In 2015, 65.0% of the total tax levy was directed to the Board of Education, 10.7% to the County of Bergen, and 24.3% 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: Consistent with the 2013 Bond Sale rating, the Village recently affirmed their "AAA" rating from Standard and Poor's for the upcoming 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, 2015, the Village had bonded debt of \$37,592,000, consisting of \$22,092,000 General Capital Bonds and \$15,500,000 Water Capital Bonds. The Village also has temporary debt in General Capital, Water Capital and Parking Capital of \$7,269,350, \$1,675,000 and \$186,000, respectively in the form of bond anticipation notes. The Village also has \$7,209,210 in a loan from the New Jersey Environmental Infrastructure Trust Loan Program (NJEIT). In addition, the Village has unissued General Capital, Water Capital and Parking Capital debt of \$8,813,393, \$5,616,200 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  
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**SURPLUS POLICY:** After careful consideration the Mayor and Council has determined that the fund balance on January 1 of any given year should be between 10 percent and 15 percent of the previous year's operating budget net of non-cap operations, grants, capital, debt service, deferred charges and the reserve for uncollected taxes. Council established an appropriate strategy if the fund balance drops below the 10 percent minimum or exceeds the 15 percent maximum. "If the fund balance drops below the 10 percent minimum, the Governing Body shall take such action, aided by an economic plan developed by the Chief Financial Officer and Village Manager to restore the fund to the acceptable level within two (2) years. If the fund balance exceeds the 15 percent maximum of the previous year's operating budget, the portion over the ceiling limit shall be added to the amount of surplus anticipated in the current fund budget and specifically earmarked to reduce short-term debt over the amount that would have been appropriated and/or to increase the expenditure for the Capital Improvement Fund over the amount that would have otherwise been appropriated and /or to increase expenditures to various trust and reserve accounts to ensure they are adequately funded."

**PURCHASING:** The Village Council established the position of and criteria for a Qualified Purchasing Agent who has the authority, responsibility and overall accountability for the oversight of purchasing activity pursuant to the Local Public Contracts Law. The appointment allows the maximum bid threshold to be increased to \$40,000 pursuant to Local Finance Notice 2015-20.

**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, 2015, 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 2014</u>	<u>Percent of Increase/ (Decrease)</u>
Fund Balance Anticipated	\$ 3,831,104	2.19%	\$ 255,104	7.13%
Utility Rents	13,687,362	7.83%	(234,290)	-1.68%
Miscellaneous Revenue	10,443,370	5.97%	204,105	1.99%
Receipts from Delinquent Taxes	700,599	0.40%	(186,137)	-20.99%
Parking Fees	1,305,869	0.75%	144,630	12.45%
Amount to be Raised by Taxes for Support of Municipal Budget: Local Tax for Municipal Purposes, Including Reserve for Uncollected Taxes	34,528,254	19.75%	708,529	2.10%
Municipal Budget Totals - Revenue	64,496,558	36.89%	891,941	1.40%
Nonbudget Revenue	1,178,479	0.67%	1,098,443	1372.44%
Other Credits to Income	2,666,380	1.52%	88,386	3.43%
Taxes Allocated to Schools, County and Open Space Trust	106,522,085	60.92%	2,739,601	2.64%
<b>Total</b>	<b>\$ 174,863,502</b>	<b>100.00%</b>	<b>\$ 4,818,371</b>	

The Honorable Mayor and Members  
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The slight increase 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 2015. 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 following schedule presents a summary of current fund and utility operating funds expenditures for the fiscal year ended December 31, 2015 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 2014</u>	<u>Percent of Increase/ (Decrease)</u>
Current:				
General Government	\$ 16,639,349	9.94%	\$ 520,670	3.23%
Public Safety	12,489,957	7.46%	158,155	1.28%
Streets and Roads	4,878,956	2.92%	(94,588)	-1.90%
Health and Welfare	305,809	0.18%	(1,300)	-0.42%
Recreation and Education	1,445,752	0.86%	(38,938)	-2.62%
Deferred Charges and Statutory Expenditures	5,481,063	3.27%	172,352	3.25%
Utility Budgeted Fund Balance	840,496	0.50%	111,883	15.36%
Utility Operating	9,174,338	5.48%	483,625	5.56%
Capital Improvements	758,000	0.45%	17,500	2.36%
Debt Service	6,965,786	4.16%	(212,521)	-2.96%
Reserve for Uncollected Taxes	1,375,649	0.82%	- 0 -	0.00%
Municipal Budget Totals - Expenditures	<u>60,355,155</u>	<u>36.06%</u>	<u>1,116,838</u>	<u>1.89%</u>
County Taxes	14,976,381	8.95%	915,635	6.51%
Local School Taxes	91,260,570	54.53%	1,823,451	2.04%
Municipal Open Space Taxes	285,134	0.17%	515	0.18%
Other Expenditures	<u>493,906</u>	<u>0.30%</u>	<u>172,935</u>	<u>53.88%</u>
Total	<u>\$ 167,371,146</u>	<u>100.00%</u>	<u>\$ 4,029,374</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 *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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June 17, 2016

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,

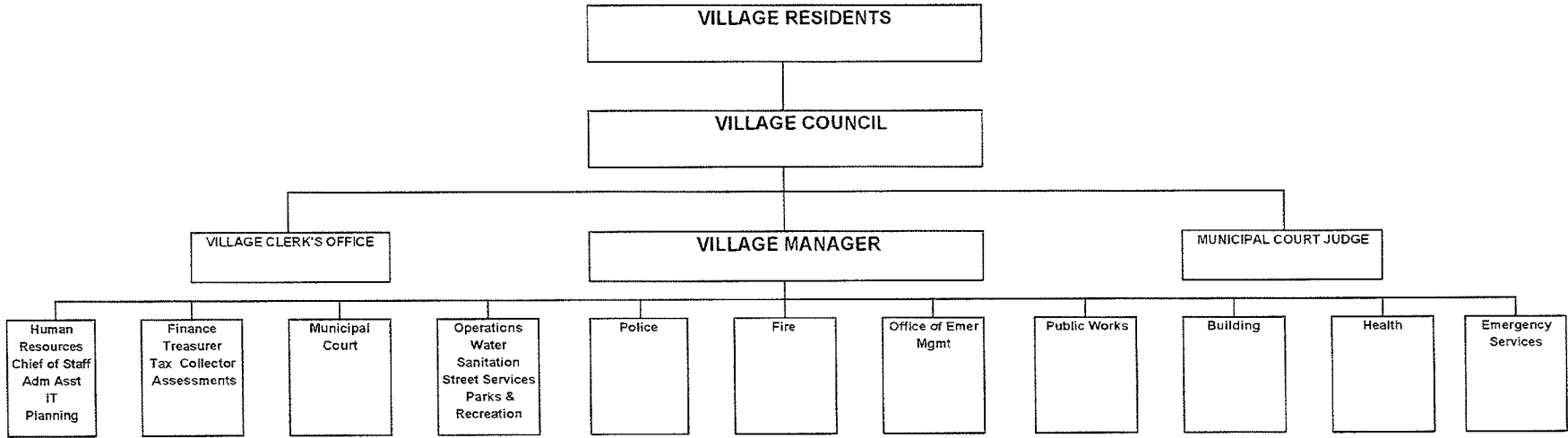
Roberta Sonenfeld

Roberta Sonenfeld  
Village Manager

Robert G. Rooney

Robert G. Rooney  
Chief Financial Officer

# VILLAGE OF RIDGEWOOD - ORGANIZATIONAL CHART



VILLAGE OF RIDGEWOOD  
ROSTER OF OFFICIALS  
DECEMBER 31, 2015

Elected Officials

Mayor	Paul Aronsohn
Deputy Mayor	Albert Pucciarelli
Councilwoman	Gwenn Hauck
Councilwoman	Susan Knudsen
Councilman	Michael Sedon

Appointed Officials

Village Manager	Roberta Sonenfeld
Village Clerk	Heather 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 Rogers
Construction Code Official	Thomas M. Yotka

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  
75 Livingston Ave., 2<sup>nd</sup> Floor  
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, 2015 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. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***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.

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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, 2015, 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 of the Village of Ridgewood as of December 31, 2015, 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 5 to the financial statements, the Village implemented Governmental Accounting Standards Board ("GASB") Statement No. 68, *Accounting and Financial Reporting for Pensions – An Amendment to GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68* during the year ended December 31, 2015. 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 are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying 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  
Page 3

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 June 17, 2016 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  
June 17, 2016

  
NISIVOCCIA LLP

  
Francis J. Jones

Certified Public Accountant  
Registered Municipal Accountant No. 442

<b>GENERAL PURPOSE FINANCIAL STATEMENTS</b>
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**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, 2015  
(With Comparative Totals for 2014)

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)	
								2015	2014
Assets:									
Cash and Cash Equivalents	\$ 8,743,598	\$ 30,650	\$ 4,224,376	\$ 2,486,819	\$ 11,190,803	\$ 4,926,589		\$ 31,602,835	\$ 34,971,758
Receivables and Other Assets:									
Property Taxes Receivable	688,738							688,738	706,469
Consumer Accounts Receivable					3,404,696			3,404,696	2,545,822
Assessments Receivable			3,158					3,158	3,766
Prospective Assessments				249,000				249,000	249,000
Liens Receivable	157,482							157,482	130,119
Federal and State Grant Fund		358,576						358,576	346,732
Interfunds Receivable	31,828		1,752	8,556	102			42,238	221,895
Other Receivables				1,025,960	108,770			1,134,730	1,137,431
Property Acquired for Taxes at Assessed Valuation	324,000							324,000	324,000
Fixed Assets in General Fixed Assets Account Group							\$ 184,088,225	184,088,225	180,311,273
<b>Total Assets</b>	<b>9,945,646</b>	<b>389,226</b>	<b>4,229,286</b>	<b>3,770,335</b>	<b>14,704,371</b>	<b>4,926,589</b>	<b>184,088,225</b>	<b>222,053,678</b>	<b>220,948,265</b>
Other Debits:									
Deferred Charges:									
Emergency Authorizations	96,000							96,000	144,000
To Future Taxation				45,383,953				45,383,953	46,028,290
Fixed Capital						74,809,638		74,809,638	71,624,638
<b>Total Other Debits</b>	<b>96,000</b>			<b>45,383,953</b>		<b>74,809,638</b>		<b>120,289,591</b>	<b>117,796,928</b>
<b>Total Assets and Other Debits</b>	<b>\$ 10,041,646</b>	<b>\$ 389,226</b>	<b>\$ 4,229,286</b>	<b>\$ 49,154,288</b>	<b>\$ 14,704,371</b>	<b>\$ 79,736,227</b>	<b>\$ 184,088,225</b>	<b>\$ 342,343,269</b>	<b>\$ 338,745,193</b>
LIABILITIES, RESERVES AND FUND BALANCES:									
Appropriation Reserves	\$ 2,248,344				\$ 526,546			\$ 2,774,890	\$ 3,239,312
Improvement Authorizations				\$ 7,391,013		\$ 5,837,801		13,228,814	15,196,758
Accrued Interest on Bonds and Notes					116,000			116,000	112,208
Interfunds Payable	10,308		\$ 30,828		1,000			42,238	221,895
Reserves for Amortization						49,783,823		49,783,823	48,206,823
Various Liabilities and Reserves	1,402,780	\$ 389,226	4,191,638	4,531,889	1,044,572	5,956,503	\$ 184,088,225	201,604,833	198,116,280
Serial Bonds, Bond Anticipation Notes and Loans Payable				36,570,560		17,361,000		53,931,560	57,461,788
Reserve for Receivables and Other Assets	1,202,048				3,513,466			4,715,514	3,857,829
Fund Balance	5,178,166		6,820	660,826	9,502,787	796,998		16,145,597	12,332,300
<b>Total Liabilities, Reserves and Fund Balances</b>	<b>\$ 10,041,646</b>	<b>\$ 389,226</b>	<b>\$ 4,229,286</b>	<b>\$ 49,154,288</b>	<b>\$ 14,704,371</b>	<b>\$ 79,736,227</b>	<b>\$ 184,088,225</b>	<b>\$ 342,343,269</b>	<b>\$ 338,745,193</b>

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, 2015**

	Current Fund			Utility Operating Funds		
	Final Budget	Actual	Variance	Final Budget	Actual	Variance
<b>REVENUES:</b>						
Fund Balance Utilized	\$ 3,032,000	\$ 3,032,000		\$ 799,104	\$ 799,104	
Water Rents				11,430,000	13,687,362	\$ 2,257,362
Parking Lot Fees and Permits				1,155,000	1,305,869	150,869
Miscellaneous Revenue	9,975,618	9,961,207	\$ (14,411)	327,000	482,163	155,163
Receipts from Delinquent Taxes	700,000	700,599	599			
Amount to be Raised by Taxes for Support of Municipal Budget:						
Local Tax for Municipal Purposes, Including Reserve for Uncollected Taxes	33,391,289	34,528,254	1,136,965			
Municipal Budget Totals - Revenue	47,098,907	48,222,060	1,123,153	13,711,104	16,274,498	2,563,394
Non-budget Revenues		298,714	298,714		879,765	879,765
Other Credits to Income		2,406,700	2,406,700		259,680	259,680
Taxes Allocated to School, County and Open Space	106,522,085	106,522,085				
<b>TOTAL REVENUES</b>	<b>153,620,992</b>	<b>157,449,559</b>	<b>3,828,567</b>	<b>13,711,104</b>	<b>17,413,943</b>	<b>3,702,839</b>
<b>EXPENDITURES:</b>						
General Government	16,639,349	16,639,349				
Public Safety	12,489,957	12,489,957				
Streets and Roads	4,878,956	4,878,956				
Health and Welfare	305,809	305,809				
Recreation and Education	1,445,752	1,445,752				
Deferred Charges and Statutory Expenditures	4,848,134	4,847,910	224	633,153	633,153	
Budgeted Fund Balance				840,496	840,496	
Utility Operating				9,174,338	9,174,338	
Capital	157,000	157,000		601,000	601,000	
Debt Service:						
Principal	3,950,066	3,928,191	21,875	1,605,000	1,385,000	220,000
Interest	1,008,235	991,994	16,241	857,117	660,601	196,516
Reserve for Uncollected Taxes	1,375,649	1,375,649				
Municipal Budget Totals - Expenditures	47,098,907	47,060,567	38,340	13,711,104	13,294,588	416,516
County Taxes	14,976,381	14,976,381				
Local School Taxes	91,260,570	91,260,570				
Municipal Open Space Taxes	285,134	285,134				
Other Expenditures		493,906	(493,906)			
<b>TOTAL EXPENDITURES</b>	<b>\$ 153,620,992</b>	<b>154,076,558</b>	<b>(455,566)</b>	<b>\$ 13,711,104</b>	<b>13,294,588</b>	<b>416,516</b>
Excess of Revenues Over Expenditures		3,373,001	<u>\$ 3,373,001</u>		4,119,355	<u>\$ 4,119,355</u>
Fund Balances January 1, 2015		4,837,165			6,182,536	
Less: Utilized as Anticipated Revenue		3,032,000			799,104	
Fund Balances December 31, 2015		<u>\$ 5,178,166</u>			<u>\$ 9,502,787</u>	

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

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015

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. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency and a resulting financial benefit or burden relationship, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. In addition, certain legally separate, tax-exempt entities that meet specific criteria (i.e., benefit of economic resources, access/entitlement to resources, and significance) should be included in the financial reporting entities. As the financial reporting entity was established in accordance with New Jersey statutes, the requirements of the GASB 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.

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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

B. Description of Funds (Cont'd)

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 (Unaudited) - 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, 2015  
(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, 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, 2015  
 (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 (Unaudited) - 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.

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.

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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

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.

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.

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 Investment of the Department of the Treasury for investment by local units;

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

Investments (Cont'd)

- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund; 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 statute;
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2015, 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	\$ 8,742,483	\$ 8,743,598
Grant Fund		30,650	30,650
Trust and Agency		4,224,376	4,224,376
General Capital		2,486,819	2,486,819
Water Utility Operating	100	9,666,555	9,666,655
Parking Utility Operating	3,496	1,520,652	1,524,148
Water Utility Capital		4,601,447	4,601,447
Parking Utility Capital		325,142	325,142
	<u>\$ 4,711</u>	<u>\$31,598,124</u>	<u>\$31,602,835</u>

The carrying amount of the Village's cash and cash equivalents at year end was \$31,602,835 and the bank balance was \$32,135,923. The Village did not hold any investments during the year.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

Note 3: Interfunds

The following interfund receivable and payable balances appear on the combined balance sheet as of December 31, 2015:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 31,828	\$ 10,308
Trust Funds	1,752	30,828
General Capital Fund	8,556	
Water Utility Operating Fund		1,000
Parking Utility Operating Fund	102	
Parking Utility Capital Fund		102
	<u>\$ 42,238</u>	<u>\$ 42,238</u>

The majority of the interfund balances from the prior year were liquidated as of December 31, 2015. Current year interfund balances added include \$1,000 due to the Current Fund from the Water Utility Operating Fund as a result of a deposit error, \$1,134 due from the Current Fund to the Other Trust Funds for added/omitted open space taxes, \$30,774 and \$54 due from the Other Trust Funds to the Current Fund for animal control statutory excess and interest earnings, respectively, \$8,556 due from the Current Fund to the General Capital Fund for deferred charges funded by budget appropriation, and \$102 due to the Parking Utility Operating Fund from the Parking Utility Capital Fund for interest earnings. Interest earned in the Capital Funds, General and Utility, was realized as revenue in the Current and Utility Operating Funds, respectively.

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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

Note 4: Long-Term Debt (continued):

Summary of Municipal Debt

	December 31,		
	2015	2014	2013
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 36,570,560	\$ 38,715,788	\$ 37,599,986
Water Utility:			
Bonds, Loans and Notes	17,175,000	18,510,000	18,488,788
Parking Utility:			
Notes	186,000	236,000	280,000
Total Issued	<u>53,931,560</u>	<u>57,461,788</u>	<u>56,368,774</u>
<u>Authorized but not Issued:</u>			
General:			
Bonds and Notes	8,813,393	7,312,502	11,056,083
Water Utility:			
Bonds and Notes	5,616,200	3,123,200	1,738,200
Parking Utility:			
Bonds and Notes	2,048,615	1,548,615	1,353,615
Total Authorized but Not Issued	<u>16,478,208</u>	<u>11,984,317</u>	<u>14,147,898</u>
Less:			
General:			
Reserve for:			
Payment of Debt Service	274,311	653,114	255,579
Water Utility:			
Reserve for:			
Payment of Debt Service	1,310,000	1,310,000	335,000
Total Deductions	<u>1,584,311</u>	<u>1,963,114</u>	<u>590,579</u>
Net Bonds, Notes and Loans Issued and Authorized but not Issued	<u>\$ 68,825,457</u>	<u>\$ 67,482,991</u>	<u>\$ 69,926,093</u>

Summary of Statutory Debt Condition – Annual Debt Statement

The summarized statement of debt condition, which follows, is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of .73%.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

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

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School District Debt	\$ 43,900,000	\$ 43,900,000	
Water Utility Debt	22,791,200	22,791,200	
Parking Utility Debt	2,234,615	2,234,615	
General Debt	45,383,953	274,311	\$ 45,109,642
	<u>\$ 112,075,153</u>	<u>\$ 66,965,511</u>	<u>\$ 45,109,642</u>

Net Debt \$45,109,642 divided by Equalized Valuation Basis per N.J.S. 40A:2-2 as amended, \$6,187,504,550 = .73%.

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

3-1/2% Average Equalized Valuation of Real Property	\$ 216,562,659
Net Debt	<u>45,109,642</u>
Remaining Borrowing Power	<u>\$ 171,453,017</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	\$ 14,277,332
Deductions:	
Operating, Maintenance and Debt Service Costs	<u>11,384,798</u>
Excess in Revenue	<u>\$ 2,892,534</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	\$ 2,077,827
Deductions:	
Operating, Maintenance and Debt Service Costs	<u>1,308,790</u>
Excess in Revenue	<u>\$ 769,037</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 Annual Debt Statement filed by the Chief Financial Officer.

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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

New Jersey Environmental Infrastructure Trust (NJEIT) Loans (Cont'd)

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 are \$390,000 and \$916,700, respectively.

Schedule of Changes in Debt Issued

	Balance 12/31/2014	Additions	Retirements	Balance 12/31/2015
General Capital Fund:				
Serial Bonds	\$ 24,177,000		\$ 2,085,000	\$ 22,092,000
Bond Anticipation Notes	6,299,350	\$ 1,600,000	630,000	7,269,350
NJEIT Loans	8,239,438		1,030,228	7,209,210
Water Utility Capital Fund:				
Serial Bonds	16,585,000		1,085,000	15,500,000
Bond Anticipation Notes	1,925,000		250,000	1,675,000
Parking Utility Capital Fund:				
Bond Anticipation Notes	236,000		50,000	186,000
Total	<u>\$ 57,461,788</u>	<u>\$ 1,600,000</u>	<u>\$ 5,130,228</u>	<u>\$ 53,931,560</u>

At December 31, 2015, 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, 2015</u>
	<u>Original Note</u>	<u>Maturity</u>		
Acquisition of Land	7/14/2009	6/17/2016	2.00%	\$ 427,000
Restoration of Saddle River Bank and Pipeline	6/22/2012	6/17/2016	2.00%	240,000
Restoration of Village Hall Level 1	6/22/2012	6/17/2016	2.00%	330,000
Various Capital Improvements	6/19/2014	6/17/2016	2.00%	2,500,000
Various Capital Improvements	6/17/2016	6/17/2016	2.00%	700,000
Various Capital Improvements	6/21/2013	6/17/2016	2.00%	272,350
Various Capital Improvements	6/19/2014	6/17/2016	2.00%	1,900,000
Various Capital Improvements	6/17/2016	6/17/2016	2.00%	900,000
				<u>\$ 7,269,350</u>

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

At December 31, 2015, the Village had debt issued and outstanding as follows: (Cont'd)

Water Capital - Bond Anticipation Notes Payable

<u>Improvement Description</u>	<u>Date of</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2015</u>
	<u>Original Note</u>	<u>Maturity</u>		
Various Water Improvements	6/19/2014	6/17/2016	2.00%	\$ 850,000
Various Water Improvements	6/19/2014	6/17/2016	2.00%	825,000
				\$ 1,675,000

Parking Capital - Bond Anticipation Notes Payable

<u>Improvement Description</u>	<u>Date of</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2015</u>
	<u>Original Note</u>	<u>Maturity</u>		
Various Improvements	6/29/2006	6/17/2016	2.00%	\$ 186,000

General Capital - Serial Bonds Payable

<u>Improvement Description</u>	<u>Maturities at December 31, 2015</u>				<u>Balance Dec. 31, 2015</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	06/15/16	\$ 900,000	4.250%	\$ 8,239,000
		06/15/17	900,000	4.250%	
		06/15/18	900,000	5.000%	
		06/15/19	900,000	4.125%	
		06/15/20	900,000	4.250%	
		06/15/21	925,000	4.250%	
		06/15/22	950,000	4.300%	
		06/15/23	950,000	4.375%	
		06/15/24	914,000	4.375%	
General Refunding Bonds of 2013	05/08/2013	07/01/16	555,000	4.000%	4,270,000
		07/01/17	575,000	4.000%	
		07/01/18	600,000	4.000%	
		07/01/19	600,000	4.000%	
		07/01/20	620,000	4.000%	
		07/01/21	645,000	4.000%	
		07/01/22	675,000	4.000%	

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

At December 31, 2015, the Village had debt issued and outstanding as follows: (Cont'd)

General Capital - Serial Bonds Payable (Cont'd)

Improvement Description	Maturities at December 31, 2015				Balance Dec. 31, 2015
	Date of Issue	Date of Maturity	Amount	Interest Rate	
General Improvement Bonds of 2013	06/15/2013	06/15/16	\$ 700,000	3.000%	
		06/15/17	750,000	4.000%	
		06/15/18	800,000	4.000%	
		06/15/19	850,000	4.000%	
		06/15/20	950,000	4.000%	
		06/15/21	1,000,000	4.000%	
		06/15/22	1,050,000	3.500%	
		06/15/23	1,100,000	3.500%	
		06/15/24	1,150,000	3.500%	
		06/15/25	1,233,000	3.500%	
					\$ 9,583,000
Total General Capital - Serial Bonds Payable					\$ 22,092,000

Water Capital - Serial Bonds Payable

Improvement Description	Maturities at December 31, 2015				Balance Dec. 31, 2015
	Date of Issue	Date of Maturity	Amount	Interest Rate	
Water Bonds of 2007	06/15/2007	06/15/16	\$ 275,000	4.250%	
		06/15/17	275,000	4.250%	
		06/15/18	275,000	5.000%	
		06/15/19	275,000	4.125%	
		06/15/20	275,000	4.250%	
		06/15/21	275,000	4.250%	
		06/15/22	275,000	4.300%	
		06/15/23	275,000	4.375%	
		06/15/24	275,000	4.375%	
		06/15/25	300,000	4.400%	
		06/15/26	300,000	4.400%	
		06/15/27	300,000	4.500%	
		06/15/28	300,000	4.500%	
		06/15/29	300,000	4.500%	
		06/15/30	300,000	4.500%	
		06/15/31	300,000	4.500%	
		06/15/32	286,000	4.500%	
					\$ 4,861,000

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

At December 31, 2015, the Village had debt issued and outstanding as follows: (Cont'd)

Water Capital - Serial Bonds Payable (Cont'd)

Improvement Description	Maturities at December 31, 2015				Balance Dec. 31, 2015
	Date of Issue	Date of Maturity	Amount	Interest Rate	
Water Refunding Bonds of 2013	05/08/2013	07/01/16	\$ 215,000	4.000%	
		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	4.250%	
		07/01/26	295,000	4.250%	
		07/01/27	290,000	4.375%	
		07/01/28	310,000	4.375%	
		07/01/29	305,000	4.400%	
07/01/30	320,000	4.400%	\$ 3,930,000		
Water Bonds of 2013	06/15/2013	06/15/16	600,000	3.000%	
		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%	
Total Water Capital - Serial Bonds Payable					<u>\$ 15,500,000</u>

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

	Date of Final Maturity	Interest Rate	Balance Dec. 31, 2015
NJEIT Loan #1	8/1/2021	4 to 5.5%	\$ 5,902,510
NJEIT Loan #2	8/1/2024	3 to 5%	1,306,700
			<u>\$ 7,209,210</u>

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(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>
2016	\$ 2,155,000	\$ 853,418	\$ 3,008,418
2017	2,225,000	767,468	2,992,468
2018	2,300,000	671,843	2,971,843
2019	2,350,000	573,780	2,923,780
2020	2,470,000	476,093	2,946,093
2021-2025	10,592,000	911,041	11,503,041
	<u>\$ 22,092,000</u>	<u>\$ 4,253,643</u>	<u>\$ 26,345,643</u>

Water Capital:

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 1,090,000	\$ 602,323	\$ 1,692,323
2017	1,140,000	560,036	1,700,036
2018	1,150,000	512,717	1,662,717
2019	1,150,000	465,170	1,615,170
2020	1,165,000	418,654	1,583,654
2021-2025	6,199,000	1,380,587	7,579,587
2026-2030	3,020,000	483,975	3,503,975
2031-2032	586,000	26,055	612,055
	<u>\$ 15,500,000</u>	<u>\$ 4,449,517</u>	<u>\$ 19,949,517</u>

Net Pension Liability

The State of New Jersey Public Employees' Retirement System's (PERS) net pension liability was calculated to be \$33,712,969 at June 30, 2015. The State of New Jersey Police and Firemen's Retirement System's (PFRS) net pension liability was calculated to be \$50,699,807 at June 30, 2015. See Note 5 for further information on the PERS and PFRS.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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).

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/annrpts.shtml](http://www.state.nj.us/treasury/pensions/annrpts.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 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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 before age 62 with 25 or more years of service credit 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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

Note 5: Pension Plans (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 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. 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 \$1,226,826 for 2015.

The employee contribution rate was 6.92% effective July 1, 2014 and increased to 7.06% effective July 1, 2015. Increases after October 1, 2011 are being phased in over 7 years effective on each July 1<sup>st</sup> 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, 2015, the Village's liability was \$33,712,969 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014 which was rolled forward to June 30, 2015. 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, 2015, the Village's proportion was 0.1502%, which was an increase of 0.0014% from its proportion measured as of June 30, 2014.

For the year ended December 31, 2015, the Village recognized actual pension expense in the amount of \$1,226,826.

Actuarial Assumptions

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014 which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions:

Inflation Rate	3.04%
Salary Increases:	
2012 - 2021	2.15% - 4.40% based on age
Thereafter	3.15% - 5.40% based on age
Investment Rate of Return	7.90%

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

Note 5: Pension Plans (Cont'd)

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

Actuarial Assumptions (Cont'd)

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (setback 1 year for females) for service retirement and beneficiaries of former members with adjustments for mortality improvements from the base year of 2012 based on Projection Scale AA. The RP-2000 Disabled Mortality Tables (setback 3 years for males and setback one year for females) are used to value disabled retirees.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2008 to June 30, 2011. 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 (7.90% at June 30, 2015) 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 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, 2015 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%	1.04%
U.S. Treasuries	1.75%	1.64%
Investment Grade Credit	10.00%	1.79%
Mortgages	2.10%	1.62%
High Yield Bonds	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.25%
Broad U.S. Equities	27.25%	8.52%
Developed Foreign Equities	12.00%	6.88%
Emerging Market Equities	6.40%	10.00%
Private Equity	9.25%	12.41%
Hedge Funds/Absolute Return	12.00%	4.72%
Real Estate (Property)	2.00%	6.83%
Commodities	1.00%	5.32%
Global Debt ex. U.S.	3.50%	-0.40%
REIT	4.25%	5.12%

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
(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 4.90% as of June 30, 2015. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.90% and a municipal bond rate of 3.80% as of June 30, 2015 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 average of the last five years of contributions made in relation to the last five years of 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 2033. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2033, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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, 2015 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, 2015		
	1%	Current	1%
	Decrease (3.90%)	Discount Rate (4.90%)	Increase (5.90%)
Village's proportionate share of the Net Pension Liability	\$ 41,901,096	\$ 33,712,969	\$ 26,848,103

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/annrpts.shtml](http://www.state.nj.us/treasury/pensions/annrpts.shtml).

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
(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.

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. The June 30, 2015 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 fiscal year ended June 30, 2015 State special funding situation pension expense is the actuarially determined contribution amount that the State owes for the fiscal year ended June 30, 2015.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
 (Continued)

Note 5: Pension Plans (Cont'd)

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

Special Funding Situation (Cont'd)

The pension expense is deemed to be a State administrative expense due to the special funding situation. 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.

Village contributions to PFRS amounted to \$2,370,135 for 2015. During the fiscal year ended June 30, 2015, the State of New Jersey contributed \$231,448 to the PFRS for normal pension benefits on behalf of the Village, which is less than the contractually required contribution of \$554,599.

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

Pension Liabilities and Pension Expense

At June 30, 2015, the Village's liability for its proportionate share of the net pension liability was \$50,699,807. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014 which was rolled forward to June 30, 2015. 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, 2015, the Village's proportion was 0.30438%, which was a decrease of 0.0001% from its proportion measured as of June 30, 2014.

Additionally, the State's proportionate share of the net pension liability attributable to the Village is \$4,446,203 as of June 30, 2015. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014 which was rolled forward to June 30, 2015. 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, 2015, the State's proportion was 0.30438%, which was a decrease of 0.0001% from its proportion measured as of June 30, 2014 which is the same proportion as the Village's.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

Note 5: Pension Plans (Cont'd)

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

Pension Liabilities and Pension Expense (Cont'd)

Village's Proportionate Share of the Net Pension Liability	\$ 50,699,807
State's Proportionate Share of the Net Pension Liability Associated with the Village	4,446,203
Total Net Pension Liability	\$ <u>55,146,010</u>

For the year ended December 31, 2015, the Village recognized total pension expense of \$2,370,135.

Actuarial Assumptions

The total pension liability for the June 30, 2015 measurement date was determined by an actuarial valuation as of July 1, 2014 which was rolled forward to June 30, 2015. This actuarial valuation used the following actuarial assumptions:

Inflation Rate	3.04%
Salary Increases:	
2012 - 2021	2.60% - 9.48% based on age
Thereafter	3.60% - 10.48% based on age
Investment Rate of Return	7.90%

Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected one year using Projection Scale AA and one year using Projection Scale BB for male service retirements with adjustments for mortality improvements from the base year based on Projection Scale BB. Mortality rates were based on the RP-2000 Combined Healthy Mortality Tables projected fourteen years using Projection Scale BB for female service retirements and beneficiaries with adjustments for mortality improvements from the base year of 2014 based on Projection Scale BB.

The actuarial assumptions used in the July 1, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2010 to June 30, 2013.

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.90% at June 30, 2015) 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 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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

Note 5: Pension Plans (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

Best estimates of arithmetic real rates of return for each major asset class included in PFRS' target asset allocation as of June 30, 2015 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%	1.04%
U.S. Treasuries	1.75%	1.64%
Investment Grade Credit	10.00%	1.79%
Mortgages	2.10%	1.62%
High Yield Bonds	2.00%	4.03%
Inflation-Indexed Bonds	1.50%	3.25%
Broad U.S. Equities	27.25%	8.52%
Developed Foreign Equities	12.00%	6.88%
Emerging Market Equities	6.40%	10.00%
Private Equity	9.25%	12.41%
Hedge Funds/Absolute Return	12.00%	4.72%
Real Estate (Property)	2.00%	6.83%
Commodities	1.00%	5.32%
Global Debt ex. U.S.	3.50%	-0.40%
REIT	4.25%	5.12%

Discount Rate – PFRS

The discount rate used to measure the total pension liability was 5.79% as of June 30, 2015. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.90% and a municipal bond rate of 3.80% as of June 30, 2015 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 average of the last five years of contributions. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2045. Therefore, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through 2045, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

Note 5: Pension Plans (Cont'd)

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

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, 2015 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, 2015		
	1%	Current	1%
	Decrease (4.79%)	Discount Rate (5.79%)	Increase (6.79%)
Village's proportionate share of the Net Pension Liability and the State's proportionate share of the Net Pension Liability associated with the Village	\$ 72,699,949	\$ 55,146,010	\$ 40,832,341

Pension Plan Fiduciary Net Position - PFRS

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

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 \$4,804 for 2015. Employee contributions to DCRP were \$8,824 for 2015.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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.

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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

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

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 from the Current Fund operating budget. During 2015 the Village had 178 retirees who met the eligibility requirements and recognized expenditures in the amount of \$2,804,237.

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 \$6,623,538. 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 \$529,383 on the Other Trust Funds balance sheet at December 31, 2015.

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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

Note 8: Selected Tax Information (Cont'd)

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<u>Tax Rate</u>	<u>\$ 2.433</u>	<u>\$ 2.385</u>	<u>\$ 2.356</u>
<u>Apportionment of Tax Rate</u>			
Municipal	.581	.574	.578
County	.260	.246	.239
Local School	1.587	1.560	1.535
Municipal Open Space	.005	.005	.004
<u>Assessed Valuations</u>			
2015	<u>\$5,750,039,200</u>		
2014		<u>\$5,733,152,900</u>	
2013			<u>\$5,723,651,600</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>
2015	\$ 140,449,848	\$ 139,674,690	99.44%
2014	137,031,046	136,226,560	99.41%
2013	135,038,077	134,066,846	99.28%

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.

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.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

Note 9: Risk Management (Cont'd)

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, 2015 is as follows:

Total Assets	\$ 14,585,883
Net Position	\$ 3,521,882
Total Revenue	\$ 16,557,868
Total Expenses	\$ 16,888,511
Change in Net Position	\$ (330,643)
Member Dividends	\$ 502,207

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, 2015  
(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			
2015	\$ 142,084	\$ 42,938	\$ 425	\$ 116,854	\$ 237,552
2014	101,080	88,807	127	91,796	168,959
2013	113,060 *			87,748	70,741

\* Detail was not available for the amount of the contributions between the Village, employees and interest earned.

Note 10: Fund Balances Appropriated

Fund balances at December 31, 2015, which were appropriated and included as anticipated revenue for the year ending December 31, 2016 are as follows:

Current Fund	\$ 3,300,000
Water Utility Operating Fund	2,173,167
Parking Utility Operating Fund	504,000

Note 11: Fixed Assets

The following schedule is a summarization of general fixed assets for the year ended December 31, 2015:

	Balance December, 2014	Additions	Deletions	Balance December, 2015
Land	\$ 127,410,600			\$ 127,410,600
Buildings	27,648,165	\$ 79,826		27,727,991
Machinery and Equipment	25,252,508	3,852,570	\$ 155,444	28,949,634
	<u>\$ 180,311,273</u>	<u>\$ 3,932,396</u>	<u>\$ 155,444</u>	<u>\$ 184,088,225</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, 2015 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, 2015.

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(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, 2015 and 2014 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>2015</u>	<u>2014</u>
Balance of School Tax	\$ 45,630,456	\$ 44,718,552
Less: Amount Deferred	<u>45,630,456</u>	<u>44,718,552</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, 2015, consisted of the following:

Sale of Municipal Assets	\$ 16,974
Flood Emergency	<u>302,995</u>
	<u>\$ 319,969</u>

VILLAGE OF RIDGEWOOD  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2015  
(Continued)

Note 15: 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, \$3,758,502 has been collected and the balance in the Open Space Trust Fund at December 31, 2015 was \$672,168.

Note 16: Related Party Transactions

During 2015 the Village appropriated and charged \$2,340,446 to operations for the 2015 budget appropriation to the free public library. Of that amount \$2,065,106 was the minimum required library tax per state requirements.

Note 17: 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 18: Subsequent Events

The Village's Bond Anticipation Notes outstanding matured in June of 2016 and a Bond Sale is scheduled to take place in August of 2016.

**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  
2015  
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,	
	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>		
Regular Fund:		
Cash and Cash Equivalents	\$ 8,742,483	\$ 9,517,202
Change Fund	1,115	1,015
	<u>8,743,598</u>	<u>9,518,217</u>
Receivables and Other Assets with Full Reserves:		
Delinquent Property Taxes Receivable	688,738	706,469
Tax Title Liens Receivable	157,482	130,119
Property Acquired for Taxes - Assessed Valuation	324,000	324,000
Interfunds Receivable	31,828	25,738
	<u>1,202,048</u>	<u>1,186,326</u>
Deferred Charges:		
Special Emergency Authorization	96,000	144,000
Total Regular Fund	<u>10,041,646</u>	<u>10,848,543</u>
Grant Fund:		
Cash and Cash Equivalents	30,650	62,118
Grants Receivable	358,576	346,732
Interfunds Receivable		67,212
Total Grant Fund	<u>389,226</u>	<u>476,062</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 10,430,872</u></u>	<u><u>\$ 11,324,605</u></u>

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
COMPARATIVE BALANCE SHEET  
(Continued)

	December 31,	
	2015	2014
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Regular Fund:		
Appropriation Reserves:		
Encumbered	\$ 765,282	\$ 1,161,704
Unencumbered	1,483,062	1,467,504
Total Appropriation Reserves	<u>2,248,344</u>	<u>2,629,208</u>
Other Encumbrances	81,758	62,778
Prepaid Taxes	780,433	687,783
Tax Overpayments	203,661	405,206
Due to State of New Jersey:		
Veterans and Senior Citizens Deductions	741	3,557
Marriage License Fees	2,620	1,920
Uniform Construction Code Fees	13,598	37,533
Interfunds Payable	10,308	8,286
Due to County for Added Taxes		30,462
Other Reserves	319,969	958,319
	<u>3,661,432</u>	<u>4,825,052</u>
Reserve for Receivables and Other Assets	1,202,048	1,186,326
Fund Balance	5,178,166	4,837,165
	<u>10,041,646</u>	<u>10,848,543</u>
Total Regular Fund		
Grant Fund:		
Interfunds Payable		111,013
Appropriated Reserves	274,231	298,585
Reserve for Encumbrances	41,889	15,774
Unappropriated Reserves	73,106	50,690
	<u>389,226</u>	<u>476,062</u>
Total Grant Fund		
	<u>10,430,872</u>	<u>11,324,605</u>
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		

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

	<u>Year Ended December 31,</u>	
	<u>2015</u>	<u>2014</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 3,032,000	\$ 2,982,000
Miscellaneous Revenue Anticipated	9,961,207	9,875,910
Receipts from:		
Delinquent Taxes	700,599	886,736
Current Taxes	139,674,690	136,226,560
Nonbudget Revenue	298,714	80,036
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,090,801	1,201,861
Other Credits	1,290,161	794,568
Interfunds Returned	25,738	1,936
Total Income	<u>156,073,910</u>	<u>152,049,607</u>
 <u>Expenditures</u>		
Budget Appropriations - Municipal Purposes	45,684,918	44,568,115
County Taxes	14,976,381	14,060,746
Local School District Taxes	91,260,570	89,437,119
Municipal Open Space Tax	285,134	284,619
Other Debits	462,078	295,233
Interfunds Advanced	31,828	25,738
Total Expenditures	<u>152,700,909</u>	<u>148,671,570</u>
 Excess in Revenue/Statutory Excess to Fund Balance	3,373,001	3,378,037
 <u>Fund Balance</u>		
Balance January 1	<u>4,837,165</u>	<u>4,441,128</u>
	8,210,166	7,819,165
Decreased by:		
Utilized as Anticipated Revenue	<u>3,032,000</u>	<u>2,982,000</u>
Balance December 31	<u>\$ 5,178,166</u>	<u>\$ 4,837,165</u>

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF REVENUE  
YEAR ENDED DECEMBER 31, 2015

	Budget	Added by NJSA 40A:4-87	Realized	Excess or Deficit *
Fund Balance Anticipated	\$ 3,032,000		\$ 3,032,000	
Miscellaneous Revenue:				
Licenses:				
Alcoholic Beverages	36,000		\$ 38,860	\$ 2,860
Other	70,000		80,615	10,615
Fees and Permits - Other	320,000		332,384	12,384
Fines and Costs - Municipal Court	351,000		423,435	72,435
Interest and Costs on Taxes	205,000		259,104	54,104
Interest on Investments and Deposits	42,000		52,344	10,344
Rent of Municipal Property	100,000		118,966	18,966
Sewer User Fees - Tax Exempt Properties	307,000		259,532	47,468 *
Sewer User Fees - Outside Hookups	35,000		45,200	10,200
Recreation Fees	253,000		243,108	9,892 *
Special Franchise Tax	267,000		268,474	1,474
Cable Franchise Fees	335,000		357,252	22,252
Graydon Pool Fees	380,000		354,006	25,994 *
Uniform Fire Safety Act	135,000		151,237	16,237
Management Agreement - Water Property Tax Exempt	93,000		95,439	2,439
Ambulance Billings	341,000		355,443	14,443
Sewer Significant Dischargers	199,000		208,270	9,270
Parking Utility Operating Surplus - Prior Year	250,000		250,000	
Water Utility Operating Surplus - Prior Year	590,496		590,496	
Energy Receipts Tax	1,867,322		1,867,322	
Uniform Construction Code Fees	1,050,000		1,004,193	45,807 *
Interlocal Municipal Service Agreements Offset with:				
Appropriations:				
Maintenance of Board of Education Vehicles	10,000		9,407	593 *
Township of Hanover Planning and Development Service	81,000		85,261	4,261
Sale of Gas - Midland Park	10,000			10,000 *
Public and Private Revenue Offset with Appropriations:				
Clean Communities Program	39,163		39,163	
Alcohol Education and Rehabilitation Fund	1,300		1,300	
Body Armor Replacement Fund	4,127		4,127	
Sustainable Management Grant	2,000		2,000	
Municipal Alliance on Alcoholism and Drug Abuse	11,677		11,677	
F.E.M.A. Assistance to Firefighter Grant		\$ 37,791	37,791	
General Capital Fund Balance	200,000		200,000	
New Sewer Fees - Sewer Plant Discharge Acceptance	38,000		65,255	27,255
Reserve for Debt Service	500,000		500,000	
Sale of Village Property	75,000		75,000	
Open Space Trust	248,742		248,742	
Reserve for Flood	800,000		800,000	

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF REVENUE  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	<u>Budget</u>	<u>Added by NJSA 40A:4-87</u>	<u>Realized</u>	<u>Excess or Deficit *</u>
Rent of Cellular Tower	\$ 190,000		\$ 134,673	\$ 55,327 *
Senior Citizens Housing Project:				
Payment in Lieu of Taxes	100,000		102,514	2,514
Reimbursement for Underwriting Fees	25,000		25,000	
Administrative Charges and Vehicle Fees for Police Outside Services	<u>375,000</u>		<u>263,617</u>	<u>111,383 *</u>
Total Miscellaneous Revenue	<u>9,937,827</u>	<u>\$ 37,791</u>	<u>9,961,207</u>	<u>14,411 *</u>
Receipts from Delinquent Taxes	<u>700,000</u>		<u>700,599</u>	<u>599</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	31,326,183		32,463,148	1,136,965
Minimum Library Tax	<u>2,065,106</u>		<u>2,065,106</u>	
Total Amount to be Raised by Taxes for Support of Municipal Budget	<u>33,391,289</u>		<u>34,528,254</u>	<u>1,136,965</u>
Budget Totals	47,061,116	37,791	48,222,060	<u>\$ 1,123,153</u>
Nonbudget Revenue			<u>298,714</u>	
	<u>\$ 47,061,116</u>	<u>\$ 37,791</u>	<u>\$ 48,520,774</u>	

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF REVENUE  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

Analysis of Realized Revenue

Allocation of Current Tax Collections:	\$ 139,674,690
Collection of Current Taxes	
Allocated to:	<u>106,522,085</u>
School, County, and Open Space Taxes	33,152,605
	<u>1,375,649</u>
Add: Appropriation "Reserve for Uncollected Taxes"	<u>\$ 34,528,254</u>
Realized for Support of Municipal Budget	

Analysis of Delinquent Tax Collections

Delinquent Taxes	<u>\$ 700,599</u>
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Analysis of Nonbudget Revenue

Miscellaneous Revenue Not Anticipated:	\$ 165,950
Northwest Central Dispatch Contribution Reimbursement	14,596
Sale of Compost	8,090
Regular Dump Ticket	7,497
Planning Board Applications	6,356
Prior Year FICA Refund	6,175
Road Side Inspections	5,100
Police Alarm Fees	5,089
Bulk Pick Up Fees	3,955
Prior Year Budget Refunds	3,558
Void Checks	3,343
Unclaimed Property	2,575
Senior Citizen Bus Fees	
State of New Jersey Administrative Reimbursements:	2,274
Senior Citizens' and Veterans' Deductions	743
Homestead Rebate	2,178
Pipe Break Reimbursement	1,135
Bid Specifications	22,987
Tub Grinder Fees	915
Copies	866
Property Owner List	383
Rental of Polling Places	30,774
Statutory Excess - Animal Control	4,175
Other Miscellaneous	<u>\$ 298,714</u>

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS":					
GENERAL GOVERNMENT:					
Village Manager					
Salaries and Wages	\$ 267,721	\$ 274,321	\$ 273,729	\$ 592	
Other Expenses	41,292	41,292	34,985	6,307	
Village Council:					
Salaries and Wages	18,800	23,600	22,144	1,456	
Other Expenses	11,200	8,400	6,754	1,646	
Village Clerk:					
Salaries and Wages	200,875	201,875	197,955	3,920	
Other Expenses	23,856	23,856	21,519	2,337	
Financial Administration:					
Salaries and Wages	240,941	240,941	239,738	1,203	
Other Expenses	27,917	27,917	24,128	3,789	
Annual Audit	40,025	40,025	26,935	13,090	
Management Information Systems:					
Salaries and Wages	64,626	68,126	47,683	20,443	
Other Expenses	89,961	69,961	7,388	62,573	
Tax Assessment Administration:					
Salaries and Wages	195,220	197,420	197,112	308	
Other Expenses	6,558	6,558	4,476	2,082	
Revenue Administration (Tax Collection):					
Salaries and Wages	98,959	100,059	99,201	858	
Other Expenses	28,704	28,704	25,929	2,775	
Legal Services and Costs:					
Salaries and Wages	10,652	10,652	10,651	1	
Other Expenses	269,320	369,320	365,434	3,886	
Elections:					
Salaries and Wages	4,320	4,320	3,796	524	
Other Expenses	29,750	29,750	21,594	8,156	

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015  
(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	\$ 317,683	\$ 317,583	\$ 304,421	\$ 13,162	
Other Expenses	12,188	12,188	11,138	1,050	
Historic Preservation:					
Salaries and Wages	600	600	500	100	
Other Expenses	125	125	95	30	
Municipal Land Use Law(N.J.S.A.40:55D-1):					
Planning Board:					
Salaries and Wages	90,289	70,289	59,720	10,569	
Other Expenses	90,780	140,780	96,991	43,789	
Board of Adjustment:					
Salaries and Wages	56,052	56,052	52,126	3,926	
Other Expenses	15,300	15,300	14,916	384	
Insurance:					
Other Insurance	603,579	503,579	503,172	407	
Workers' Compensation Insurance	217,514	55,514	38,750	16,764	
Group Insurance Plan for Employees	6,066,830	5,966,830	5,873,504	93,326	
No Coverage Option - Health Insurance Waiver	10,300	10,300	10,300		
PUBLIC SAFETY:					
Police:					
Salaries and Wages	6,703,325	6,843,325	6,824,279	19,046	
Other Expenses	249,575	249,575	248,968	607	
Emergency Services:					
Salaries and Wages	192,263	192,263	182,219	10,044	
Other Expenses	103,986	103,986	94,608	9,378	
Office of Emergency Management:					
Salaries and Wages	14,500	14,500	14,351	149	
Other Expenses	29,475	14,475	9,529	4,946	

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015  
(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	\$ 4,481,324	\$ 4,582,024	\$ 4,507,300	\$ 74,724	
Other Expenses	134,260	130,481	130,319	162	
P.E.O.S.H.A. Fire:					
Other Expenses	26,900	26,900	19,799	7,101	
PUBLIC WORKS:					
Street and Roads Maintenance:					
Salaries and Wages	991,037	961,037	845,335	115,702	
Other Expenses	308,360	308,360	305,125	3,235	
Community Services Act	1,000	1,000		1,000	
Central Garage:					
Salaries and Wages	412,188	419,188	405,762	13,426	
Other Expenses	374,397	474,397	441,563	32,834	
Traffic and Signal:					
Salaries and Wages	316,675	326,675	312,506	14,169	
Other Expenses	35,415	35,415	34,330	1,085	
Recycling:					
Salaries and Wages	343,440	373,440	352,275	21,165	
Other Expenses	3,150	3,150	2,986	164	
Solid Waste Collection:					
Salaries and Wages	1,502,226	1,465,226	1,462,177	3,049	
Other Expenses	16,900	16,900	6,030	10,870	
Yardwaste Recycling:					
Salaries and Wages	181,168	189,168	173,753	15,415	
Other Expenses	149,546	149,546	147,978	1,568	
Property Maintenance:					
Salaries and Wages	80,421	75,421	61,599	13,822	
Other Expenses	80,033	80,033	69,838	10,195	

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	<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" (Cont'd):					
HEALTH AND WELFARE:					
Health Services:					
Salaries and Wages	\$ 225,763	\$ 232,363	\$ 231,394	\$ 969	
Other Expenses - Miscellaneous	44,012	46,012	44,610	1,402	
Animal Control:					
Other Expenses	1,115	1,115	334	781	
Contribution to Social Services Agencies - Statutory:					
Other Expenses	26,319	26,319	23,830	2,489	
PARKS AND RECREATION:					
Recreation Services and Programs:					
Salaries and Wages	324,032	329,532	321,439	8,093	
Other Expenses	71,245	76,245	76,196	49	
Community Center:					
Salaries and Wages	40,000	40,000	38,983	1,017	
Other Expenses	5,000	5,000	3,995	1,005	
Community Relations Advisory Board:					
Other Expenses	250	250		250	
Parks Department:					
Salaries and Wages	625,869	619,869	596,043	23,826	
Other Expenses	96,761	96,761	84,698	12,063	
Graydon Pool:					
Salaries and Wages	183,000	175,000	174,139	861	
Other Expenses	98,095	88,095	66,554	21,541	
Project Pride:					
Other Expenses	15,000	15,000	14,971	29	
COURT OPERATIONS:					
Municipal Court:					
Salaries and Wages	215,941	217,441	211,384	6,057	
Other Expenses	9,730	9,730	9,174	556	
Public Defender:					
Other Expenses	2,500	2,500	2,400	100	

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015  
(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	\$ 1,106,285	\$ 1,136,285	\$ 1,134,863	\$ 1,422	
Other Expenses	258,070	258,070	250,014	8,056	
Landfill/Solid Waste Disposal Costs:					
Other Expenses	575,000	575,000	539,910	35,090	
Construction Code Official:					
Salaries and Wages	694,666	725,866	719,110	6,756	
Other Expenses	25,750	25,750	12,410	13,340	
UNCLASSIFIED:					
Accumulated Leave Compensation	420,110	420,110	420,110		
Salary Adjustment Account	50,000	16,200		16,200	
Utilities and Bulk Purchases	1,321,684	1,321,684	1,217,023	104,661	
Total Operations Within "CAPS"	32,319,698	32,412,919	31,442,997	969,922	
Contingent	25,000	25,000	8,985	16,015	
Total Operations Including Contingent Within "CAPS"	32,344,698	32,437,919	31,451,982	985,937	
Detail:					
Salaries and Wages	20,670,971	20,920,771	20,497,797	422,974	
Other Expenses	11,673,727	11,517,148	10,954,185	562,963	
Deferred Charges and Statutory Expenditures - Municipal Within "CAPS":					
Deferred Charges:					
Prior Year Bills:					
A Van Electric	213	213	213		
A Van Electric	80	80	80		
Procoply	690	690	690		
Ridgewood Water	4,116	4,116	4,116		
Ridgewood Water	806	806	582		\$ 224

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operations Within "CAPS" (Cont'd):					
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	\$ 952,826	\$ 952,826	\$ 919,164	\$ 33,662	
Social Security System (O.A.S.I.)	1,249,803	1,179,803	992,574	187,229	
Consolidated Police and Firemen's Pension Fund	10,969	10,969	10,969		
Police and Firemen's Retirement System of NJ	2,370,135	2,370,135	2,370,135		
Defined Contribution Retirement Plan	3,000	6,000	5,047	953	
Unemployment Compensation Insurance	110,162	80,162	70,080	10,082	
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	4,702,800	4,605,800	4,373,650	231,926	\$ 224
Total General Appropriations for Municipal Purposes Within "CAPS"	37,047,498	37,043,719	35,825,632	1,217,863	224
Operations Excluded from "CAPS":					
Insurance:					
Group Insurance Plan for Employees	196,973	196,973		196,973	
Northwest Bergen County Sewer Authority - Contractual	30,278	30,278	24,310	5,968	
Sludge Removal - Contractual	149,500	149,500	87,992	61,508	
NJPDES Stormwater Permit (NJSA 40A:4-45.3(cc))	6,000	6,000	5,250	750	
Aid to Library	2,340,446	2,340,446	2,340,446		
Interlocal Municipal Service Agreements:					
Maintenance of Board of Education Vehicles	10,000	10,000	10,000		
Township of Hanover Planning and Development Services	81,000	81,000	81,000		
Sale of Gas - Midland Park	10,000	10,000	10,000		
Contribution to Joint Meeting for Consolidated Police Dispatch and Emergency 911	580,728	580,728	580,728		
Public and Private Programs Offset by Revenue:					
Clean Communities Program	39,163	39,163	39,163		
Alcohol Education and Rehabilitation Fund	1,300	1,300	1,300		
Body Armor Replacement Fund	4,127	4,127	4,127		

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	<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 Excluded from "CAPS" (Cont'd):					
Public and Private Programs Offset by Revenue (Cont'd):					
Municipal Alliance on Alcoholism and Drug Abuse:					
State Share	\$ 11,677	\$ 11,677	\$ 11,677		
Local Share	2,920	2,920	2,920		
F.E.M.A. Assistance to Firefighter Grant:					
Federal Share (NJSA 40A:4-87 +\$37,791)		37,791	37,791		
Local Share		3,779	3,779		
Sustainable Energy Grant	2,000	2,000	2,000		
<b>Total Operations Excluded from "CAPS"</b>	<b>3,466,112</b>	<b>3,507,682</b>	<b>3,242,483</b>	<b>\$ 265,199</b>	
Detail:					
Other Expenses	3,466,112	3,507,682	3,242,483	265,199	
Capital Improvements-Excluded from "CAPS":					
Capital Improvement Fund	157,000	157,000	157,000		
<b>Total Capital Improvements-Excluded from "CAPS"</b>	<b>157,000</b>	<b>157,000</b>	<b>157,000</b>		
Municipal Debt Service Excluded from "CAPS":					
Payment of Bond Principal	2,580,000	2,580,000	2,580,000		
Payment of Bond Anticipation Notes	630,000	630,000	630,000		
Interest on Bonds	929,235	929,235	929,235		
Interest on Notes	79,000	79,000	62,759		\$ 16,241
NJ Environmental Infrastructure Trust Program:					
Loan Repayments for Principal and Interest	740,066	740,066	718,191		21,875
<b>Total Municipal Debt Service Excluded from "CAPS"</b>	<b>4,958,301</b>	<b>4,958,301</b>	<b>4,920,185</b>		<b>38,116</b>

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	Appropriations		Expended By		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Reserved	
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	8,556	8,556	8,556		
Total Deferred Charges - Municipal - Excluded from "CAPS"	56,556	56,556	56,556		
Total General Appropriations Excluded from "CAPS"	8,637,969	8,679,539	8,376,224	\$ 265,199	\$ 38,116
Subtotal General Appropriations	45,685,467	45,723,258	44,201,856	1,483,062	38,340
Reserve for Uncollected Taxes	1,375,649	1,375,649	1,375,649		
Total General Appropriations	<u>\$ 47,061,116</u>	<u>\$ 47,098,907</u>	<u>\$ 45,577,505</u>	<u>\$ 1,483,062</u>	<u>\$ 38,340</u>
		Budget After Modification	Paid or Charged		
Adopted Budget		\$ 47,061,116			
Appropriation by NJSA 40A:4-87		37,791			
		<u>\$ 47,098,907</u>			
Cash Disbursed			\$ 48,748,175		
Reserve for Uncollected Taxes			1,375,649		
Deferred Charges			48,000		
Outstanding Encumbrances			765,282		
Due to Federal and State Grant Fund			102,757		
Due to General Capital Fund			8,556		
			51,048,419		
Less: Appropriation Refunds			5,470,914		
			<u>\$ 45,577,505</u>		

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

Year	Balance	2015 Levy	Collections		State of NJ Veterans' and Senior Citizens' Deductions	Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2015
	Dec. 31, 2014		2014	2015				
2014	\$ 706,469			\$ 700,599	\$ (1,500)	\$ 639	\$ 6,731	
2015		\$140,449,848	\$ 687,783	138,868,895	118,012	67,846	18,574	\$ 688,738
	<u>\$ 706,469</u>	<u>\$140,449,848</u>	<u>\$ 687,783</u>	<u>\$139,569,494</u>	<u>\$ 116,512</u>	<u>\$ 68,485</u>	<u>\$ 25,305</u>	<u>\$ 688,738</u>

Analysis of 2015 Property Tax Levy

Tax Yield:

General Purpose Tax	\$139,898,458
Added and Omitted Taxes	551,390
	<u>\$140,449,848</u>

Tax Levy:

Local School District Taxes	\$ 91,260,570
County Taxes	\$ 14,917,457
Due County for Added and Omitted Taxes	58,924
	14,976,381
Municipal Open Space Tax	285,134
	<u>106,522,085</u>
Local Tax for Municipal Purposes Levied	33,391,289
Add: Additional Tax Levied	536,474
	<u>33,927,763</u>
	<u>\$140,449,848</u>

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
SCHEDULE OF 2014 APPROPRIATION RESERVES  
YEAR ENDED DECEMBER 31, 2015

	<u>Balance</u> <u>Dec. 31, 2014</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	\$ 18,427	\$ 18,427	\$ 10,000	\$ 8,427
Other Expenses	59,927	59,927	7,524	52,403
Mayor and Council:				
Salaries and Wages	2,228	2,228		2,228
Other Expenses	18,881	18,881	11,392	7,489
Municipal Clerk:				
Salaries and Wages	10,912	10,912		10,912
Other Expenses	12,860	12,860	10,348	2,512
Financial Administration:				
Salaries and Wages	42,291	42,291	5,000	37,291
Other Expenses	12,938	12,938	730	12,208
Annual Audit	47,293	47,293	46,500	793
Management Information Systems:				
Salaries and Wages	26,533	26,533	15,000	11,533
Other Expenses	16,595	16,595	6,696	9,899
Tax Assessment Administration:				
Salaries and Wages	332	332		332
Other Expenses	2,358	2,358	1,601	757
Revenue Administration (Tax Collection):				
Salaries and Wages	1,176	1,176		1,176
Other Expenses	13,036	13,036	1,775	11,261
Legal Services and Costs:				
Salaries and Wages	1	1		1
Other Expenses	36,133	56,133	28,337	27,796
Elections:				
Salaries and Wages	2,743	2,743		2,743
Other Expenses	17,950	17,950		17,950
Engineering Services and Costs:				
Salaries and Wages	10,021	10,021	900	9,121
Other Expenses	4,395	4,395	3,017	1,378
Historic Preservation:				
Salaries and Wages	100	100		100
Other Expenses	16	16	11	5
Municipal Land Use Law (N.J.S.A. 40:55D-1):				
Planning Board:				
Salaries and Wages	9,529	8,529		8,529
Other Expenses	5,983	18,983	10,457	8,526
Board of Adjustment:				
Salaries and Wages	1,615	1,615		1,615
Other Expenses	3,089	5,089	2,864	2,225

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
SCHEDULE OF 2014 APPROPRIATION RESERVES  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	Balance Dec. 31, 2014	Balance After Modification	Paid or Charged	Balance Lapsed
Insurance:				
Other Insurance	\$ 129,898	\$ 129,898	\$ 125,000	\$ 4,898
Workers' Compensation Insurance	204,000	204,000	204,000	
Group Insurance Plan for Employees	286,694	286,694	1,844	284,850
Police:				
Salaries and Wages	66,624	56,624	46,558	10,066
Other Expenses	122,394	122,394	70,699	51,695
Emergency Services:				
Salaries and Wages	7,721	5,721	5,600	121
Other Expenses	13,570	15,570	4,519	11,051
Office of Emergency Management:				
Salaries and Wages	867	867	451	416
Other Expenses	12,083	12,083	2,181	9,902
Fire Department:				
Salaries and Wages	167,835	140,835	133,859	6,976
Other Expenses	141	4,141	4,141	
P.E.O.S.H.A. Fire:				
Other Expenses	3,784	3,784	326	3,458
Street and Roads Maintenance:				
Salaries and Wages	63,080	23,080	20,000	3,080
Other Expenses	99,894	134,894	128,336	6,558
Community Services Act	1,000	1,000		1,000
Central Garage:				
Salaries and Wages	20,667	667		667
Other Expenses	41,883	61,883	60,172	1,711
Traffic and Signal:				
Salaries and Wages	37,495	37,495	30,000	7,495
Other Expenses	8,788	8,788	7,892	896
Recycling:				
Salaries and Wages	9,365	9,365	794	8,571
Other Expenses	8,998	8,998	7,140	1,858
Solid Waste Collection:				
Salaries and Wages	56,404	56,404	30,000	26,404
Other Expenses	8,482	8,482	2,764	5,718
Yardwaste Recycling:				
Salaries and Wages	1,964	1,964		1,964
Other Expenses	49,995	49,995	6,849	43,146
Property Maintenance:				
Salaries and Wages	1,413	1,413	498	915
Other Expenses	39,467	39,467	27,218	12,249

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
SCHEDULE OF 2014 APPROPRIATION RESERVES  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	Balance Dec. 31, 2014	Balance After Modification	Paid or Charged	Balance Lapsed
Health Services:				
Salaries and Wages	\$ 2,454	\$ 2,454		\$ 2,454
Other Expenses	2,940	2,940	\$ 282	2,658
Animal Control:				
Other Expenses	1,415	1,415	1,269	146
Contribution to Social Services Agencies - Statutory:				
Other Expenses	8,627	8,627	1,792	6,835
Recreation Services and Programs:				
Salaries and Wages	5,015	5,015		5,015
Other Expenses	9,357	9,357	7,724	1,633
Community Center:				
Other Expenses	2,525	2,525	944	1,581
Community Relations Advisory Board:				
Other Expenses	221	221	35	186
Parks Department:				
Salaries and Wages	16,459	6,459		6,459
Other Expenses	8,245	22,245	21,171	1,074
Graydon Pool:				
Salaries and Wages	2,559	2,559		2,559
Other Expenses	5,186	5,186	3,910	1,276
Project Pride:				
Other Expenses	2,349	2,349		2,349
Municipal Court:				
Salaries and Wages	1,232	1,232		1,232
Other Expenses	3,544	3,544	330	3,214
Public Defender:				
Other Expenses	1,100	1,100	400	700
Water Pollution Control:				
Salaries and Wages	6,386	6,386		6,386
Other Expenses	47,379	47,379	7,638	39,741
Landfill/Solid Waste Disposal Costs:				
Other Expenses	82,476	82,476	50,065	32,411
Construction Code Official:				
Salaries and Wages	8,746	8,746		8,746
Other Expenses	1,446	1,446	1,446	
Salary Adjustment Account	3,408	3,408		3,408
Utilities and Bulk Purchases	194,361	194,361	131,084	63,277
Contingent	12,181	12,181		12,181

VILLAGE OF RIDGEWOOD  
CURRENT FUND  
SCHEDULE OF 2014 APPROPRIATION RESERVES  
YEAR ENDED DECEMBER 31, 2015  
(Continued)

	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Balance</u> <u>After</u> <u>Modification</u>	<u>Paid or</u> <u>Charged</u>	<u>Balance</u> <u>Lapsed</u>
<u>Contribution to:</u>				
Public Employees' Retirement System	\$ 1,874	\$ 1,874		\$ 1,874
Social Security System (O.A.S.I.)	200,680	200,680	\$ 90,324	110,356
Defined Contribution Retirement Plan	1,828	1,828		1,828
Unemployment Compensation Insurance	131,083	131,083	131,000	83
Northwest Bergen County Sewer Authority -				
Contractual	6,187	6,187		6,187
Sludge Removal - Contractual	15,357	15,357	6,000	9,357
NJPDES Stormwater Permit (NJSA 40A:4-45.3(cc))	720	720		720
	<u>\$ 2,629,208</u>	<u>\$ 2,629,208</u>	<u>\$ 1,538,407</u>	<u>\$ 1,090,801</u>
<u>Analysis of Beginning Balance/Paid or Charged:</u>				
Unencumbered	\$ 1,467,504			
Encumbered	<u>1,161,704</u>			
	<u>\$ 2,629,208</u>			
Cash Disbursed			\$ 1,522,358	
Other Encumbrances			<u>16,500</u>	
			1,538,858	
Less: Refunds			<u>451</u>	
			<u>\$ 1,538,407</u>	

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VILLAGE OF RIDGEWOOD  
CURRENT FUND  
SCHEDULE OF TAX TITLE LIENS

Balance December 31, 2014		\$ 130,119
Increased by:		
Transfer from Taxes Receivable	\$ 25,305	
Interest and Costs Accrued at Tax Sale	<u>2,058</u>	
		<u>27,363</u>
Balance December 31, 2015		<u><u>\$ 157,482</u></u>

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

Balance December 31, 2014	\$ 44,718,552
Local School District Tax Deferred	
Increased by:	
Levy - School Year July 1, 2015 - June 30, 2016	91,260,570
	135,979,122
Decreased by:	
Payments to Local School District	90,348,666
Balance December 31, 2015	\$ 45,630,456
Local School District Tax Deferred	45,630,456
<u>Analysis of Increase - Deferred School Tax:</u>	
Balance December 31, 2015	\$ 45,630,456
Balance December 31, 2014	44,718,552
Net Increase Credited to Operations	\$ 911,904

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

	Balance Dec. 31, 2014	2015 Budget Revenue Realized	Received	Transferred from Unappropriated Reserves	Canceled to Current Fund Operations	Balance Dec. 31, 2015
Drunk Driving Enforcement Fund: 2008	\$ 18,622					\$ 18,622
Clean Communities Program: 2015		\$ 39,163		\$ 39,163		
2011	35,005					35,005
Alcohol Education and Rehabilitation: 2015		1,300		1,300		
2008	334					334
Body Armor Replacement Fund: 2015		4,127		4,127		
2009	5,377					5,377
2008	78					78
Municipal Alliance on Alcoholism and Drug Abuse						
2015		11,677	\$ 8,659			3,018
2014	6,130		2,323			3,807
2013	2,374				\$ 2,374	
2012	2,676				2,676	
F.E.M.A. Assistance to Firefighter Grant: 2015		37,791				37,791
New Jersey Sustainable Energy - 2015		2,000		2,000		
Safe Routes to School: 2009	168,157		10,142			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
Fire Safer Grant - 2012	11,450				11,450	
	<u>\$ 346,732</u>	<u>\$ 96,058</u>	<u>\$ 21,124</u>	<u>\$ 46,590</u>	<u>\$ 16,500</u>	<u>\$ 358,576</u>

Original Budget  
Appropriation by NJSA 40A:4-87

\$ 58,267
<u>37,791</u>
<u>\$ 96,058</u>

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

	Balance Dec. 31, 2014	Transferred to 2015 Budget Revenue	Received	Balance Dec. 31, 2015
Drunk Driving Enforcement Fund			\$ 12,238	\$ 12,238
Clean Communities Program	\$ 39,163	\$ 39,163	47,597	47,597
Alcohol Education and Rehabilitation Fund	1,300	1,300	1,768	1,768
Body Armor Replacement Fund	4,127	4,127	7,403	7,403
Drive Sober or Get Pulled Over	4,100			4,100
New Jersey Sustainable Energy	2,000	2,000		
	<u>\$ 50,690</u>	<u>\$ 46,590</u>	<u>\$ 69,006</u>	<u>\$ 73,106</u>

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

	Balance Dec. 31, 2014	Transferred from 2015 Budget Appropriations	Expended	Canceled to Current Fund Operations	Balance Dec. 31, 2015
Drunk Driving Enforcement Fund - 2014	\$ 14,452		\$ 14,452		
Clean Communities Program:					
2015		\$ 39,163	39,163		
2014	6,759				\$ 6,759
Alcohol Education and Rehabilitation:					
2015		1,300			1,300
2014	2,111		1,043		1,068
2011	955				955
2007	215				215
Body Armor Replacement Fund:					
2015		4,127	4,127		
2014	4,164		4,164		
2011	24				24
Municipal Alliance on Alcoholism and Drug Abuse:					
State Share:					
2015		11,677	6,886		4,791
2014	7,253				7,253
2013	1,820			\$ 1,820	
2012	3,825			3,825	
Local Share:					
2015		2,920	2,920		
2014	1,814				1,814
2013	732			732	
2012	956			956	
F.E.M.A. Assistance to Firefighter Grant:					
Federal Share - 2015		37,791	26,716		11,075
Local Share - 2015		3,779	984		2,795
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
Fire Safer Grant - 2012	11,450			11,450	
Municipal Stormwater Regulation Program	8,798				8,798
Bergen County One Stop Disaster Relief Program - 2011	9,987			9,987	

VILLAGE OF RIDGEWOOD  
FEDERAL AND STATE GRANT FUND  
SCHEDULE OF APPROPRIATED RESERVES  
(Continued)

	<u>Balance</u> <u>Dec. 31, 2014</u>	<u>Transferred</u> <u>from</u> <u>2015 Budget</u> <u>Appropriations</u>	<u>Expended</u>	<u>Canceled to</u> <u>Current</u> <u>Fund</u> <u>Operations</u>	<u>Balance</u> <u>Dec. 31, 2015</u>
Bergen County JIF - Police Accreditation	\$ 4,381		\$ (2,114)		\$ 6,495
Community Policing - 1998	1				1
	<u>\$ 298,585</u>	<u>\$ 102,757</u>	<u>\$ 98,341</u>	<u>\$ 28,770</u>	<u>\$ 274,231</u>
Original Budget		\$ 58,267			
Appropriation by NJSA 40A:4-87		<u>37,791</u>			
		96,058			
Matching Funds		<u>6,699</u>			
		<u>\$ 102,757</u>			
Cash Disbursed			\$ 69,612		
Outstanding Encumbrances			<u>32,602</u>		
			102,214		
Less: Appropriation Refunds			<u>3,873</u>		
			<u>\$ 98,341</u>		

VILLAGE OF RIDGEWOOD  
COUNTY OF BERGEN  
2015  
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, 2015  
(With Comparative Totals for 2014)

	Assessment Fund	Animal Control Fund	Other Trust Fund	Public Assistance Fund	Totals (Memorandum Only)	
					2015	2014
<u>ASSETS</u>						
Cash and Cash Equivalents	\$ 6,836	\$ 140,085	\$ 4,075,945	\$ 1,510	\$ 4,224,376	\$ 4,258,287
Assessments Receivable	3,052				3,052	3,615
Assessment Liens Interest and Costs	106				106	151
Interfunds Receivable			1,752		1,752	10,265
<b>TOTAL ASSETS</b>	<u>\$ 9,994</u>	<u>\$ 140,085</u>	<u>\$ 4,077,697</u>	<u>\$ 1,510</u>	<u>\$ 4,229,286</u>	<u>\$ 4,272,318</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>						
Due to State of New Jersey Board of Health		\$ 55			\$ 55	\$ 476
Interfunds Payable	\$ 16	30,808		\$ 4	30,828	92,950
Accounts Payable			\$ 5,510		5,510	2,193
Reserve for:						
Assessments and Liens	3,052				3,052	3,615
Assessment Liens Interest and Costs	106				106	151
Animal Control Fund Expenditures		109,222			109,222	125,845
Other Trust Funds			3,930,837		3,930,837	3,888,210
Insurance Claims			141,350		141,350	151,160
Public Assistance				1,506	1,506	1,506
Fund Balance	6,820				6,820	6,212
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCES</b>	<u>\$ 9,994</u>	<u>\$ 140,085</u>	<u>\$ 4,077,697</u>	<u>\$ 1,510</u>	<u>\$ 4,229,286</u>	<u>\$ 4,272,318</u>

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VILLAGE OF RIDGEWOOD  
ASSESSMENT TRUST FUND  
SCHEDULE OF FUND BALANCE

Balance December 31, 2014	\$ 6,212
Increased by:	
Collection of Unpledged Assessments	<u>608</u>
Balance December 31, 2015	<u><u>\$ 6,820</u></u>

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VILLAGE OF RIDGEWOOD  
TRUST FUNDS  
SCHEDULE OF RESERVE FOR INSURANCE CLAIMS

Balance December 31, 2014	\$ 151,160
Increased by Receipts:	
Insurance Deposits	<u>339,927</u>
	491,087
Decreased by Disbursements:	
Insurance Payments	<u>349,737</u>
Balance December 31, 2015	<u><u>\$ 141,350</u></u>

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

Balance December 31, 2014		\$ 125,845
Increased by:		
License Fees Collected		44,153
		169,998
Decreased by:		
2015 Budget Appropriation	\$ 30,000	
Cancellation of Overpayment to State of New Jersey	2	
Statutory Excess Due to Current Fund	30,774	
		60,776
Balance December 31, 2015		\$ 109,222

License Fees Collected

<u>Year</u>	<u>Amount</u>
2013	\$ 58,892
2014	50,330
Maximum Allowable Reserve	\$ 109,222

VILLAGE OF RIDGEWOOD  
TRUST FUNDS  
SCHEDULE OF OTHER TRUST RESERVES

	Balance Dec. 31, 2014	Receipts	Disbursements	Balance Dec. 31, 2015
Reserve for:				
Recycling Expenditures	\$ 268,121	\$ 263,017	\$ 316,747	\$ 214,391
Municipal Court Expenditures:				
POAA	8,749	7,942	10,078	6,613
Public Defender	1,450	1,900		3,350
Kasshau Music Shell	11,717	29,900	24,993	16,624
Taxi Stand Security	3,600			3,600
Recreation Fund	25,107	255,743	242,289	38,561
Unemployment Insurance	168,959	185,447	116,854	237,552
Escrow and Security Deposits Payable	945,563	362,511	323,689	984,385
Bequests/Gifts	17,976	16,075	7,559	26,492
Open Space	633,718	287,192	248,742	672,168
Snow Removal	158,350	60,000	100,000	118,350
Terminal Leave	636,570	607,730	714,917	529,383
COAH Development	431,803	50,660		482,463
Community Center	1,373	38,532	31,510	8,395
Police Outside Duty	214,854	918,520	890,864	242,510
Tax Sale Premiums	360,300	439,200	453,500	346,000
	<u>\$ 3,888,210</u>	<u>\$ 3,524,369</u>	<u>\$ 3,481,742</u>	<u>\$ 3,930,837</u>
Total				

VILLAGE OF RIDGEWOOD  
TRUST FUNDS  
SCHEDULE OF RESERVE FOR PUBLIC ASSISTANCE

Balance December 31, 2014	<u>\$ 1,506</u>
Balance December 31, 2015	<u><u>\$ 1,506</u></u>

VILLAGE OF RIDGEWOOD  
COUNTY OF BERGEN  
2015  
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,	
	2015	2014
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 2,486,819	\$ 6,294,316
Interfunds Receivable	8,556	111,013
Grants Receivable:		
County of Bergen	483,023	503,813
Community Development Block Grant	75,786	40,786
New Jersey Department of Transportation	348,125	348,125
FEMA Homeland Security	119,026	119,026
Prospective Assessments Raised by Taxation	249,000	249,000
Deferred Charges to Future Taxation:		
Funded	29,301,210	32,416,438
Unfunded	16,082,743	13,611,852
<b>TOTAL ASSETS</b>	<b>\$ 49,154,288</b>	<b>\$ 53,694,369</b>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Serial Bonds Payable	\$ 22,092,000	\$ 24,177,000
NJEIT Loans Payable	7,209,210	8,239,438
Bond Anticipation Notes Payable	7,269,350	6,299,350
Improvement Authorizations:		
Funded	2,901,796	4,302,314
Unfunded	4,489,217	5,033,316
Recycling Grant	1,148	1,148
Reserve for:		
Arbitrage Rebate	13,416	13,416
Payment of Debt Service	274,311	653,114
Preliminary Expenses	5,350	5,350
Prospective Assessments Raised by Taxation	249,000	249,000
Encumbrances Payable	3,946,400	4,053,760
Capital Improvement Fund	42,264	49,989
Fund Balance	660,826	617,174
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</b>	<b>\$ 49,154,288</b>	<b>\$ 53,694,369</b>

VILLAGE OF RIDGEWOOD  
GENERAL CAPITAL FUND  
ANALYSIS OF CASH

	Balance/ (Deficit) Dec. 31, 2014	Receipts			Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2015
		Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 617,174			\$ 117,400		\$ 200,000	\$ 31,000	\$ 157,252	\$ 660,826
Capital Improvement Fund	49,989	\$ 157,000					164,725		42,264
Interfunds Receivable	(111,013)			111,013			8,556		(8,556)
Grants Receivable:									
County of Bergen	(503,813)			20,790					(483,023)
Community Development Block Grant	(40,786)						35,000		(75,786)
NJ Department of Transportation	(348,125)								(348,125)
US Department of Homeland Security FEMA	(119,026)								(119,026)
Recycling Grant	1,148								1,148
Reserve for:									
Arbitrage Rebate	13,416								13,416
Payment of Debt Service	653,114			121,197		500,000			274,311
Preliminary Expenses	5,350								5,350
Encumbrances Payable	4,053,760					2,312,757	73,482	2,278,879	3,946,400

Improvement Authorizations:

Ord. No.	Improvement Description							
2490	Curbs and Sidewalks - CBD Phase III	(99,200)					8,556	(90,644)
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)
2700/2721	Various Capital Improvements	14,165					14,165	
2733	Upgrades to WPC Facility - Supplementals	292						292
2752/2857	Supplemental Village Annex	18,146			\$ 13,675			4,471
2785	Graydon Pool Improvements	(156,071)						(156,071)
2801	Acquisition of Cable TV Equipment	9,444					9,444	
2828	Various Capital Improvements	21,348		6,559			27,907	
2866	Various Capital Improvements	137,301						137,301
2867	Various Capital Improvements	177,488					11,820	165,668
2928	Various Capital Improvements	3,766					3,766	
2986	Various Capital Improvements	69						69
3009	Improvements to Roller Hockey Rink	17,594					17,594	

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

Ord. No.	Improvement Description	Balance/ (Deficit) Dec. 31, 2014	Receipts			Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2015
			Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
<u>Improvement Authorizations:</u>										
3012	Improve Access to Village Hall	\$ 37,960								\$ 37,960
3014	Supplemental Construction of Comfort Station	754					\$ 754			
3042	Various Capital Improvements	187,112								187,112
3046	Various Capital Improvements	11,558						4,108		7,450
3096	Purchase and Installation of In-Ambulance Computers	1,914						1,914		
3111	Various Capital Improvements	171,781						4,006		167,775
3112	Various Capital Improvements	244,769				\$ 3,321		12,215	\$ 2,416	231,649
3135	Supplement 3042 CBD Lighting	593								593
3137	Purchase and Rehabilitation of Sewer Pumps and Appurtenances	111						111		
3139	Landscape Enhancements to Maple and Citizens Parks	8,495						8,495		
3163	Acquisition of Land	821				266			11,257	11,812
3169	Improvements to Habernickel Park	(240,500)								(240,500)
3170	Various Capital Improvements	(230,956)								(230,956)
3171	Various Capital Improvements	191,221				2,233		3,718		185,270
3195	Streetscape Improvements on East Ridgewood Avenue	6,908								6,908
3202	Parking Lot Resurfacing Chestnut Street Lot	1,781						1,781		
3208	Parking Lot Resurfacing Prospect Street Lot	2,327						2,336	9	
3215	Installation of Barrier Free Curb Cuts	4,076								4,076
3219	Sidewalk, Apron and Curb Cut Improvements - Special Assessments	28,500						28,200		300
3262	Repair and Replace Train Station Roof	434,102								434,102
3270	Various Capital Improvements	516,017				143,344		632	7,575	379,616
3292	Exhaust Removal System - EMS Building	1,645								1,645
3306	Various Capital Improvements	1,735,279				746,237		263,801	1,089	726,330
3309	Improvements to Habernickel Park	(50,456)								(50,456)
3315	Purchase of Two Pick Up Trucks with Plows	1,572						1,572		
3316	Restoration of Saddle River Bank and Pipeline	(104,942)					149			(105,091)
3317	Purchase and Installation of Brine Making Equipment	34,893								34,893

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

Ord. No.	Improvement Description	Balance/ (Deficit) Dec. 31, 2014	Receipts			Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2015
			Budget Appropriation	Bond Anticipation Notes	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
<u>Improvement Authorizations:</u>										
3337	Restoration of Village Hall Level 1	\$ 98,329				\$ 205		\$ 4,419		\$ 102,543
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	(1,012,014)				8,236		\$ 6,310	12,626	(1,013,934)
3360	Supplemental Ordinance 3112 Purchase In-Ground Hydraulic Equipment	3,346						3,346		
3361	Various Capital Improvements	143,833		\$ 700,000		115,670		41,580	30,260	716,843
3367	Various Capital Improvements	323,835				42,898		75,289	500	206,148
3384	Various Train Station Capital Improvements	101,833								101,833
3391	Cleaning and Remediation of Maple Park Turf Field	4,595								4,595
3392	Various Capital Improvements	2,023,509		900,000		1,249,310		871,555		802,644
3419	Various Road Improvements	(1,329,624)				376				(1,330,000)
3421	Various Capital Improvements	(598,846)				159,974		61,535	3,331	(817,024)
3460	Various Capital Improvements					271,971		335,045	36,000	(571,016)
3475/3507	Various Capital Improvements					170,834		592,970	128,725	(635,079)
3495	Construction of a Handicapped Accessible Ramp at Graydon Pool								35,000	35,000
3506	Repairs to the Traffic and Signal Building							30,162	31,000	838
		<u>\$ 6,294,316</u>	<u>\$ 157,000</u>	<u>\$ 1,600,000</u>	<u>\$ 376,959</u>	<u>\$ 2,928,699</u>	<u>\$ 3,012,757</u>	<u>\$ 2,748,894</u>	<u>\$ 2,748,894</u>	<u>\$ 2,486,819</u>

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

Ord. No.	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Notes Paid by Budget Appropriation	Funded by Budget Appropriation	Canceled	Balance Dec. 31, 2015	Analysis of Balance at December 31, 2015		
								Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
2490	Curbs and Sidewalks - CBD Phase III	\$ 99,200			\$ 8,556		\$ 90,644		\$ 90,644	
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			\$ 50
3111	Various Capital Improvements	462				\$ 462				
3163	Acquisition of Land	657,000		\$ 130,000			527,000	\$ 427,000		100,000
3169	Improvements to Habernickel Park	240,500					240,500		240,500	
3170	Various Capital Improvements	239,000					239,000		230,956	8,044
3270	Various Capital Improvements	250					250			250
3309	Improvements to Habernickel Park	50,547				91	50,456		50,456	
3316	Restoration of Saddle River Bank and Pipeline	690,000		250,000			440,000	240,000	105,091	94,909
3337	Restoration of Village Hall Level 1	330,000					330,000	330,000		

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

Ord. No.	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Notes Paid by Budget Appropriation	Funded by Budget Appropriation	Canceled	Balance Dec. 31, 2015	Analysis of Balance at December 31, 2015		
								Financed by Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations
3356	Purchase and Install Radio Communications Equipment	\$ 1,013,935					\$ 1,013,935		\$ 1,013,934	\$ 1
3361	Various Capital Improvements	3,269,092					3,269,092	\$ 3,200,000		69,092
3367	Various Capital Improvements	522,350		\$ 250,000			272,350	272,350		
3392	Various Capital Improvements	2,800,000					2,800,000	2,800,000		
3419	Various Road Improvements	1,330,000					1,330,000		1,330,000	
3421	Various Capital Improvements	1,290,000					1,290,000		817,024	472,976
3460	Various Capital Improvements		\$ 679,000				679,000		571,016	107,984
3475	Various Capital Improvements		2,431,000				2,431,000		635,079	1,795,921
		<u>\$ 13,611,852</u>	<u>\$ 3,110,000</u>	<u>\$ 630,000</u>	<u>\$ 8,556</u>	<u>\$ 553</u>	<u>\$ 16,082,743</u>	<u>\$ 7,269,350</u>	<u>\$ 6,164,166</u>	<u>\$ 2,649,227</u>

Improvement Authorizations Unfunded

Less: Unexpended Proceeds of Bond Anticipation Notes Issued:

Ord. No. 3163	\$ 11,812
Ord. No. 3337	102,543
Ord. No. 3361	716,843
Ord. No. 3367	206,148
Ord. No. 3392	802,644
	<u>1,839,990</u>
	<u>\$ 2,649,227</u>

VILLAGE OF RIDGEWOOD  
GENERAL CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance		Balance Dec. 31, 2014		2015 Authorizations					Balance Dec. 31, 2015		
		Date	Amount	Funded	Unfunded	Capital Improvement Fund	Other Financing Sources	Deferred Charges to Future Taxation-Unfunded	Paid or Charged	Prior Year Encumbrances Canceled	Canceled	Funded	Unfunded
2700/2721	Various Capital Improvements	05/17/00; 10/10/00	\$ 499,035	\$ 14,165							\$ 14,165		
2733	Upgrades to WPC Facility - Supplementals	05/09/01	19,000,000	292								\$ 292	
2752/2857	Supplemental Village Annex	10/24/01; 12/15/03	6,670,000	18,146				\$ 13,675				4,471	
2801	Acquisition of Cable TV Equipment	10/09/02	75,000	9,444						9,444			
2828	Various Capital Improvements	06/11/03	719,500	21,348				(6,559)		27,907			
2866	Various Capital Improvements	02/25/04	1,167,147	137,301								137,301	
2867	Various Capital Improvements	02/11/04	463,000	177,488						11,820		165,668	
2928	Various Capital Improvements	03/09/05	213,342	3,766						3,766			
2986	Various Capital Improvements	04/19/06	488,600	69								69	
3009	Improvements to Roller Hockey Rink	08/09/06	75,576	17,594						17,594			
3012	Improve Access to Village Hall	08/09/06	85,000	37,960								37,960	
3014	Supplemental Construction of Comfort Station	08/09/06	311,500	754						754			
3042	Various Capital Improvements	03/14/07	1,809,000	187,112	\$ 50						187,112	\$ 50	
3046	Various Capital Improvements	03/14/07	214,000	11,558						4,108		7,450	
3096	Purchase and Installation of In-Ambulance Computers	01/16/08	19,000	1,914							1,914		
3111	Various Capital Improvements	04/09/08	2,529,500	171,781	462					4,468	167,775		
3112	Various Capital Improvements	04/09/08	851,030	244,769				3,321	\$ 2,416	12,215	231,649		
3135	Supplement 3042 CBD Lighting	09/10/08	190,000	593							593		
3137	Purchase and Rehabilitation of Sewer Pumps and Appurtenances	09/10/08	43,000	111							111		
3139	Landscape Enhancements to Maple and Citizens Parks	09/10/08	93,266	8,495							8,495		
3163	Acquisition of Land	02/11/09	2,900,000		100,821			266	11,257			111,812	
3170	Various Capital Improvements	03/11/09	715,000		8,044							8,044	
3171	Various Capital Improvements	03/11/09	676,912	191,221				2,233		3,718	185,270		
3195	Streetscape Improvements on East Ridgewood Avenue	06/10/09	500,000	6,908								6,908	
3202	Parking Lot Resurfacing Chestnut Street Lot	07/08/09	110,000	1,781							1,781		
3208	Parking Lot Resurfacing Prospect Street Lot	08/05/09	130,000	2,327					9	2,336			
3215	Installation of Barrier Free Curb Cuts	09/16/09	111,600	4,076								4,076	
3219	Sidewalk, Apron and Curb Cut Improvements - Special Assessments	09/30/09	28,500	28,500							28,200	300	
3262	Repair and Replace Train Station Roof	08/11/10	790,720	434,102								434,102	
3270	Various Capital Improvements	12/01/10	3,460,500	516,017	250			143,976	7,575		379,616	250	
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	1,735,279				1,010,038	1,089		726,330		
3309	Improvements to Habernickel Park	10/12/11	2,220,300		91						91		
3315	Purchase of Two Pick Up Trucks with Plows	12/14/11	85,000	1,572							1,572		

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

Ord. No.	Improvement Description	Ordinance		Balance Dec. 31, 2014		2015 Authorizations					Balance Dec. 31, 2015		
		Date	Amount	Funded	Unfunded	Capital Improvement Fund	Other Financing Sources	Deferred Charges to Future Taxation-Unfunded	Paid or Charged	Prior Year Encumbrances Canceled	Canceled	Funded	Unfunded
3316	Restoration of Saddle River Bank and Pipeline	12/14/11	\$ 800,000		\$ 95,058				\$ 149			\$ 94,909	
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		98,329				205	\$ 4,419			102,543
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	
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		1,921				17,746	15,826			1
3360	Supplemental Ordinance 3112 Purchase In-Ground Hydraulic Equipment	10/24/12	40,000	3,346							\$ 3,346		
3361	Various Capital Improvements	12/05/12	3,811,741		912,925				157,250	30,260			785,935
3367	Various Capital Improvements	12/12/12	613,000		323,835				117,687				206,148
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	123,509	2,800,000				2,120,865				802,644
3419	Various Road Improvements	05/28/14	1,549,000		376				376				
3421	Various Capital Improvements	07/16/14	1,356,000		691,154				221,509	3,331			472,976
3460	Various Capital Improvements	03/11/15	715,000			\$ 36,000		\$ 679,000	607,016				107,984
3475/3507	Various Capital Improvements	05/13/15; 11/09/15	2,559,725			128,725		2,431,000	763,804				1,795,921
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					31,000	30,162			838	
				<u>\$4,302,314</u>	<u>\$5,033,316</u>	<u>\$ 164,725</u>	<u>\$ 66,000</u>	<u>\$ 3,110,000</u>	<u>\$ 5,203,719</u>	<u>\$ 76,182</u>	<u>\$ 157,805</u>	<u>\$2,901,796</u>	<u>\$4,489,217</u>

Community Development Block Grant \$ 35,000  
Capital Fund Balance 31,000  
\$ 66,000

Deferred Charges to Future Taxation - Unfunded \$ 553  
Capital Fund Balance 157,252  
\$ 157,805

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

Balance December 31, 2014		\$ 8,239,438
Less: Principal matured		1,030,228
Balance December 31, 2015		\$ 7,209,210

Schedule of Principal and Interest Payments Outstanding December 31, 2015

Due	Loan #2			Loan Balance
	Fund Loan Principal	Trust Loan Principal	Trust Loan Interest	
				\$ 1,306,700
2/1/2016	\$ 17,347		\$ 9,231	1,289,353
8/1/2016	83,115	\$ 35,000	9,231	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	
	\$ 916,700	\$ 390,000	\$ 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, 2015

Due	Fund Loan Principal	Trust Loan Principal	Trust Loan Interest	Loan Balance
		Loan #1		\$ 5,902,510
2/1/2016	\$ 54,262		\$ 80,988	5,848,248
8/1/2016	379,213	\$ 485,000	80,988	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>\$ 2,602,510</u>	<u>\$ 3,300,000</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, 2014	Issued	Matured	Balance Dec. 31, 2015
				Issue	Maturity					
3163	Acquisition of Land	\$ 1,500,000	07/14/09	06/19/14 06/17/15	06/18/15 06/17/16	1.00% 2.00%	\$ 557,000	\$ 427,000	\$ 557,000	\$ 427,000
3316	Restoration of Saddle River Bank and Pipeline	560,000	06/22/12	06/19/14 06/17/15	06/18/15 06/17/16	1.00% 2.00%	490,000	240,000	490,000	240,000
3337	Restoration of Village Hall Level 1	380,000	06/22/12	06/19/14 06/17/15	06/18/15 06/17/16	1.00% 2.00%	330,000	330,000	330,000	330,000
3361	Various Capital Improvements	2,500,000	06/19/14	06/19/14 06/17/15 06/17/15	06/18/15 06/17/16 06/17/16	1.00% 2.00% 2.00%	2,500,000	2,500,000 700,000	2,500,000	2,500,000 700,000
3367	Various Capital Improvements	582,350	06/21/13	06/19/14 06/17/15	06/18/15 06/17/16	1.00% 2.00%	522,350	272,350	522,350	272,350
3392	Various Capital Improvements	1,900,000	06/19/14	06/19/14 06/17/15 06/17/15	06/18/15 06/17/16 06/17/16	1.00% 2.00% 2.00%	1,900,000	1,900,000 900,000	1,900,000	1,900,000 900,000
							<u>\$ 6,299,350</u>	<u>\$ 7,269,350</u>	<u>\$ 6,299,350</u>	<u>\$ 7,269,350</u>
Renewals								\$ 5,669,350	\$ 5,669,350	
New Issues								1,600,000		
Paid by Budget Appropriation									630,000	
							<u>\$ 7,269,350</u>	<u>\$ 6,299,350</u>		

VILLAGE OF RIDGEWOOD  
GENERAL CAPITAL FUND  
SCHEDULE OF SERIAL BONDS PAYABLE

Improvement Description	Date of Issue	Original Issue	Maturities December 31, 2015		Interest Rate	Balance Dec. 31, 2014	Matured	Balance Dec. 31, 2015
			Date of Maturity	Amount				
General Improvement Bonds of 2007	6/29/2007	\$ 12,514,000	6/15/2016	\$ 900,000	4.250%	\$ 9,139,000	\$ 900,000	\$ 8,239,000
			6/15/2017	900,000	4.250%			
			6/15/2018	900,000	5.000%			
			6/15/2019	900,000	4.125%			
			6/15/2020	900,000	4.250%			
			6/15/2021	925,000	4.250%			
			6/15/2022	950,000	4.300%			
			6/15/2023	950,000	4.375%			
			6/15/2024	914,000	4.375%			
General Refunding Bonds of 2013	5/8/2013	4,860,000	7/1/2016	555,000	4.000%	4,805,000	535,000	4,270,000
			7/1/2017	575,000	4.000%			
			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%			

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

Improvement Description	Date of Issue	Original Issue	Maturities December 31, 2015		Interest Rate	Balance	Matured	Balance
			Date of Maturity	Amount		Dec. 31, 2014		Dec. 31, 2015
General Improvement Bonds of 2013	6/15/2013	\$ 10,858,000	6/15/2016	\$ 700,000	3.000%			
			6/15/2017	750,000	4.000%			
			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%	\$ 10,233,000	\$ 650,000	\$ 9,583,000
					\$ 24,177,000	\$ 2,085,000	\$ 22,092,000	

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

Ord. No.	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Funded by Budget Appropriation	Bond Anticipation Notes Issued	Canceled	Balance Dec. 31, 2015
2490	Curbs and Sidewalks - CBD Phase III	\$ 99,200		\$ 8,556			\$ 90,644
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
3111	Various Capital Improvements	462				\$ 462	
3163	Acquisition of Land	100,000					100,000
3169	Improvements to Habernickel Park	240,500					240,500
3170	Various Capital Improvements	239,000					239,000

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

Ord. No.	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Funded by Budget Appropriation	Bond Anticipation Notes Issued	Canceled	Balance Dec. 31, 2015
3270	Various Capital Improvements	\$ 250					\$ 250
3309	Improvements to Habernickel Park	50,547				\$ 91	50,456
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	769,092			\$ 700,000		69,092
3392	Various Capital Improvements	900,000			900,000		
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	Various Capital Improvements		2,431,000				2,431,000
		<u>\$ 7,312,502</u>	<u>\$ 3,110,000</u>	<u>\$ 8,556</u>	<u>\$ 1,600,000</u>	<u>\$ 553</u>	<u>\$ 8,813,393</u>

VILLAGE OF RIDGEWOOD  
COUNTY OF BERGEN  
2015  
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, 2015  
(With Comparative Totals for 2014)

	<u>Utility Operating Funds</u>		<u>Totals</u> <u>(Memorandum Only)</u>	
	<u>Water</u>	<u>Parking</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>				
Utility Operating:				
Cash and Cash Equivalents	\$ 9,666,555	\$ 1,520,652	\$ 11,187,207	\$ 7,770,551
Change Fund	100	3,496	3,596	5,409
	<u>9,666,655</u>	<u>1,524,148</u>	<u>11,190,803</u>	<u>7,775,960</u>
Interfunds Receivable		102	102	7,667
Receivables with Full Reserves:				
Consumer Accounts Receivable	3,404,696		3,404,696	2,545,822
Hydrant Service Receivable	51,307		51,307	81,456
Other Receivables	57,463		57,463	44,225
	<u>\$ 13,180,121</u>	<u>\$ 1,524,250</u>	<u>\$ 14,704,371</u>	<u>\$ 10,455,130</u>
<b>TOTAL ASSETS</b>				
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u>				
Appropriation Reserves:				
Unencumbered	\$ 235,494	\$ 8,402	\$ 243,896	\$ 179,265
Encumbered	282,171	479	282,650	430,839
Total Appropriation Reserves	<u>517,665</u>	<u>8,881</u>	<u>526,546</u>	<u>610,104</u>
Interfunds Payable	1,000		1,000	9,646
Accrued Interest on Bonds and Notes	113,995	2,005	116,000	112,208
Water Rent Overpayments	723,052		723,052	559,289
	<u>1,355,712</u>	<u>10,886</u>	<u>1,366,598</u>	<u>1,291,247</u>
Reserve for:				
Receivables	3,513,466		3,513,466	2,671,503
Litigation	2,170		2,170	2,170
Park and Ride		319,350	319,350	307,674
Fund Balance	<u>8,308,773</u>	<u>1,194,014</u>	<u>9,502,787</u>	<u>6,182,536</u>
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCES</b>	<u>\$ 13,180,121</u>	<u>\$ 1,524,250</u>	<u>\$ 14,704,371</u>	<u>\$ 10,455,130</u>

VILLAGE OF RIDGEWOOD  
UTILITY OPERATING FUNDS  
COMBINING STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE  
YEAR ENDED DECEMBER 31, 2015  
(With Comparative Totals for 2014)

	<u>Utility Operating Funds</u>		<u>Totals</u> <u>(Memorandum Only)</u>	
	<u>Water</u>	<u>Parking</u>	<u>2015</u>	<u>2014</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	\$ 645,420	\$ 153,684	\$ 799,104	\$ 594,000
Water Rents	13,687,362		13,687,362	13,921,652
Parking Lot Fees and Permits		1,305,869	1,305,869	1,161,239
Fire Hydrant Service	212,831		212,831	
Miscellaneous Revenue	265,502	3,830	269,332	363,355
Nonbudget Revenue	111,637	768,128	879,765	
Other Credits to Income:				
Unexpended Balance of Appropriation Reserves	249,730	9,950	259,680	579,629
Total Income	<u>15,172,482</u>	<u>2,241,461</u>	<u>17,413,943</u>	<u>16,619,875</u>
<u>Expenditures</u>				
Budget Expenditures:				
Operating	8,241,807	932,531	9,174,338	8,690,713
Capital Improvements	600,000	1,000	601,000	600,500
Debt Service	1,992,495	53,106	2,045,601	2,655,164
Deferred Charges and Statutory Expenditures	560,000	73,153	633,153	619,563
Budgeted Fund Balance	590,496	250,000	840,496	728,613
Total Expenditures	<u>11,984,798</u>	<u>1,309,790</u>	<u>13,294,588</u>	<u>13,294,553</u>
Excess in Revenue	3,187,684	931,671	4,119,355	3,325,322
<u>Fund Balance</u>				
Balance January 1	5,766,509	416,027	6,182,536	3,451,214
	<u>8,954,193</u>	<u>1,347,698</u>	<u>10,301,891</u>	<u>6,776,536</u>
Decreased by:				
Utilized as Anticipated Revenue	645,420	153,684	799,104	594,000
Balance December 31	<u>\$ 8,308,773</u>	<u>\$ 1,194,014</u>	<u>\$ 9,502,787</u>	<u>\$ 6,182,536</u>

VILLAGE OF RIDGEWOOD  
WATER UTILITY OPERATING FUND  
STATEMENT OF REVENUES  
YEAR ENDED DECEMBER 31, 2015

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Anticipated	\$ 645,420	\$ 645,420	
Water Rents	11,430,000	13,687,362	\$ 2,257,362
Fire Hydrant Service	130,000	212,831	82,831
Miscellaneous Revenue	<u>195,000</u>	<u>265,502</u>	<u>70,502</u>
Budget Totals	12,400,420	14,811,115	<u>\$ 2,410,695</u>
Nonbudget Revenue		<u>111,637</u>	
	<u>\$ 12,400,420</u>	<u>\$ 14,922,752</u>	

Analysis of Miscellaneous Revenue:

Delinquent Payment Penalties	\$ 94,247
Hydrants/Scrap Metal	68,042
Installation Service	67,026
Interest on Investments	25,071
Maintenance Plan	<u>11,116</u>
	<u>\$ 265,502</u>

Analysis of Nonbudget Revenue:

Cell Tower	\$ 95,824
Sewer Orders/Pool Permits	4,965
Spray Tank/Hydrant Permits	<u>10,848</u>
	<u>\$ 111,637</u>

VILLAGE OF RIDGEWOOD  
PARKING UTILITY OPERATING FUND  
STATEMENT OF REVENUES  
YEAR ENDED DECEMBER 31, 2015

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance Anticipated	\$ 153,684	\$ 153,684	
Parking Lot Fees and Permits	1,155,000	1,305,869	\$ 150,869
Interest on Investments	2,000	3,830	1,830
Budget Totals	1,310,684	1,463,383	<u>\$ 152,699</u>
Nonbudget Revenue		768,128	
	<u>\$ 1,310,684</u>	<u>\$ 2,231,511</u>	

Analysis of Nonbudget Revenue:

Joint Insurance Fund Claim	\$ 746,204
Restitution Prior to Joint Insurance Fund Claim	10,000
Bagged Meter Fees	5,020
Miscellaneous	6,904
	<u>\$ 768,128</u>

VILLAGE OF RIDGEWOOD  
WATER UTILITY OPERATING FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015

	Water Utility Operating Fund				Unexpended Balance Canceled
	Appropriations		Expended by		
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 3,261,607	\$ 3,261,607	\$ 3,200,291	\$ 61,316	
Other Expenses	4,980,200	4,980,200	4,889,851	90,349	
Total Operating	8,241,807	8,241,807	8,090,142	151,665	
Capital Improvements:					
Capital Improvement Fund	500,000	500,000	500,000		
Capital Outlay	100,000	100,000	16,171	83,829	
Total Capital Improvements	600,000	600,000	516,171	83,829	
Debt Service:					
Payment of Bond Anticipation Notes	250,000	250,000	250,000		
Payment of Bond Principal	1,305,000	1,305,000	1,085,000		\$ 220,000
Interest on Bonds	818,117	818,117	630,459		187,658
Interest on Notes	35,000	35,000	27,036		7,964
Total Debt Service	2,408,117	2,408,117	1,992,495		415,622
Statutory Expenditures:					
Social Security System (O.A.S.I.)	250,000	250,000	250,000		
Public Employees' Retirement System	286,000	286,000	286,000		
Unemployment Compensation					
Insurance (N.J.S.A. 43:21-3et.seq.)	24,000	24,000	24,000		
Surplus (General Budget)	590,496	590,496	590,496		
Total Statutory Expenditures	1,150,496	1,150,496	1,150,496		
	\$ 12,400,420	\$ 12,400,420	\$ 11,749,304	\$ 235,494	\$ 415,622

Analysis of Paid or Charged:

Cash Disbursed	\$ 10,815,845
Accrued Interest on Bonds	630,459
Accrued Interest on Notes	27,036
Outstanding Encumbrances	282,171
	11,755,511
Less: Appropriation Refunds	6,207
	\$ 11,749,304

VILLAGE OF RIDGEWOOD  
PARKING UTILITY OPERATING FUND  
STATEMENT OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2015

	Parking Utility Operating Fund				Unexpended Balance Canceled
	Appropriations		Expended by		
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 543,988	\$ 543,988	\$ 539,622	\$ 4,366	
Other Expenses	388,543	388,543	384,507	4,036	
Total Operating	<u>932,531</u>	<u>932,531</u>	<u>924,129</u>	<u>8,402</u>	
Capital Improvements:					
Capital Improvement Fund	1,000	1,000	1,000		
Total Capital Improvements	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>		
Debt Service:					
Payment of Bond Anticipation Notes	50,000	50,000	50,000		
Interest on Notes	4,000	4,000	3,106		\$ 894
Total Debt Service	<u>54,000</u>	<u>54,000</u>	<u>53,106</u>		<u>894</u>
Statutory Expenditures:					
Social Security System (O.A.S.I.)	26,914	26,914	26,914		
Public Employees' Retirement System	20,000	20,000	20,000		
Unemployment Compensation					
Insurance (N.J.S.A. 43:21-3et.seq.)	5,920	5,920	5,920		
Police and Firemen's Retirement System	20,319	20,319	20,319		
Surplus (General Budget)	250,000	250,000	250,000		
Total Statutory Expenditures	<u>323,153</u>	<u>323,153</u>	<u>323,153</u>		
	<u>\$ 1,310,684</u>	<u>\$ 1,310,684</u>	<u>\$ 1,301,388</u>	<u>\$ 8,402</u>	<u>\$ 894</u>

Analysis of Paid or Charged:

Cash Disbursed	\$ 1,297,803
Accrued Interest on Notes	3,106
Outstanding Encumbrances	479
	<u>\$ 1,301,388</u>

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

Balance December 31, 2014		\$ 2,545,822
Increased by:		
Water Charges Levied		<u>14,546,236</u>
		17,092,058
Decreased by:		
Collections	\$ 13,128,073	
Overpayments Applied	<u>559,289</u>	
		<u>13,687,362</u>
Balance December 31, 2015		<u><u>\$ 3,404,696</u></u>

VILLAGE OF RIDGEWOOD  
WATER UTILITY OPERATING FUND  
SCHEDULE OF 2014 APPROPRIATION RESERVES  
YEAR ENDED DECEMBER 31, 2015

	<u>Balance</u> <u>Dec. 31, 2014</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	\$ 117,761	\$ 117,761		\$ 117,761
Other Expenses	438,637	438,637	\$ 349,549	89,088
Capital Outlay	26,940	26,940		26,940
Social Security	7,457	7,457		7,457
Public Employees' Retirement System	8,484	8,484		8,484
	<u>\$ 599,279</u>	<u>\$ 599,279</u>	<u>\$ 349,549</u>	<u>\$ 249,730</u>

Analysis of Balance:

Unencumbered	\$ 168,440
Encumbered	430,839
	<u>\$ 599,279</u>

VILLAGE OF RIDGEWOOD  
PARKING UTILITY OPERATING FUND  
SCHEDULE OF 2014 APPROPRIATION RESERVES  
YEAR ENDED DECEMBER 31, 2015

	<u>Balance</u> <u>Dec. 31, 2014</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	\$ 9,462	\$ 6,462		\$ 6,462
Other Expenses	357	3,357	\$ 875	2,482
Public Employees' Retirement System	126	126		126
Police and Firemen's Retirement System	880	880		880
	<u>\$ 10,825</u>	<u>\$ 10,825</u>	<u>\$ 875</u>	<u>\$ 9,950</u>
 <u>Analysis of Balance:</u>				
Unencumbered	<u>\$ 10,825</u>			

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

Balance December 31, 2014	\$ 110,949
Increased by:	
Charged to Current Year Budget	<u>657,495</u>
	768,444
Decreased by:	
Interest Paid	<u>654,449</u>
Balance December 31, 2015	<u><u>\$ 113,995</u></u>

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VILLAGE OF RIDGEWOOD  
PARKING UTILITY OPERATING FUND  
SCHEDULE OF ACCRUED INTEREST ON NOTES

Balance December 31, 2014	\$ 1,259
Increased by:	
Charged to Current Year Budget	<u>3,106</u>
	4,365
Decreased by:	
Interest Paid	<u>2,360</u>
Balance December 31, 2015	<u><u>\$ 2,005</u></u>

VILLAGE OF RIDGEWOOD  
COUNTY OF BERGEN  
2015  
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, 2015  
(With Comparative Totals for 2014)

	<u>Utility Capital Funds</u>		<u>Totals</u> <u>(Memorandum Only)</u>	
	<u>Water</u>	<u>Parking</u>	<u>2015</u>	<u>2014</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 4,601,447	\$ 325,142	\$ 4,926,589	\$ 7,062,860
Fixed Capital	47,241,882	1,357,244	48,599,126	31,502,332
Fixed Capital Authorized and Uncompleted	23,541,852	2,668,660	26,210,512	40,122,306
<b>TOTAL ASSETS</b>	<b>\$ 75,385,181</b>	<b>\$ 4,351,046</b>	<b>\$ 79,736,227</b>	<b>\$ 78,687,498</b>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>				
Serial Bonds Payable	\$ 15,500,000		\$ 15,500,000	\$ 16,585,000
Bond Anticipation Notes Payable	1,675,000	\$ 186,000	1,861,000	2,161,000
Interfunds Payable		102	102	
Improvement Authorizations:				
Funded	1,659,924	53,320	1,713,244	2,510,088
Unfunded	2,663,152	1,461,405	4,124,557	3,351,040
Reserve for:				
Amortization	45,845,050	1,567,629	47,412,679	45,811,649
Deferred Amortization	2,147,484	223,660	2,371,144	2,395,174
Encumbrances Payable	2,378,597	431,141	2,809,738	2,346,569
Arbitrage	177,412	199,876	377,288	377,288
Preliminary Expenses	5,200		5,200	5,200
Payment of Debt Service	1,310,000		1,310,000	1,310,000
Capital Improvement Fund	1,239,877	214,400	1,454,277	1,145,277
Fund Balance	783,485	13,513	796,998	689,213
<b>TOTAL LIABILITIES, RESERVES AND FUND BALANCES</b>	<b>\$ 75,385,181</b>	<b>\$ 4,351,046</b>	<b>\$ 79,736,227</b>	<b>\$ 78,687,498</b>

VILLAGE OF RIDGEWOOD  
WATER UTILITY CAPITAL FUND  
ANALYSIS OF CASH

	Balance/ (Deficit) Dec. 31, 2014	Receipts		Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2015
		Miscellaneous	Budget Appropriation	Improvement Authorizations	Miscellaneous	From	To	
Fund Balance	\$ 678,704	\$ 27,052						\$ 783,485
Capital Improvement Fund	871,877		\$ 500,000			\$ 132,000		1,239,877
Due Water Utility Operating Fund		13,236			\$ 13,236			
Reserve for:								
Encumbrances	2,165,465				1,510,698	61,190	1,785,020	2,378,597
Arbitrage Rebate	177,412							177,412
Preliminary Expenses	5,200							5,200
Payment of Debt Service	1,310,000							1,310,000

Improvement Authorizations:

Ord. No.	Improvement Description							
		876						876
2574	Various Water Improvements							
3211	Construction of Water Tank - Valley View Road	74,323				74,323		
2693	Various Water Improvements	5,208		\$ 5,200				8
2697	Various Water Improvements	119,820						119,820
2739	Various Water Improvements	2,074				2,074		
2844	Various Water Improvements	207,274			55,523		241	151,992
2874	Various Water Improvements	2,630						2,630
2930	Various Water Improvements	4,692						4,692
2980/2997	Various Water Improvements	17,297						17,297
3043	Various Water Improvements	54,872						54,872
3123	Various Water Improvements	43,823			12,000	31,665	30,299	30,457
3148	Supplement Ords. 3043 and 3123 Various Improvements	37						37
3181	Various Water Improvements	269,495			18,909	75,613		174,973
3211	Various Water Improvements	635						635

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

	Balance/ (Deficit) Dec. 31, 2014	Receipts		Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2015
		Miscellaneous	Budget Appropriation	Improvement Authorizations	Miscellaneous	From	To	
<u>Improvement Authorizations:</u>								
Ord. No.	Improvement Description							
3247	\$ 32,958							\$ 32,958
3271	242,664			\$ 113,876		\$ 90,939		37,849
3303	6,366			6,364				2
3307	556,901			75,169		6,567	\$ 5,250	480,415
3351	5,000							5,000
3353	1,613							1,613
3362	819,740			128,173		148,956	1,187	543,798
3393	(144,403)			148,586		142,724	9,598	(426,115)
3414	(1,022,586)			123,991		431,025	13,283	(1,564,319)
3476				237,083		857,531	132,000	(962,614)
	<u>\$ 6,509,967</u>	<u>\$ 40,288</u>	<u>\$ 500,000</u>	<u>\$ 924,874</u>	<u>\$ 1,523,934</u>	<u>\$ 2,054,607</u>	<u>\$ 2,054,607</u>	<u>\$ 4,601,447</u>

VILLAGE OF RIDGEWOOD  
PARKING UTILITY CAPITAL FUND  
ANALYSIS OF CASH

	Balance/ (Deficit) Dec. 31, 2014	Receipts		Disbursements		Transfers		Balance/ (Deficit) Dec. 31, 2015
		Budget		Improvement		From	To	
		Appropriation	Miscellaneous	Authorizations	Miscellaneous			
Fund Balance	\$ 10,509		\$ 3,004					\$ 13,513
Capital Improvement Fund	273,400	\$ 1,000				\$ 60,000		214,400
Due Parking Utility Operating Fund			1,301		\$ 1,199			102
Reserve for:								
Encumbrances	181,104				1,369		\$251,406	431,141
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		(53,171)		\$ 3,045			(56,216)
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		11,515		22,462		2,987	(13,934)
3415	Improvements to the Parking Utility		13,844					13,844
3443;								
3480	Work at Hudson Street Lot				197,536		218,909	(416,445)
3477	Purchase of a Pickup Truck and Plate Reader System				7,445		29,510	23,045
	<u>\$ 552,893</u>	<u>\$ 1,000</u>	<u>\$ 4,305</u>	<u>\$ 230,488</u>	<u>\$ 2,568</u>	<u>\$311,406</u>	<u>\$311,406</u>	<u>\$ 325,142</u>

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

Purpose	Date of Issue	Original Issue	Maturities		Interest Rate	Balance		Balance Dec. 31, 2015
			Date of Maturity	Amount		Dec. 31, 2014	Matured	
Water Bonds	06/15/07	\$ 6,486,000	06/15/16	\$ 275,000	4.250%			
			06/15/17	275,000	4.250%			
			06/15/18	275,000	5.000%			
			06/15/19	275,000	4.125%			
			06/15/20	275,000	4.250%			
			06/15/21	275,000	4.250%			
			06/15/22	275,000	4.300%			
			06/15/23	275,000	4.375%			
			06/15/24	275,000	4.375%			
			06/15/25	300,000	4.400%			
			06/15/26	300,000	4.400%			
			06/15/27	300,000	4.500%			
			06/15/28	300,000	4.500%			
			06/15/29	300,000	4.500%			
			06/15/30	300,000	4.500%			
			06/15/31	300,000	4.500%			
Water Refunding Bonds	05/08/13	4,180,000	07/01/16	215,000	4.000%			
			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	4.250%			
			07/01/26	295,000	4.250%			
			07/01/27	290,000	4.375%			
			07/01/28	310,000	4.375%			
			07/01/29	305,000	4.400%			
Water Bonds	06/15/13	7,859,000	06/15/16	600,000	3.000%			
			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%			
						<u>\$ 16,585,000</u>	<u>\$ 1,085,000</u>	<u>\$ 15,500,000</u>

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, 2014	Issued	Matured	Balance Dec. 31, 2015
			Issue of Original Note	Issue					
3362	Various Water Improvements	12/5/2012	6/19/2014	6/19/2014	6/18/2015	1.00%	\$ 975,000		\$ 975,000
				6/17/2015	6/17/2016	2.00%		\$ 850,000	\$ 850,000
3393	Various Water Improvements	10/9/2013	6/19/2014	6/19/2014	6/18/2015	1.00%	950,000		950,000
				6/17/2015	6/17/2016	2.00%		825,000	825,000
						<u>\$ 1,925,000</u>	<u>\$ 1,675,000</u>	<u>1,925,000</u>	<u>\$ 1,675,000</u>
Renewals								\$ 1,675,000	\$ 1,675,000
Paid by Budget Appropriation									250,000
							<u>\$ 1,675,000</u>	<u>\$ 1,925,000</u>	

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

Ord. No.	Improvement Description	Ordinance	Date of		Interest Rate	Balance Dec. 31, 2014	Issued	Matured	Balance Dec. 31, 2015
			Issue of Original Note	Issue					
2732	Various Parking Improvements	4/11/2001	6/29/2006	6/19/2014	6/18/2015	\$ 236,000		\$ 236,000	
				6/17/2015	6/17/2016		\$ 186,000		\$ 186,000
						<u>\$ 236,000</u>	<u>\$ 186,000</u>	<u>\$ 236,000</u>	<u>\$ 186,000</u>
					Renewals		\$ 186,000	\$ 186,000	
					Paid by Budget Appropriation			50,000	
							<u>\$ 186,000</u>	<u>\$ 236,000</u>	

VILLAGE OF RIDGEWOOD  
WATER UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance		Balance December 31, 2014		2015 Authorizations		Paid or Charged	Prior Year Encumbrances Canceled Returned	Authorizations Canceled	Balance December 31, 2015	
		Date	Amount	Funded	Unfunded	Deferred Charges to Future Revenue	Capital Improvement Fund				Funded	Unfunded
2574	Various Water Improvements	07/16/96	\$ 950,000	\$ 876							\$ 876	
2667; 2699	Various Water Improvements	05/11/99; 05/17/00	3,060,000	74,323						\$ 74,323		
2693	Various Water Improvements	04/19/00	425,000	5,208			\$ 5,200					8
2697	Various Water Improvements	05/17/00	625,000	119,820								119,820
2739	Various Water Improvements	06/13/01	775,000	2,074						2,074		
2844	Various Water Improvements	08/13/03	840,000	207,274			55,523	\$ 241				151,992
2874	Various Water Improvements	04/14/04	1,070,000	2,630								2,630
2930	Various Improvements	03/09/05	965,000	4,692								4,692
2980	Various Improvements	03/08/06	3,090,000	17,297								17,297
3043	Various Improvements	03/14/07	1,195,000	54,872								54,872
3123	Various Water Improvements	06/11/08	920,000	43,823			43,665	30,299				30,457
3148	Supplement Ords. 3043 and 3123 Various Improvements	11/12/08	82,500	37								37
3181	Various Water Improvements	05/13/09	1,570,000	269,495			94,522					174,973
3211	Construction of Water Tank - Valley View Road	09/09/09	320,000	635								635
3247	Construction of an Additional Water Storage Tank	06/09/10	200,000	32,958	\$ 50,200							32,958 \$ 50,200

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

Ord. No.	Improvement Description	Ordinance		Balance December 31, 2014		2015 Authorizations		Paid or Charged	Prior Year Encumbrances Canceled Returned	Authorizations Canceled	Balance December 31, 2015	
		Date	Amount	Funded	Unfunded	Deferred Charges to Future Revenue	Capital Improvement Fund				Funded	Unfunded
3271	Various Water Improvements	12/01/10	\$ 425,000	\$ 242,664	\$ 3,750			\$ 204,815			\$ 37,849	\$ 3,750
3303	Acquisition of Various Equipment	08/10/11	869,789	6,366				6,364				2
3307	Various Water Improvements	09/14/11	900,000	556,901				81,736	\$ 5,250		480,415	
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	819,740				277,129	1,187		543,798	
3393	Various Water Improvements	10/09/13	2,126,250		924,597			291,310	9,598			642,885
3414	Various Water Improvements	05/28/14	2,126,500		977,414			555,016	13,283			435,681
3476	Various Water Improvements	05/13/15	2,625,000			\$ 2,493,000	\$ 132,000	1,094,614				1,530,386
				<u>\$ 2,468,298</u>	<u>\$ 1,956,211</u>	<u>\$ 2,493,000</u>	<u>\$ 132,000</u>	<u>\$ 2,709,894</u>	<u>\$ 59,858</u>	<u>\$ 76,397</u>	<u>\$ 1,659,924</u>	<u>\$ 2,663,152</u>

VILLAGE OF RIDGEWOOD  
PARKING UTILITY CAPITAL FUND  
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Ordinance		Balance December 31, 2014		2015 Authorizations		Balance December 31, 2015		
		Date	Amount	Funded	Unfunded	Deferred Charges to Future Revenue	Capital Improvement Fund	Paid or Charged	Funded	Unfunded
2977	Construction of Parking Garage	02/22/06	\$ 3,000,000		\$ 849,829			\$ 3,045		\$ 846,784
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	11,515	350,000			25,449		336,066
3415	Improvements to the Parking Utility	05/28/14	127,200	13,844	100,000				13,844	100,000
3443; 3480	Work at Hudson Street Lot	12/10/14; 07/15/15	600,000		95,000	\$ 500,000		416,445		178,555
3477	Purchase of a Pickup Truck and Plate Reader System	05/13/15	60,000				\$ 60,000	36,955	23,045	
				<u>\$ 41,790</u>	<u>\$ 1,394,829</u>	<u>\$ 500,000</u>	<u>\$ 60,000</u>	<u>\$ 481,894</u>	<u>\$ 53,320</u>	<u>\$ 1,461,405</u>

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

Ord. No.	Improvement Description	Ordinance Date	Balance Dec. 31, 2014	Fixed Capital Authorized	To Reserve for Amortization Fixed Capital	Balance Dec. 31, 2015
Various	Ordinances 2008 and Prior	Various	\$ 1,383,475		\$ 103,030	\$ 1,280,445
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>\$ 2,118,514</u>	<u>\$ 132,000</u>	<u>\$ 103,030</u>	<u>\$ 2,147,484</u>

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

Ord. No.	Improvement Description	Ordinance Date	Balance Dec. 31, 2014	Fixed Capital Authorized	To Reserve for Amortization Fixed Capital	Balance Dec. 31, 2015
Various	Ordinances 2007 and Prior	Various	\$ 113,000		\$ 113,000	
3113	Acquisition of Digital Parking Meters	04/09/08	30,000			\$ 30,000
3180	Purchase Multi-Space Meter and Pole Covers	05/13/09	50,000			50,000
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>\$ 276,660</u>	<u>\$ 60,000</u>	<u>\$ 113,000</u>	<u>\$ 223,660</u>

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

Ord. No.	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Balance Dec. 31, 2015
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		2,000,000
3476	Various Water Improvements		\$ 2,493,000	2,493,000
		<u>\$ 3,123,200</u>	<u>\$ 2,493,000</u>	<u>\$ 5,616,200</u>

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

Ord. No.	Improvement Description	Balance Dec. 31, 2014	2015 Authorizations	Balance Dec. 31, 2015
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	95,000	\$ 500,000	595,000
		<u>\$ 1,548,615</u>	<u>\$ 500,000</u>	<u>\$ 2,048,615</u>

VILLAGE OF RIDGEWOOD  
COUNTY OF BERGEN  
2015  
GENERAL FIXED ASSETS ACCOUNT GROUP

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

	December 31,	
	2015	2014
<u>ASSETS</u>		
Land	\$ 127,410,600	\$ 127,410,600
Buildings and Building Improvements	27,727,991	27,648,165
Machinery and Equipment	28,949,634	25,252,508
 TOTAL ASSETS	 \$ 184,088,225	 \$ 180,311,273
 <u>RESERVES</u>		
Reserve for Fixed Assets	\$ 184,088,225	\$ 180,311,273
 TOTAL RESERVES	 \$ 184,088,225	 \$ 180,311,273

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

	Balance December, 2014	Additions	Deletions	Balance December, 2015
Land	\$ 127,410,600			\$ 127,410,600
Buildings and Building Improvements	27,648,165	\$ 79,826		27,727,991
Machinery and Equipment	25,252,508	3,852,570	\$ 155,444	28,949,634
	<u>\$ 180,311,273</u>	<u>\$ 3,932,396</u>	<u>\$ 155,444</u>	<u>\$ 184,088,225</u>

**STATISTICAL SECTION**  
**(Unaudited)**

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

EXPENDITURES	Year Ended December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Current Fund:</b>										
General Government	\$ 9,886,359	\$ 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
Public Safety	9,885,737	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
Public Works	8,131,540	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
Health and Welfare	420,437	394,712	407,742	376,951	320,727	293,428	315,540	297,472	307,109	300,168
Recreation and Education	708,701	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
Deferred Charges and Statutory Expenditures	1,753,068	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
State and Federal Grants	133,909	433,695	222,092	234,144	653,105	264,027	304,443	175,647		
Capital Improvements	1,100,271	344,829	1,229,139	1,073,425	178,471	12,200	10,000	140,000	140,000	157,000
Debt Service	3,834,503	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
Reserve for Uncollected Taxes	1,360,856	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
<b>Current Fund Budget Totals</b>	<b>37,215,381</b>	<b>36,329,916</b>	<b>39,770,289</b>	<b>41,058,366</b>	<b>42,371,552</b>	<b>45,703,648</b>	<b>46,021,159</b>	<b>45,341,267</b>	<b>45,943,764</b>	<b>45,577,505</b>
<b>Water Utility Operating Fund:</b>										
Operating	7,061,845	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
Debt Service	2,223,711	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
Deferred Charges and Statutory Expenditures	519,874	348,332	608,004	511,120	1,935,255	1,283,468	540,922	609,543	542,484	560,000
Capital Improvements	104,858	3,133	13,339	133,269	143,500	167,000	290,000	589,621	599,500	516,171
Budgeted Fund Balance							546,320	578,457	593,613	590,496
<b>Water Utility Operating Fund Budget Totals</b>	<b>9,910,288</b>	<b>10,208,411</b>	<b>11,512,549</b>	<b>11,585,539</b>	<b>12,593,164</b>	<b>12,279,466</b>	<b>11,560,287</b>	<b>11,218,017</b>	<b>12,295,862</b>	<b>11,749,304</b>
<b>Parking Utility Operating Fund:</b>										
Operating	633,683	660,284	676,627	688,962	693,193	739,521	742,850	736,433	738,700	924,129
Debt Service		131,229	108,438	118,863	67,353	45,425	40,144	83,722	46,912	53,106
Deferred Charges and Statutory Expenditures	65,292	91,205	133,977	157,842	351,813	117,427	75,773	71,714	77,079	73,153
Capital Improvements	25,000		50,000	35,000	1,000	1,000	1,000	1,000	1,000	1,000
Budgeted Fund Balance									135,000	250,000
<b>Parking Utility Operating Fund Budget Totals</b>	<b>723,975</b>	<b>882,718</b>	<b>969,042</b>	<b>1,000,667</b>	<b>1,113,359</b>	<b>903,373</b>	<b>859,767</b>	<b>892,869</b>	<b>998,691</b>	<b>1,301,388</b>
<b>TOTAL EXPENDITURES</b>	<b>\$ 47,849,644</b>	<b>\$ 47,421,045</b>	<b>\$ 52,251,880</b>	<b>\$ 53,644,572</b>	<b>\$ 56,078,075</b>	<b>\$ 58,886,487</b>	<b>\$ 58,441,213</b>	<b>\$ 57,452,153</b>	<b>\$ 59,238,317</b>	<b>\$ 58,628,197</b>

Source: Village records.

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

REVENUE	Year Ended December 31,									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Current Fund:</b>										
Receipts from Current Taxes	\$ 25,611,697	\$ 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
Receipts from Delinquent Taxes	539,755	602,934	657,052	875,195	890,118	963,219	941,295	749,734	886,736	700,599
Fees, Permits, Fines, and Licenses	1,082,855	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
State Aid	1,043,223	918,307	550,711	376,997	171,936	135,502	71,473	71,473	71,473	
State and Federal Grants	120,409	429,170	222,092	530,944	520,951	260,988	301,404	382,727	75,179	96,058
Energy Receipts Tax	1,785,105	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
Fund Balance Anticipated	5,000,000	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
Miscellaneous Revenue	3,646,349	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
<b>Current Fund Budget Totals</b>	<b>38,829,393</b>	<b>38,168,361</b>	<b>40,044,521</b>	<b>42,341,266</b>	<b>42,518,211</b>	<b>44,878,960</b>	<b>46,220,502</b>	<b>46,591,263</b>	<b>47,644,407</b>	<b>48,520,774</b>
<b>Water Utility Operating Fund:</b>										
Fund Balance Anticipated			668,268	1,543,275		175,000		300,000	594,000	645,420
Water Rents	10,084,795	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
Fire Hydrant Service	100,000	92,000	130,340	81,690	81,000	133,219	173,402	147,274	131,312	212,831
Miscellaneous Revenue		450,000	335,251	204,873	183,202	239,405	156,456	288,510	148,597	377,139
Increase in Water Rents					1,977,634	56,324	961,573			
Increase in Hydrant Rents					66,321					
Reserves						250,000				
Water Capital Fund Balance					300,000	80,000				
<b>Water Utility Operating Fund Budget Totals</b>	<b>10,184,795</b>	<b>10,347,961</b>	<b>10,992,223</b>	<b>10,814,263</b>	<b>11,592,157</b>	<b>11,895,582</b>	<b>12,216,431</b>	<b>12,754,304</b>	<b>14,795,561</b>	<b>14,922,752</b>
<b>Parking Utility Operating Fund:</b>										
Fund Balance Anticipated		106,578	72,836	32,724						153,684
Parking Meter Fees	738,220	733,162	784,626	767,074	712,655	705,265	646,678	1,052,661	1,161,239	1,305,869
Interest on Investments	5,000	27,000	19,799	3,062	2,270	543	1,083	1,584	2,136	3,830
Miscellaneous Revenue									81,310	768,128
Parking Capital Fund Balance		22,091	13,500	19,980	42,000					
Operating Deficit - General Budget			100,671		308,359	189,173	154,267			
<b>Parking Utility Operating Fund Budget Totals</b>	<b>743,220</b>	<b>888,832</b>	<b>991,432</b>	<b>822,840</b>	<b>1,065,284</b>	<b>894,981</b>	<b>802,028</b>	<b>1,054,245</b>	<b>1,244,685</b>	<b>2,231,511</b>
<b>TOTAL REVENUE</b>	<b>\$ 49,757,408</b>	<b>\$ 49,405,154</b>	<b>\$ 52,028,176</b>	<b>\$ 53,978,369</b>	<b>\$ 55,175,652</b>	<b>\$ 57,669,523</b>	<b>\$ 59,238,961</b>	<b>\$ 60,399,812</b>	<b>\$ 63,684,653</b>	<b>\$ 65,675,037</b>

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>
2006	\$ 105,421,704	\$ 104,099,948	98.74%	\$ 622,134	\$ 104,722,082	99.34%	\$ 659,892	0.63%
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	135,455,286	98.85%	886,736	136,342,022	99.50%	706,469	0.52%
2015	140,449,848	139,674,690	99.44%	700,599	140,375,289	99.95%	688,738	0.49%

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>
2006	\$ 0.263	\$ 0.014	\$ 1.767	\$ 0.612	\$ 0.005	\$ 2.661
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

\* - Revaluation year

Source: Tax Collector.

Table 5

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

<u>Fiscal 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>
2006	\$ 3,925,890,353	\$5,807,290,564	67.60%
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%

\* - Revaluation year

Source: Bergen County apportionment of taxes

Table 6

VILLAGE OF RIDGEWOOD  
TEN LARGEST TAXPAYERS  
FOR THE YEAR ENDED DECEMBER 31, 2015  
UNAUDITED

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2015 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%
Home Properties WMF I,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, LLC	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, 2015  
UNAUDITED

<u>Year Ended</u> <u>December 31,</u>	<u>Equalized</u> <u>Valuation Basis</u>	
2015	\$ 6,366,296,723	
2014	6,195,324,076	
2013	6,000,892,850	
	\$18,562,513,649	
Average equalized valuation of taxable property		\$ 6,187,504,550
Village borrowing margin (3.5% of \$6,187,504,550)	\$ 216,562,659	
Net debt as of December 31, 2015	45,109,642	
Village borrowing margin available	\$ 171,453,017	

Source: Equalized valuation bases were provided by the Annual report of the State of New Jersey, Department of Treasury, Division of Taxation for 2015, 2014, and 2013.

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

<u>Year</u>	<u>Population (1)</u>	<u>Assessed Value</u>	<u>Net General Obligation Debt</u>	<u>Ratio of Debt to Assessed Value</u>	<u>Net General Obligation Debt Per Capita</u>
2006	24,156	\$ 3,925,890,353	\$ 42,539,691	1.08%	\$ 1,761
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	24,992	6,686,008,403	58,316,022	0.87%	2,333
2011	25,167	6,660,772,666	45,196,741	0.68%	1,796
2012	25,261	6,610,269,000	48,249,143	0.73%	1,910
2013	25,397	5,723,651,600	48,400,491	0.85%	1,906
2014	25,496	5,733,152,900	45,375,176	0.79%	1,780
2015	25,496 *	5,750,039,200	45,109,642	0.78%	1,769

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

\* 2015 numbers not available, used 2014 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>
2006	\$ 2,859,248	\$ 975,255	\$ 3,834,503	\$ 37,215,381	10.30%
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%

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>
2006	2.80%	\$ 63,103	24,156
2007	2.30%	67,544	24,122
2008	3.00%	67,331	24,102
2009	5.50%	63,874	24,181
2010	5.70%	63,885	24,992
2011	5.60%	67,248	25,167
2012	5.90%	69,281	25,261
2013	5.30%	69,495	25,397
2014	4.00%	69,495	25,496
2015	4.00%	69,495	25,496

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

(2) Information not available for 2015, used 2014 as an estimate

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

(4) Information not available for 2015 or 2014, used 2013 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, 2015  
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		49
Inactive		7
Treatment Facilities		30
Customer Meters		20,250
Parking Lots		
Municipal - Metered		9
Attended Lots		- 0 -
Number of Meters (includes Street Meters)		1,162
<b><u>Parks</u></b>	<b><u>Area</u></b>	<b><u>Facilities</u></b>
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
Veterans Field	13.84 acres	Nature Trails, Soccer/Lacrosse Field
		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, 2015

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 Transportation	Safe Routes to School	20.205	480-078-6300- FDT-DHTS	\$ 175,000	\$ 10,142	01/01/09	12/31/16		\$ 21,218	
Total US Department of Transportation					10,142			\$ - 0 -	21,218	
US Department of Homeland Security:										
Passed through NJ Department of Law and Public Safety	Disaster Grants - Public Assistance - F.E.M.A. Superstorm Sandy	97.036	100-066-1200- A92-NJSP	727,540	217,037	10/30/12	12/31/12	217,037	727,540	
	F.E.M.A. Hurricane Irene		100-066-1200- A70-NJSP	627,481	100,366	08/26/11	12/31/11	100,366	627,481	
Total US Department of Homeland Security					317,403			317,403	1,355,021	
TOTAL FEDERAL AWARDS					\$ 327,545			\$ 317,403	\$ 1,376,239	\$ - 0 -

\* - Expended in Prior Year(s)

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, 2015

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	\$ 14,452		01/01/13	12/31/15	\$ 14,452	\$ 14,452
			12,238	\$ 12,238	01/01/15	12/31/16		
				12,238			14,452	14,452
	Body Armor Replacement Fund	718-066-1020-001-6120	5,181		01/01/13	12/31/15	4,164	5,181
			4,204	4,204	01/01/15	12/31/16		
			3,199	3,199	01/01/15	12/31/16		
			7,403			4,164	5,181	
Total Department of Law and Public Safety					19,641		18,616	19,633
Department of Environmental Protection	Clean Communities Program	765-042-4900-004-6020	39,163		01/01/14	12/31/15	39,163	39,163
			47,597	47,597	01/01/15	12/31/16		
				47,597			39,163	39,163
	Recycling Tonnage Grant	752-042-4900-004-178840	37,547	37,547	01/01/15	12/31/15	37,547	37,547
Total Department of Environmental Protection					85,144		76,710	76,710
Department of Health & Senior Services	Alcohol Education, Rehabilitation and Enforcement Fund (Trust)	760-046-4240-001-040000	2,111		01/01/13	12/31/16	1,043	1,043
			1,768	1,768	01/01/15	12/31/16		
				1,768			1,043	1,043
Total Department of Health and Senior Services					1,768		1,043	1,043
Department of Treasury:								
Passed through the County of Bergen	Governor's Council on Alcoholism & Drug Abuse - Municipal Alliance Program	100-082-2000-044-995120	11,676	2,323	07/01/14	06/30/15		4,423
			11,677	8,659	07/01/15	06/30/16	6,886	6,886
				10,982			6,886	11,309
Total Department of Treasury					10,982		6,886	11,309
TOTAL STATE AWARDS				\$ 117,535			\$ 103,255	\$ 108,695

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, 2015

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, 2015. 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 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, 2015:

NJEIT Loan #1	\$ 5,902,510
NJEIT Loan #2	<u>1,306,700</u>
	<u>\$ 7,209,210</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.



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

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, 2015 and 2014, and the related notes to the financial statements and have issued our report thereon dated June 17, 2016. 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 2015-01 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*.

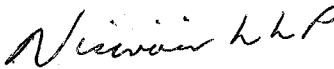
### **The Village's Response to the Finding**

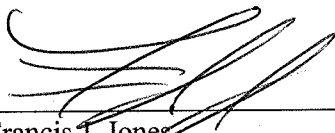
The Village's response to the finding identified in our audit are described in the accompanying Schedule of Findings and Responses. The Village's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **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  
June 17, 2016

  
NISIVOCIA LLP

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

VILLAGE OF RIDGEWOOD  
SCHEDULE OF FINDINGS AND RESPONSES  
YEAR ENDED DECEMBER 31, 2015

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, 2015 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 2015-01

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, 2015  
(Continued)

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

Finding 2015-01 (Cont'd)

Management's Response

Budgetary challenges over recent years have required the Village to establish procedures necessary to mitigate the reduction in head count in order to maintain appropriate internal controls. In general, such procedures have been successful in maintaining the appropriate checks and balances in the controls of financial operations. In the last year, management has restructured the organization in order to further enhance the control environment. The Building, Water Utility and Finance Departments have new leadership whose primary focus is strengthening internal controls and enhancing reporting of financial transactions and public transparency. The addition of a brand new Human Resources capability also acted to significantly mitigate risk. Management continues to strengthen internal controls in various outside departments. Financial transactions in the Building Department are now being handled through Spatial Data Logic, a software program designed to enhance government operations. In early 2016, the Department of Health was added and Engineering is scheduled for later in the year. Since the Village does not have an internal control department, management has engaged its outside auditors to conduct detailed internal process control reviews in several departments (Building, Fleet and Parking) to identify any areas of internal control weaknesses and recommendations for improvements. Graydon Pool is scheduled to be reviewed this summer.

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, 2015

The Village's prior year finding regarding segregation of duties was not resolved in 2015 and is included on the Schedule of Findings and Responses for the year ended December 31, 2015.

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 January 1, 2011, 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 \$36,000.

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 fiscal 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," per 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 2015, 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 fiscal 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, 2015. 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>
2015	7
2014	6
2013	6

Although the number of liens is not large, the dollar amount of the liens is significant. It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis. As the Village initiated a formal plan in March of 2016 to address these properties, a formal recommendation is judged to be unnecessary at this time.

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 2015 Taxes	20
Payments of 2016 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, 2015. 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, 2015.

VILLAGE OF RIDGEWOOD  
COMMENTS AND RECOMMENDATIONS  
(Continued)

Municipal Court

The transactions for the year 2015 were as follows:

RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

	Balance Dec. 31, 2014	Receipts	Disbursements	Balance Dec. 31, 2015
State of New Jersey	\$ 27,491	\$ 301,251	\$ 315,356	\$ 13,386
County	8,747	88,235	93,564	3,418
Municipality:				
Fines and Fees	33,449	414,292	423,210	24,531
Interest:				
Regular Account	29	183	203	9
Bail Account		23	22	1
Parking Offense Adjudication Act	583	7,763	7,942	404
Public Defender		1,900	1,900	
Transcript Fees		300	300	
Restitution		1,396	680	716
Weights and Measures		700	700	
Cash Bail	5,915	44,416	47,453	2,878
	<u>\$ 76,214</u>	<u>\$ 860,459</u>	<u>\$ 891,330</u>	<u>\$ 45,343</u>

During our review of the Municipal Court records, we noted that, for one of the three months tested, monthly fee collections were not turned over to the appropriate agencies by the 15<sup>th</sup> of the following month.

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

Management's Response:

Due to an oversight, fees collected for the month of February 2015 were not turned over timely. Fees collected for the other eleven months were turned over to the appropriate agencies by the 15<sup>th</sup> of the following month in accordance with state statute.

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 there are some grants receivable related to General Capital Fund 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.

VILLAGE OF RIDGEWOOD  
COMMENTS AND RECOMMENDATIONS  
(Continued)

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.

It is recommended that, prior to their submission, the monthly reports to the State Treasurer for dog license fees collected are reconciled to the monthly collections for dog license fees and the dog tags remaining on hand.

Management's Response:

The number of voided tags was not being used to reconcile monthly collections to the monthly reports. Spatial Data Logic is now being utilized by the Health Department. This will facilitate the reconciliation of monthly collections to the State Report.

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, 2015, 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 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. In addition, the Village Council approved a resolution authorizing a bond sale to be held in August 2016 which should satisfy the funding of any deficit cash balances.

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 has been incorporated in the Building and Health Departments. This will provide the foundation to support the recording of financial transactions. A timetable for the implementation of this system in other outside offices is currently being established.

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.

Reporting of employee compensation for income tax related purposes did not comply with federal regulations regarding the compensation which is required to be reported. There are instances where compensation at retirement was deferred by employee choice.

It is recommended that consideration be given to negotiating the payment process for compensation at retirement into the various contractual agreements.

Management's Response

A policy for the payment of termination pay has been established and is included in the HR Policies and Procedures Manual.

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 required Type 2 SOC 1 (Service Organization Controls) report was not obtained from the outside service organization utilized by the Village for water billings.

It is recommended that the Village obtain the required Type 2 SOC 1 (Service Organization Controls) report on an annual basis from the outside service organization utilized for water billings.

Management's Response

The Utility's contract with Computil has been renewed. A requirement for a Type 2 SOC 1 report is now required under the new agreement.

Encumbrances

The balance sheets of the Current (Regular and Grant) and Utility Funds include encumbrances from prior years. As balances for cancellation have been identified and will be cancelled by resolution in 2016, a formal recommendation is judged to be unnecessary at this time.

VILLAGE OF RIDGEWOOD  
COMMENTS AND RECOMMENDATIONS  
(Continued)

Corrective Action Plan

The Village has initiated a corrective action plan to resolve comments and recommendations from the 2014 audit report. Prior year recommendations 1, 2, 3, 4, 5, 6, 7, 8, 10, 12, 13, 17 and 18 regarding interest on delinquent sewer fees, tax title liens, prepaid taxes, budget appropriations and expenditure allocations for bonded debt, grants receivable and appropriated reserve balances, timeliness of monthly reporting of dog license fees, the capital funds' general ledgers, water capital fund debt issued, purchase orders, timeliness of outside offices deposits, reconciling items in the payroll accounts, encumbrances from prior years, and fixed assets, respectively, were resolved in 2015. Prior year recommendations 9, 11, 14, 15 and 16 were not resolved and are repeated in the 2015 report as recommendations 3, 4, 5, 6 and 7, respectively.

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.

The Village has a fiduciary responsibility to its employees related to the deferred compensation plans offered by the Village. The Village should consider a periodic review of the benefits, features, costs, and performance of its deferred compensation plans and make that information available to employees to assist employees in making suitable choices for investing their retirement funds while fulfilling the Village's fiduciary responsibilities.

The Village should consider reviewing the status of "Independent Contractors" utilized by the Village with Internal Revenue Service guidelines for determination of employment status. The IRS has been reviewing employers, including governments, to determine compliance. A proactive approach may help to minimize or eliminate potential penalties related to incorrect employment status determination.

Cybercrime has become much more prevalent in the last few years. Websites and internal networks, including personally identifiable information ("PII"), have been hacked and resulted in significant losses to organizations, both financial and reputational. We suggest that the Village consider options to test and protect the Village from cybercrime.

VILLAGE OF RIDGEWOOD  
SUMMARY OF RECOMMENDATIONS

It is recommended that:

1. Municipal Court fees collected are turned over to the appropriate agencies by the 15<sup>th</sup> of the following month, as per state statute.
2. Prior to their submission, the monthly reports to the State Treasurer for dog license fees collected are reconciled to the monthly collections for dog license fees and the dog tags remaining on hand.
3. Future budgets include additional funding for ordinances over five years old with deficit cash balances or the authorized debt be issued to finance cash deficits and all older unexpended ordinances in the General Capital and Utility Capital Funds continue to be reviewed for possible cancellation.
4. 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.
5. Consideration be given to negotiating the payment process for compensation at retirement into the various contractual agreements.
6. 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.
7. The Village obtain the required Type 2 SOC 1 (Service Organization Controls) report on an annual basis from the outside service organization utilized for water billings.